Second Regular Session Seventy-third General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 22-0860.03 Megan Waples x4348

SENATE BILL 22-206

SENATE SPONSORSHIP

Fenberg,

HOUSE SPONSORSHIP

(None),

Senate Committees State, Veterans, & Military Affairs Appropriations **House Committees**

A BILL FOR AN ACT

101	CONCERNING	RESOURCES	FOR D	ISASTER	PREPAI	REDNES	S AND
102	RECOVE	RY, AND, IN C	CONNECTI	ON THER	EWITH,	CREATI	NG THE
103	DISASTER	R RESILIENCE	REBUILD	ING PROG	RAM, TH	E SUSTA	INABLE
104	REBUILD	OING PROGR	RAM, ANI) THE	OFFICE	OF CI	IMATE
105	PREPARE	EDNESS.					

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov</u>.)

Section 2 creates the disaster resilience rebuilding program in the division of local government (division) in the department of local affairs.

The disaster resilience rebuilding program's purpose is to provide loans and grants to homeowners, owners of residential rental property, businesses, governmental entities, and other organizations working to rebuild after a disaster emergency. The division may contract with a governmental entity, bank, credit union, community development financial institution (CDFI), or other entity to administer the disaster resilience rebuilding program. If the division contracts with an entity other than a governmental entity or CDFI, the division is required to engage in an open and competitive process to select the entity.

The division or an administrator is required to establish policies for administering the disaster resilience rebuilding program, including application requirements, eligibility requirements for applicants, maximum assistance levels, loan terms, and any specific criteria for the allowable uses of the loans and grants. Loans and grants may be used to:

- Subsidize costs to repair or rebuild a homeowner's primary residence that are insufficiently covered by the homeowner's insurance or by federal assistance programs, including costs to rebuild to advanced fire resistance standards and to replant climate ready trees and vegetation;
- Repair or reconstruct housing stock in areas that are experiencing a shortage of available housing by housing authorities and nonprofit organizations working to repair or reconstruct housing stock, or by owners of rental housing who agree to requirements to provide affordable rent;
- Rebuild neighborhoods planned to resist the impacts of natural disasters;
- Provide operating capital to a business experiencing a loss or interruption of business or to pay to repair or replace damaged business property and inventory; or
- Reimburse governmental entities for costs associated with a declared disaster that are not covered by available federal assistance, including costs associated with disaster management, fee waivers for building permits, infrastructure repairs, and replacement of lost revenue.

The bill creates the disaster resilience rebuilding program fund. The state treasurer is required to transfer \$15 million to the fund after the effective date of the bill. The money in the fund is continuously appropriated to the division for the rebuilding program.

Section 3 creates the sustainable rebuilding program in the Colorado energy office. The office is required to consult with the Colorado resiliency office and the department of local affairs in creating the sustainable rebuilding program. The sustainable rebuilding program's purpose is to provide loans and grants to homeowners, owners of residential rental property, and businesses that are rebuilding after a wildfire or other natural disaster to cover costs associated with building

high performing, energy efficient, and resilient homes and structures. The office may contract with a governmental entity, Colorado-based nonprofit green bank with history and expertise in providing loans and grants for energy efficiency projects and services, business nonprofit, bank, credit union, or community development financial institution to administer the sustainable rebuilding program. If the office contracts with an entity other than a governmental entity, the office is required to engage in an open and competitive process to select the entity.

The Colorado energy office or an administrator is required to establish policies for administering the sustainable rebuilding program, including application requirements, eligibility requirements for homeowners and businesses, maximum assistance levels, loan terms, and any specific criteria for the allowable uses of the loans and grants.

The loans and grants may be used to:

- Install high-efficiency heat pumps for heating space or water;
- Achieve advanced energy certifications, including from Energy Star, the Passive House Institute U.S., the United States department of energy zero energy ready homes, or other similar programs;
- Achieve net zero energy or net zero carbon buildings with the addition of renewable energy generation;
- Assist with the costs of installing battery storage and electric vehicle charging stations;
- Cover the incremental costs of building to the most recent energy standard adopted by a local jurisdiction compared to the earlier version of the jurisdiction's energy code; and
- Support other similar uses identified by the office.

The bill creates the sustainable rebuilding program fund. The state treasurer is required to transfer \$20 million to the fund after the effective date of the bill. The money in the fund is continuously appropriated to the office for the resiliency program.

Section 4 creates the office of climate preparedness in the governor's office. The office is required to coordinate disaster recovery efforts for the governor's office as well as the development and implementation of the statewide climate preparedness roadmap (roadmap) that the office is also charged with preparing and publishing.

The office of climate preparedness may establish interagency and intergovernmental task forces and community advisory groups to inform and support the work of the office. The office may promote community engagement and information sharing and further efforts to implement the recommendations of the roadmap.

The office of climate preparedness is required to coordinate the implementation of the roadmap and may establish criteria for evaluating existing programs in all other state agencies to ensure implementation of

the roadmap and its governing principles.

No later than December 1, 2023, the office of climate preparedness is required to prepare and publish and, every 3 years thereafter, update the roadmap. The roadmap must integrate and include information from all existing state plans that address climate mitigation, adaptation, resiliency, and recovery. The roadmap must build upon this previous body of work, seek to align existing plans, and identify any gaps in policy, planning, or resources. The roadmap must identify strategies for how the state will grow in population and continue to develop in a manner that meets certain goals specified in the bill.

1 Be it enacted by the General Assembly of the State of Colorado:

2 SECTION 1. Legislative declaration. (1) The general assembly
3 hereby finds and declares that:

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 (a) In recent years, hundreds of Colorado residents have lost their homes and businesses to wildfires, floods, and other disasters across the state;

(b) Many homeowners and owners of residential rental property
affected by wildfires or floods do not have adequate resources to rebuild
in the face of their loss, and may need hundreds of thousands of dollars
to rebuild a home similar to what they lost;

(c) Local business owners similarly face destruction of their
property, as well as interruptions to their business and resulting losses in
revenue;

(d) Local governments are also negatively affected by natural
disasters, both directly through damage to public infrastructure and
indirectly due to decreased property values, lowered tax revenues, and
increased work load in responding to the disaster and to the needs of
community members and residents working to recover;

(e) Rebuilding homes, businesses, and infrastructure in the wakeof wildfires, floods, and other disasters is essential to sustaining the

communities affected by the disaster, as well as to the recovery of the
 local and state economies that depend on those homeowners and
 businesses;

4 (f) Creating a disaster resilience rebuilding program to help 5 homeowners, businesses, local governments, and communities rebuild 6 after natural disasters will help local communities and the state recover 7 from the devastating physical and economic effects of disasters and 8 serves an important and discrete public purpose; and

9 (g) Supporting the physical and economic recovery of local 10 communities and the state is the primary purpose of the disaster resilience 11 rebuilding program and outweighs any benefit to private individuals or 12 entities.

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(2) The general assembly further finds and declares that:

(a) The need to rebuild homes and business structures after a
disaster also presents an opportunity to build homes and structures that
meet high performance building standards adopted by local communities
and voluntary sustainable building elements that exceed local code
requirements, including by incorporating fire-resistant building materials,
high-efficiency equipment and materials, and renewable energy and
battery storage technologies;

(b) Ensuring that homeowners and owners of residential rental
property can rebuild their homes as energy efficient and resilient
structures will lower utility costs for homeowners, residents, and
businesses, reduce greenhouse gas emissions, and produce healthier,
safer, and more resilient homes and businesses;

26 (c) Creating a sustainable rebuilding program to provide grants27 and loans to homeowners, owners of rental housing, mobile home parks,

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and businesses seeking to rebuild or rehabilitate from a wildfire or other
 disaster will help local communities and the state recover from the
 devastating effects of the disaster while also providing public health and
 environmental benefits to local communities and the state;

5 (d) By supporting the state and local communities in recovering 6 from wildfires and other disasters and promoting the public health and 7 environmental goals associated with high performance and resilient 8 buildings, a sustainable rebuilding program serves an important and 9 discrete public purpose; and

10 (e) Supporting the recovery of local communities and the state 11 from wildfires and other disasters and promoting the public health and 12 environmental benefits of high efficiency and resilient building is the 13 primary purpose of the program and outweighs any benefit to private 14 individuals or entities.

15 SECTION 2. In Colorado Revised Statutes, add 24-32-132 as
16 follows:

17 24-32-132. Disaster resilience rebuilding program - fund 18 creation - policies - report - definitions. (1) AS USED IN THIS SECTION,
19 UNLESS THE CONTEXT OTHERWISE REQUIRES:

20 (a) "ADMINISTRATOR" MEANS AN ENTITY OR ENTITIES THAT THE
21 DIVISION CONTRACTS WITH PURSUANT TO SUBSECTION (2)(b) OF THIS
22 SECTION TO ADMINISTER THE PROGRAM.

(b) "DECLARED DISASTER" MEANS A DISASTER EMERGENCY
 DECLARED BY THE GOVERNOR PURSUANT TO SECTION 24-33.5-704 (4) IN
 OR AFTER 2018 THAT RESULTED IN WIDESPREAD OR SEVERE DAMAGE OR
 LOSS OF PROPERTY OR INFRASTRUCTURE AS DETERMINED PURSUANT TO
 POLICIES ADOPTED BY THE DIVISION PURSUANT TO SUBSECTION (4) OF THIS

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1 <u>SECTION.</u>

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(c) "ELIGIBLE APPLICANT" MEANS:

3 (I) A PERSON WHO OWNS <u>OR RENTS</u> A HOME THAT IS THE PERSON'S
4 PRIMARY RESIDENCE, INCLUDING <u>AN APARTMENT OR</u> A MODULAR,
5 MANUFACTURED, OR MOBILE HOME, THAT WAS AFFECTED BY A DECLARED
6 DISASTER AND MEETS ELIGIBILITY CRITERIA ESTABLISHED BY POLICIES
7 ADOPTED PURSUANT TO SUBSECTION (5) OF THIS SECTION;

8 (II) A PERSON WHO OWNS RENTAL HOUSING, INCLUDING A 9 MODULAR, MANUFACTURED, OR MOBILE HOME, THAT WAS AFFECTED BY 10 A DECLARED DISASTER AND MEETS ELIGIBILITY CRITERIA ESTABLISHED BY 11 POLICIES ADOPTED PURSUANT TO SUBSECTION (4) OF THIS SECTION;

(III) A BUSINESS THAT OWNS REAL OR PERSONAL PROPERTY THAT
WAS AFFECTED BY A DECLARED DISASTER OR EXPERIENCED AN
INTERRUPTION OR LOSS OF BUSINESS DUE TO A DECLARED DISASTER AND
MEETS ELIGIBILITY CRITERIA ESTABLISHED BY POLICIES ADOPTED
PURSUANT TO SUBSECTION (4) OF THIS SECTION;

(IV) A HOUSING AUTHORITY CREATED PURSUANT TO PART 2 OR
PART 5 OF ARTICLE 4 OF TITLE 29 OR A LOW-INCOME HOUSING TAX CREDIT
PARTNERSHIP THAT SERVES AN AREA AFFECTED BY A DECLARED DISASTER;
(V) A COLORADO NONPROFIT CORPORATION THAT PROVIDES
CONSTRUCTION ASSISTANCE TO LOW-INCOME HOUSEHOLDS AND MEETS
ELIGIBILITY CRITERIA ESTABLISHED BY POLICIES ADOPTED PURSUANT TO
SUBSECTION (4) OF THIS SECTION; OR

24 (VI) A GOVERNMENTAL ENTITY WITH JURISDICTION IN AN AREA
25 AFFECTED BY A DECLARED DISASTER.

26 (d) "FUND" MEANS THE DISASTER RESILIENCE REBUILDING
27 PROGRAM FUND CREATED IN SUBSECTION (7) OF THIS SECTION.

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(e) "GOVERNMENTAL ENTITY" MEANS ANY AUTHORITY, COUNTY,
 MUNICIPALITY, CITY AND COUNTY, DISTRICT, OR OTHER POLITICAL
 SUBDIVISION OF THE STATE; ANY TRIBAL GOVERNMENT WITH JURISDICTION
 IN COLORADO; AND ANY INSTITUTION, DEPARTMENT, AGENCY, OR
 AUTHORITY OF ANY OF THE FOREGOING.

6 (f) "PROGRAM" MEANS THE DISASTER RESILIENCE REBUILDING
7 PROGRAM CREATED IN SUBSECTION (2) OF THIS SECTION.

8 (2) (a) THE DIVISION SHALL ESTABLISH THE DISASTER RESILIENCE
9 REBUILDING PROGRAM AS A LOAN AND GRANT PROGRAM IN ACCORDANCE
10 WITH THE REQUIREMENTS OF THIS SECTION AND THE POLICIES
11 ESTABLISHED BY THE DIVISION. THE PROGRAM MAY PROVIDE LOANS AND
12 GRANTS FROM THE FUND TO ELIGIBLE APPLICANTS SEEKING ASSISTANCE
13 AS THEY REBUILD THEIR COMMUNITY AFTER A DECLARED DISASTER.

14 (b) THE DIVISION MAY CONTRACT WITH A GOVERNMENTAL ENTITY, 15 HOUSING AUTHORITY, COLORADO-BASED NONPROFIT ORGANIZATION, 16 BUSINESS NONPROFIT ORGANIZATION, BANK, NONDEPOSITORY COMMUNITY 17 DEVELOPMENT FINANCIAL INSTITUTION, OR BUSINESS DEVELOPMENT 18 CORPORATION OR OTHER ENTITY AS DETERMINED BY THE DIVISION TO 19 ADMINISTER THE PROGRAM. IF THE DIVISION CONTRACTS WITH AN ENTITY 20 OR ENTITIES TO ADMINISTER THE PROGRAM, THE DIVISION SHALL USE AN 21 OPEN AND COMPETITIVE PROCESS TO SELECT THE ENTITY OR ENTITIES. A 22 CONTRACT WITH AN ADMINISTRATOR MAY INCLUDE AN ADMINISTRATION 23 FEE ESTABLISHED BY THE DIVISION AT AN AMOUNT REASONABLY 24 CALCULATED TO COVER THE ONGOING ADMINISTRATIVE COSTS OF THE 25 DIVISION IN OVERSEEING THE PROGRAM. THE DIVISION MAY ADVANCE 26 MONEY TO AN ENTITY UNDER A CONTRACT IN PREPARATION FOR ISSUING 27 LOANS AND GRANTS AND ADMINISTERING THE PROGRAM.

1 (3) A CONTRACT WITH AN ADMINISTRATOR MAY REQUIRE THE 2 ADMINISTRATOR TO REPAY ALL LENDING CAPITAL THAT IS NOT 3 COMMITTED TO LOANS OR GRANTS UNDER THE PROGRAM AND ALL 4 PRINCIPAL AND INTEREST THAT IS REPAID BY BORROWERS UNDER THE 5 PROGRAM AT THE END OF THE CONTRACT PERIOD IF, IN THE JUDGMENT OF 6 THE DIVISION, THE ADMINISTRATOR HAS NOT PERFORMED SUCCESSFULLY 7 UNDER THE TERMS OF THE CONTRACT. THE DIVISION MAY REDEPLOY 8 MONEY REPAID UNDER THIS SUBSECTION (3) AS GRANTS OR LOANS UNDER 9 THE PROGRAM OR THROUGH ANOTHER ADMINISTRATOR.

10 (4) THE DIVISION SHALL ESTABLISH AND PUBLICIZE POLICIES FOR
11 THE PROGRAM. AT A MINIMUM, THE POLICIES MUST ADDRESS:

12 (a) THE PROCESS AND ANY DEADLINES FOR APPLYING FOR AND
13 RECEIVING A LOAN OR GRANT UNDER THE PROGRAM, INCLUDING THE
14 INFORMATION AND DOCUMENTATION REQUIRED FOR THE APPLICATION;

15 (b) ELIGIBILITY CRITERIA FOR APPLICANTS TO THE PROGRAM;

16 (c) MAXIMUM ASSISTANCE LEVELS FOR LOANS AND GRANTS;

17 (d) LOAN TERMS, INCLUDING INTEREST RATES AND REPAYMENT18 TERMS;

(e) ANY ADDITIONAL SPECIFICATIONS OR CRITERIA FOR THE USES
OF THE GRANT OR LOAN MONEY ALLOWED BY SUBSECTION (5) OF THIS
SECTION;

(f) ANY REPORTING REQUIREMENTS FOR <u>RECIPIENTS</u>, <u>WHICH MUST</u>
 <u>INCLUDE THE DEMOGRAPHIC DATA OF EACH RECIPIENT AGGREGATED BY</u>

24 <u>RACE, ETHNICITY, DISABILITY STATUS, AND INCOME LEVEL;</u>

25 (g) ANY PROGRAM FEES, INCLUDING ANY APPLICATION FEE OR
26 ORIGINATION FEE, AND CLOSING COSTS;

27 (h) UNDERWRITING AND RISK MANAGEMENT POLICIES;

1 ANY REQUIREMENTS FOR APPLICANTS TO APPLY FOR OR (i) 2 EXHAUST OTHER SOURCES OF ASSISTANCE OR REIMBURSEMENT TO BE 3 ELIGIBLE FOR A LOAN OR GRANT UNDER THE PROGRAM. IF THE POLICIES 4 ESTABLISH SUCH A REQUIREMENT, THE POLICIES MUST SPECIFY TO WHICH 5 APPLICANTS THE REQUIREMENT APPLIES, WHICH SOURCES MUST BE 6 APPLIED FOR AND DENIED OR EXHAUSTED, AND WHAT DOCUMENTATION IS 7 NECESSARY TO ESTABLISH THE APPLICANT HAS MET THE REQUIREMENT. 8 (i) EQUITABLE COMMUNITY OUTREACH AND EQUITABLE ACCESS TO 9 PROGRAM INFORMATION, INCLUDING COMMUNICATIONS IN THE RELEVANT 10 LANGUAGES OF THE COMMUNITY AND EQUITABLE HEARING, SIGHT, AND 11 PHYSICAL ACCESSIBILITY; AND 12 (k) ANY ADDITIONAL POLICIES NECESSARY TO ADMINISTER THE 13 PROGRAM. 14 THE PROGRAM MAY PROVIDE LOANS OR GRANTS OR A (5)15 COMBINATION OF BOTH TO ELIGIBLE APPLICANTS. IN REVIEWING 16 APPLICATIONS AND AWARDING GRANTS, THE DIVISION SHALL GIVE 17 PRIORITY TO ELIGIBLE APPLICANTS WHO DEMONSTRATE THAT THEIR NEEDS 18 CANNOT BE MET BY OTHER SOURCES OF ASSISTANCE. LOANS OR GRANTS 19 MAY BE USED TO: 20 (a) SUBSIDIZE COSTS TO REPAIR OR REBUILD A HOMEOWNER'S 21 PRIMARY RESIDENCE THAT ARE INSUFFICIENTLY COVERED BY THE 22 HOMEOWNER'S INSURANCE OR BY LOANS, GRANTS, OR OTHER ASSISTANCE 23 AVAILABLE FROM THE FEDERAL EMERGENCY MANAGEMENT AGENCY, THE 24 FEDERAL SMALL BUSINESS ADMINISTRATION, OR OTHER STATE OR FEDERAL 25 ASSISTANCE PROGRAMS. COSTS THAT MAY BE COVERED INCLUDE, BUT ARE 26 NOT LIMITED TO:

27 (I) DIRECT COSTS OF REPAIRS OR RECONSTRUCTION OF A DAMAGED

1 OR DESTROYED PRIMARY RESIDENCE, INCLUDING COSTS TO REBUILD TO 2 ADVANCED FIRE AND OTHER NATURAL HAZARD MITIGATION STANDARDS; 3 (II) SOFT COSTS SUCH AS ARCHITECTURAL AND ENGINEERING 4 COSTS AND PERMITTING FEES ASSOCIATED WITH REPAIRING OR REBUILDING 5 A PRIMARY RESIDENCE; 6 (III) SOIL SAMPLING AND AIR QUALITY MONITORING; 7 (IV) CLEARANCE AND DEMOLITION COSTS, INCLUDING CONCRETE 8 FLAT WORK REMOVAL AND REMOVAL OF HAZARDOUS MATERIAL, 9 INCLUDING ASBESTOS; 10 (V) PRIVATE ROAD OR BRIDGE REPAIR IF NECESSARY TO ACCESS A 11 PRIMARY RESIDENCE; 12 (VI) COSTS ASSOCIATED WITH USING BUILDING AND SITE DESIGN 13 MEASURES THAT REDUCE RISK TO NATURAL HAZARDS, INCLUDING FIRE 14 RESISTANT BUILDING MATERIALS AND LANDSCAPE DESIGN; 15 (VII) COSTS TO REPLANT CLIMATE READY TREES AND 16 VEGETATION; 17 (VIII) TEMPORARY RENTAL ASSISTANCE DURING <u>RELOCATION OR</u> 18 REBUILDING OR RECOVERY WORK; AND 19 (IX) OTHER RECOVERY COSTS NOT COVERED BY OTHER SOURCES 20 THAT WILL INCREASE RESILIENCE TO FUTURE DISASTERS; 21 (b) REPAIR OR RECONSTRUCT HOUSING STOCK IN AN AREA THAT IS 22 AFFECTED BY A DECLARED DISASTER AND IS EXPERIENCING A SHORTAGE 23 OF ADEQUATE HOUSING OR HAS A SIGNIFICANT NUMBER OF AFFECTED 24 HOUSEHOLDS. THE PROGRAM MAY PROVIDE A GRANT OR LOAN UNDER THIS 25 SUBSECTION (5)(b) TO: 26 (I) A HOUSING AUTHORITY OR LOW-INCOME HOUSING TAX CREDIT 27 PARTNERSHIP TO FUND THE REPLACEMENT OR REPAIR OF MULTI-FAMILY

1 HOUSING IN AN AREA AFFECTED BY A DECLARED DISASTER;

2 (II) A NONPROFIT CORPORATION TO PROVIDE CONSTRUCTION
3 ASSISTANCE TO LOW-INCOME HOUSEHOLDS IN AN AREA AFFECTED BY A
4 DECLARED DISASTER;

5 (III) A PERSON WHO OWNS RENTAL HOUSING AND REQUIRES 6 ADDITIONAL RESOURCES TO REBUILD OR REPAIR THE RENTAL HOUSING. A 7 LOAN OR GRANT MADE PURSUANT TO THIS SUBSECTION (5)(b)(III) MUST 8 INCLUDE PROVISIONS REQUIRING THE RECIPIENT TO PROVIDE AFFORDABLE 9 RENT FOR THE RENTAL HOUSING FOLLOWING THE REPAIR OR 10 <u>RECONSTRUCTION AND TEMPORARY RENTAL ASSISTANCE FOR DISPLACED</u> 11 RENTERS, AS DETERMINED BY THE DIVISION.

12 (c) PROVIDE OPERATING CAPITAL TO A BUSINESS EXPERIENCING A
13 BUSINESS INTERRUPTION OR COVER THE COSTS OF REPLACING OR
14 REPAIRING THE BUSINESS'S REAL PROPERTY, EQUIPMENT, OR INVENTORY
15 THAT WAS LOST OR DAMAGED IN THE DISASTER;

16 (d) REBUILD NEIGHBORHOODS OR PORTIONS OF NEIGHBORHOODS 17 IN A MANNER THAT SERVES AS A PILOT PROJECT FOR ADVANCED 18 COMMUNITY PLANNING TO RESIST THE IMPACTS OF NATURAL DISASTERS 19 CAUSED BY CLIMATE CHANGE OR REDUCE ACTIONS THAT CONTRIBUTE TO 20 CLIMATE CHANGE, INCLUDING BUT NOT LIMITED TO MICRO-GRIDS, 21 COMMUNITY BATTERY STORAGE, COMMUNITY DISTRICT HEATING OR 22 GEOTHERMAL HEATING SYSTEMS, OR WILDFIRE RESILIENT LAND USE 23 PLANNING STRATEGIES;

(e) REIMBURSE A GOVERNMENTAL ENTITY FOR <u>ANY UNMET NEEDS</u>
ASSOCIATED WITH A DECLARED DISASTER THAT ARE NOT COVERED BY
PUBLIC ASSISTANCE FROM THE FEDERAL EMERGENCY MANAGEMENT
AGENCY OR OTHER STATE OR FEDERAL <u>ASSISTANCE, INCLUDING</u>

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1 ASSISTANCE PROVIDED PURSUANT TO SECTION 24-33.5-704 (7)(j). UNMET

2 <u>NEEDS</u> THAT MAY BE COVERED INCLUDE, BUT ARE NOT LIMITED TO:

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- 4 <u>(I)</u> REBUILDING OR REPAIRING TRANSPORTATION 5 INFRASTRUCTURE;
- 6 (II) HEALTH AND SAFETY IMPROVEMENTS OR INVESTMENTS
 7 RELATED TO DISASTER RECOVERY AND RESILIENCY; OR

8 (III) REPLACEMENT OF LOST REVENUE FROM SALES TAXES,
9 PROPERTY TAXES, PUBLIC UTILITY OR SERVICE FEES, OR OTHER REVENUE
10 SOURCES THAT WERE NEGATIVELY AFFECTED BY A DECLARED <u>DISASTER</u>;
11 <u>OR</u>

12 (f) ASSIST ELIGIBLE APPLICANTS IN ADDRESSING OTHER RELATED
 13 UNMET NEEDS AS ALLOWED BY THE POLICIES ADOPTED BY THE DIVISION
 14 PURSUANT TO SUBSECTION (4) OF THIS SECTION IN ORDER TO RECOVER OR
 15 REBUILD FROM A DECLARED DISASTER.

16 (6) THE DIVISION MAY SEEK, ACCEPT, AND EXPEND GIFTS, GRANTS,
17 OR DONATIONS FROM PRIVATE OR PUBLIC SOURCES FOR THE PURPOSES OF
18 THIS SECTION. THE DIVISION SHALL TRANSMIT ALL MONEY RECEIVED
19 THROUGH GIFTS, GRANTS, OR DONATIONS TO THE STATE TREASURER, WHO
20 SHALL CREDIT THE MONEY TO THE FUND.

(7) (a) THE DISASTER RESILIENCE REBUILDING PROGRAM FUND IS
HEREBY CREATED IN THE STATE TREASURY. THE FUND CONSISTS OF
MONEY TRANSFERRED TO THE FUND IN ACCORDANCE WITH SUBSECTION
(7)(d) OF THIS SECTION, ANY OTHER MONEY THAT THE GENERAL ASSEMBLY
APPROPRIATES OR TRANSFERS TO THE FUND, AND ANY GIFTS, GRANTS, OR
DONATIONS CREDITED TO THE FUND PURSUANT TO SUBSECTION (6) OF THIS
SECTION.

(b) THE STATE TREASURER SHALL CREDIT ALL INTEREST AND
 INCOME DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE
 FUND TO THE FUND.

- 4 (c) MONEY IN THE FUND IS CONTINUOUSLY APPROPRIATED TO THE
 5 DIVISION FOR THE PURPOSES SPECIFIED IN THIS SECTION.
- 6 (d) THREE DAYS AFTER THE EFFECTIVE DATE OF THIS SUBSECTION
 7 (7)(d), THE STATE TREASURER SHALL TRANSFER FIFTEEN MILLION DOLLARS
 8 FROM THE GENERAL FUND TO THE DISASTER RESILIENCE REBUILDING
 9 PROGRAM FUND CREATED IN SUBSECTION (7)(a) OF THIS SECTION.

<u>(8) THE DIVISION AND THE DEPARTMENT OF LOCAL AFFAIRS SHALL</u>
 <u>COLLABORATE WITH THE COLORADO ENERGY OFFICE CREATED IN SECTION</u>
 <u>24-38.5-101 ON THE IMPLEMENTATION OF THIS SECTION AS SET FORTH IN</u>
 SECTION 24-38.5-113 (8).

- 14 (9) ON OR BEFORE JANUARY 1, 2024, AND ON OR BEFORE EACH 15 JANUARY 1 THEREAFTER, THE DIVISION SHALL SUBMIT A REPORT 16 SUMMARIZING THE PROGRAM TO THE HOUSE OF REPRESENTATIVES 17 TRANSPORTATION AND LOCAL GOVERNMENT COMMITTEE AND THE SENATE 18 LOCAL GOVERNMENT COMMITTEE, OR THEIR SUCCESSOR COMMITTEES. 19 NOTWITHSTANDING THE REQUIREMENT IN SECTION 24-1-136 (11)(a)(I), 20 THE REQUIREMENT TO SUBMIT THE REPORT REQUIRED IN THIS SUBSECTION 21 (9) CONTINUES INDEFINITELY.
- SECTION 3. In Colorado Revised Statutes, add 24-38.5-113 as
 follows:

24 24-38.5-113. Sustainable rebuilding program - fund - creation
25 - policies - report - definitions. (1) As USED IN THIS SECTION, UNLESS
26 THE CONTEXT OTHERWISE REQUIRES:

27 (a) "Administrator" means an entity or entities that the

OFFICE CONTRACTS WITH PURSUANT TO SUBSECTION (2)(b) OF THIS
 SECTION TO ADMINISTER THE PROGRAM.

3 (b) "ELIGIBLE BUSINESS" MEANS A BUSINESS THAT OWNS A
4 BUILDING OR STRUCTURE THAT WAS AFFECTED BY A DISASTER
5 EMERGENCY DECLARED BY THE GOVERNOR PURSUANT TO SECTION
6 24-33.5-704 (4) AND THAT MEETS THE ELIGIBILITY CRITERIA ESTABLISHED
7 BY THE OFFICE IN POLICIES ADOPTED PURSUANT TO SUBSECTION (4) OF
8 THIS SECTION.

9 (c) "ELIGIBLE HOMEOWNER" MEANS A PERSON OR PERSONS WHO 10 OWN A HOME THAT WAS AFFECTED BY A DISASTER EMERGENCY DECLARED 11 BY THE GOVERNOR PURSUANT TO SECTION 24-33.5-704 (4) AND THAT 12 MEETS THE ELIGIBILITY CRITERIA ESTABLISHED BY THE OFFICE IN POLICIES 13 ADOPTED PURSUANT TO SUBSECTION (4) OF THIS SECTION.

14 (d) "FUND" MEANS THE SUSTAINABLE REBUILDING PROGRAM FUND
15 ESTABLISHED IN SUBSECTION (7) OF THIS SECTION.

16 (e) "GOVERNMENTAL ENTITY" MEANS ANY AUTHORITY, COUNTY,
17 MUNICIPALITY, CITY AND COUNTY, DISTRICT, OR OTHER POLITICAL
18 SUBDIVISION OF THE STATE; ANY TRIBAL GOVERNMENT WITH JURISDICTION
19 IN COLORADO; AND ANY INSTITUTION, DEPARTMENT, AGENCY, OR
20 AUTHORITY OF ANY OF THE FOREGOING.

21 (f) "HOME" MEANS ANY RESIDENTIAL STRUCTURE, INCLUDING A
22 MANUFACTURED, MOBILE, OR MODULAR HOME, WHETHER THE STRUCTURE
23 IS OWNER-OCCUPIED OR IS A RENTAL PROPERTY.

24 (g) "LOW-INCOME COMMUNITY MEMBER" MEANS AN INDIVIDUAL
25 OR HOUSEHOLD MEETING ONE OR MORE OF THE FOLLOWING CRITERIA:

26 (I) A HOUSEHOLD INCOME THAT IS LESS THAN OR EQUAL TO TWO
27 HUNDRED PERCENT OF THE FEDERAL POVERTY GUIDELINE;

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1 (II) A HOUSEHOLD INCOME THAT IS LESS THAN OR EQUAL TO 2 EIGHTY PERCENT OF MEDIAN INCOME FOR THE AREA; OR

3 (III) QUALIFICATION UNDER INCOME GUIDELINES ADOPTED BY THE
4 DEPARTMENT OF HUMAN SERVICES PURSUANT TO SECTION 40-8.5-105.

5 (h) "OFFICE" MEANS THE COLORADO ENERGY OFFICE CREATED IN
6 SECTION 24-38.5-101.

7 (i) "PROGRAM" MEANS THE SUSTAINABLE REBUILDING PROGRAM
8 CREATED IN SUBSECTION (2) OF THIS SECTION.

9 (2) (a) THE OFFICE SHALL, IN CONSULTATION WITH THE 10 DEPARTMENT OF LOCAL AFFAIRS, ESTABLISH THE SUSTAINABLE 11 REBUILDING PROGRAM AS A LOAN AND GRANT PROGRAM IN ACCORDANCE 12 WITH THE REQUIREMENTS OF THIS SECTION AND THE POLICIES 13 ESTABLISHED BY THE OFFICE PURSUANT TO SUBSECTION (4) OF THIS 14 SECTION. THE PROGRAM MAY PROVIDE LOANS AND GRANTS FROM THE 15 FUND TO ELIGIBLE HOMEOWNERS AND ELIGIBLE BUSINESSES SEEKING 16 ASSISTANCE TO REBUILD HIGH-EFFICIENCY HOMES AND BUILDINGS AFTER 17 A DISASTER EMERGENCY DECLARED BY THE GOVERNOR PURSUANT TO 18 SECTION 24-33.5-704 (4).

19 (b) THE OFFICE MAY CONTRACT WITH A GOVERNMENTAL ENTITY, 20 COLORADO-BASED NONPROFIT GREEN BANK WITH A HISTORY OF AND 21 EXPERTISE IN PROVIDING LOANS AND GRANTS FOR SUCCESSFUL ENERGY 22 EFFICIENCY PROJECTS AND SERVICES, BUSINESS NONPROFIT 23 ORGANIZATION, BANK, NONDEPOSITORY COMMUNITY DEVELOPMENT 24 FINANCIAL INSTITUTION, OR BUSINESS DEVELOPMENT CORPORATION OR 25 OTHER ENTITY AS DETERMINED BY THE OFFICE TO ADMINISTER THE 26 PROGRAM. IF THE OFFICE CONTRACTS WITH AN ENTITY OR ENTITIES TO ADMINISTER THE PROGRAM, THE OFFICE SHALL USE AN OPEN AND 27

<u>COMPETITIVE PROCESS TO SELECT THE ENTITY OR ENTITIES. A CONTRACT</u>
 <u>WITH AN ADMINISTRATOR MAY INCLUDE AN ADMINISTRATION FEE</u>
 <u>ESTABLISHED BY THE OFFICE AT AN AMOUNT REASONABLY CALCULATED</u>
 <u>TO COVER THE ONGOING ADMINISTRATIVE COSTS OF THE OFFICE IN</u>
 <u>OVERSEEING THE PROGRAM. THE OFFICE MAY ADVANCE MONEY TO AN</u>
 <u>ENTITY UNDER A CONTRACT IN PREPARATION FOR ISSUING LOANS AND</u>
 <u>GRANTS AND ADMINISTERING THE PROGRAM.</u>

8 (3) A CONTRACT WITH AN ADMINISTRATOR MAY REQUIRE THE 9 ADMINISTRATOR TO REPAY ALL LENDING CAPITAL THAT IS NOT 10 COMMITTED TO LOANS OR GRANTS UNDER THE PROGRAM AND ALL 11 PRINCIPAL AND INTEREST THAT IS REPAID BY BORROWERS UNDER THE 12 PROGRAM AT THE END OF THE CONTRACT PERIOD IF, IN THE JUDGMENT OF 13 THE OFFICE, THE ADMINISTRATOR HAS NOT PERFORMED SUCCESSFULLY 14 UNDER THE TERMS OF THE CONTRACT. THE OFFICE MAY REDEPLOY MONEY 15 REPAID UNDER THIS SUBSECTION (3) AS GRANTS OR LOANS UNDER THE 16 PROGRAM OR THROUGH ANOTHER ADMINISTRATOR.

17 (4) (a) THE OFFICE OR, IF APPLICABLE, AN ADMINISTRATOR SHALL
18 ESTABLISH AND PUBLICIZE POLICIES FOR THE PROGRAM. AT A MINIMUM,
19 THE POLICIES MUST ADDRESS:

20 (I) THE PROCESS AND ANY DEADLINES FOR APPLYING FOR AND
21 RECEIVING A LOAN OR GRANT UNDER THE PROGRAM, INCLUDING THE
22 INFORMATION AND DOCUMENTATION REQUIRED FOR THE APPLICATION;

- 23 (II) ELIGIBILITY CRITERIA FOR HOMEOWNERS AND BUSINESSES
 24 APPLYING TO THE PROGRAM;
- 25 (III) MAXIMUM ASSISTANCE LEVELS FOR LOANS AND GRANTS;
 26 (IV) LOAN TERMS, INCLUDING INTEREST RATES AND REPAYMENT
 27 TERMS;

(V) ANY ADDITIONAL SPECIFICATIONS OR CRITERIA FOR THE USES
 OF THE GRANT OR LOAN MONEY ALLOWED BY SUBSECTION (5) OF THIS
 SECTION;

4 (VI) ANY REPORTING REQUIREMENTS FOR <u>RECIPIENTS, WHICH</u>
5 <u>MUST INCLUDE THE DEMOGRAPHIC DATA OF EACH RECIPIENT AGGREGATED</u>
6 BY RACE, ETHNICITY, DISABILITY STATUS, AND INCOME LEVEL;

7 (VII) ANY PROGRAM FEES, INCLUDING ANY APPLICATION FEE OR
8 ORIGINATION FEE, AND CLOSING COSTS;

9 (VIII) UNDERWRITING AND RISK MANAGEMENT POLICIES;

10 <u>(IX) Equitable community outreach and equitable access</u>

11 TO PROGRAM INFORMATION, INCLUDING COMMUNICATIONS IN THE

12 <u>RELEVANT LANGUAGES OF THE COMMUNITY AND EQUITABLE HEARING,</u>

13 <u>SIGHT, AND PHYSICAL ACCESSIBILITY; AND</u>

14 (X) ANY ADDITIONAL POLICIES NECESSARY TO ADMINISTER THE
 15 PROGRAM.

16 (b) The policies required by this subsection (4) shall be
17 DEVELOPED AND IMPLEMENTED WITH A GOAL OF ENSURING THAT
18 LOW-INCOME COMMUNITY MEMBERS WHO ARE MOST IMPACTED BY
19 CLIMATE CHANGE RECEIVE EQUITABLE SUPPORT AND RESOURCES.

20 (5) LOANS AND GRANTS RECEIVED FROM THE PROGRAM MAY BE21 USED:

(a) TO REBUILD OR REHABILITATE A HOME OR BUILDING WITH A
HIGHLY EFFICIENT HEAT PUMP FOR SPACE OR WATER HEATING;

(b) TO ACHIEVE ADVANCED ENERGY CERTIFICATIONS, INCLUDING
FROM ENERGY STAR, THE PASSIVE HOUSE INSTITUTE U.S., THE UNITED
STATES DEPARTMENT OF ENERGY ZERO ENERGY READY HOMES, OR OTHER
SIMILAR PROGRAMS, AS DETERMINED BY THE OFFICE;

(c) TO ACHIEVE NET ZERO ENERGY OR NET ZERO CARBON
 BUILDINGS WITH THE ADDITION OF RENEWABLE ENERGY GENERATION;

3 (d) TO ASSIST WITH THE COSTS OF INSTALLING BATTERY STORAGE
4 AND ELECTRIC VEHICLE CHARGING STATIONS;

5 (e) IN A JURISDICTION THAT HAS ADOPTED THE MOST RECENT 6 EDITION OF THE INTERNATIONAL ENERGY CONSERVATION CODE OR 7 ENERGY REQUIREMENTS THAT EXCEED THE REQUIREMENTS OF THAT CODE, 8 TO ASSIST WITH THE INCREMENTAL COSTS OF MEETING THE REQUIREMENTS 9 OF THAT CODE COMPARED TO THE PREVIOUS EDITION OF THE CODE, TAKING 10 INTO ACCOUNT THE FUNDING AVAILABLE FROM UTILITIES AND FROM THE 11 LAW, AND ORDINANCE COVERAGE OF ANY AVAILABLE HOMEOWNERS 12 INSURANCE; AND

13

(f) FOR OTHER SIMILAR USES AS DETERMINED BY THE OFFICE.

14 (6) THE OFFICE MAY SEEK, ACCEPT, AND EXPEND GIFTS, GRANTS,
15 OR DONATIONS FROM PRIVATE OR PUBLIC SOURCES FOR THE PURPOSES OF
16 THIS SECTION. THE OFFICE SHALL TRANSMIT ALL MONEY RECEIVED
17 THROUGH GIFTS, GRANTS, OR DONATIONS TO THE STATE TREASURER, WHO
18 SHALL CREDIT THE MONEY TO THE FUND.

(7) (a) THE SUSTAINABLE REBUILDING PROGRAM FUND IS HEREBY
CREATED IN THE STATE TREASURY. THE FUND CONSISTS OF MONEY
TRANSFERRED TO THE FUND IN ACCORDANCE WITH SUBSECTION (7)(d) OF
THIS SECTION, ANY OTHER MONEY THAT THE GENERAL ASSEMBLY
APPROPRIATES OR TRANSFERS TO THE FUND, AND ANY GIFTS, GRANTS, OR
DONATIONS CREDITED TO THE FUND PURSUANT TO SUBSECTION (6) OF THIS
SECTION.

26 (b) THE STATE TREASURER SHALL CREDIT ALL INTEREST AND
27 INCOME DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE

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1 FUND TO THE FUND.

2 (c) MONEY IN THE FUND IS CONTINUOUSLY APPROPRIATED TO THE
3 OFFICE FOR THE PURPOSES SPECIFIED IN THIS SECTION.

4 (d) THREE DAYS AFTER THE EFFECTIVE DATE OF THIS SUBSECTION
5 (7)(d), THE STATE TREASURER SHALL TRANSFER TWENTY MILLION
6 DOLLARS FROM THE GENERAL FUND TO THE SUSTAINABLE REBUILDING
7 PROGRAM FUND CREATED IN SUBSECTION (7)(a) OF THIS SECTION.

8 (8) IN IMPLEMENTING THIS SECTION, THE OFFICE SHALL 9 COLLABORATE WITH THE DEPARTMENT OF LOCAL AFFAIRS CREATED IN 10 SECTION 24-1-125 IN ORDER TO OFFER STREAMLINED CUSTOMER SERVICE 11 FOR THE SUSTAINABLE REBUILDING PROGRAM AND THE DISASTER 12 RESILIENCE REBUILDING PROGRAM CREATED IN SECTION 24-32-132. THE 13 OFFICE AND THE DEPARTMENT OF LOCAL AFFAIRS SHALL SEEK TO CREATE 14 A SINGLE PUBLIC-FACING, USER-FRIENDLY INTERFACE FOR THE TWO 15 PROGRAMS IN ENGLISH AND SPANISH THAT PRIORITIZES ACCESSIBILITY 16 AND EASE OF NAVIGATION FOR APPLICANTS.

17 (9) ON OR BEFORE JANUARY 1, 2024, AND ON OR BEFORE EACH 18 JANUARY 1 THEREAFTER, THE OFFICE SHALL SUBMIT A REPORT 19 SUMMARIZING THE PROGRAM TO THE HOUSE OF REPRESENTATIVES ENERGY 20 AND ENVIRONMENT COMMITTEE AND THE SENATE TRANSPORTATION AND 21 ENERGY COMMITTEE, OR THEIR SUCCESSOR COMMITTEES. 22 NOTWITHSTANDING THE REQUIREMENT IN SECTION 24-1-136(11)(a)(I), 23 THE REQUIREMENT TO SUBMIT THE REPORT REQUIRED IN THIS SUBSECTION 24 (9) CONTINUES INDEFINITELY.

25 SECTION 4. In Colorado Revised Statutes, add article 38.8 to
 26 title 24 as follows:

27

ARTICLE 38.8

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Statewide Climate Preparedness Roadmap

2 24-38.8-101. Legislative declaration. (1) THE GENERAL
3 ASSEMBLY HEREBY FINDS AND DECLARES THAT:

1

4 (a) ENSURING A THRIVING FUTURE FOR THE STATE OF COLORADO 5 AND ITS CITIZENS REQUIRES A COLLABORATIVE, COORDINATED, AND 6 PROACTIVE STATEWIDE EFFORT TO IDENTIFY, PLAN FOR, ADDRESS, AND 7 AVOID ANY DETRIMENTAL IMPACTS OF CLIMATE CHANGE. AVOIDING 8 FUTURE DISASTERS, AND DETRIMENTAL IMPACTS TO OUR NATURAL 9 SYSTEMS, BUILT ENVIRONMENT, AND PEOPLE, BY MEANS OF THOROUGH 10 AND COORDINATED PLANNING AND PREPAREDNESS WILL BE MORE 11 EFFICIENT AND COST EFFECTIVE THAN SHORT-TERM SOLUTIONS.

12 (b)UNDERTAKING A DATA-DRIVEN, COMPREHENSIVE, AND 13 AGGREGATE ANALYSIS OF POPULATION AND ENVIRONMENTAL TRENDS TO 14 UNDERSTAND THE LIKELY IMPACT ON COLORADO'S INFRASTRUCTURE, 15 PEOPLE, LANDSCAPES, ECOSYSTEMS, AND COMMUNITIES WILL AID IN 16 INFORMING THE STATE AND LOCAL GOVERNMENTS ABOUT POTENTIAL 17 THREATS; ALIGNING RESOURCES; IDENTIFYING GAPS IN POLICY, 18 COORDINATION, OR COMMUNICATION; AND DEVELOPING EFFICIENT, 19 EFFECTIVE, AND EQUITABLE SOLUTIONS.

20 (c) A COMPREHENSIVE, STRATEGIC PLAN FOR HOW COLORADO CAN
21 GROW IN A MANNER THAT ACHIEVES THE STATE'S CLIMATE MITIGATION
22 GOALS AND ADAPTS TO A WARMING CLIMATE WILL PROVIDE THE STATE
23 WITH A PATH FOR BECOMING MORE CLIMATE-RESILIENT, AFFORDABLE,
24 INCLUSIVE, AND ECONOMICALLY COMPETITIVE.

(d) IN 2015, THE STATE OF COLORADO WISELY UNDERTOOK A
LONG-TERM, COMPREHENSIVE, LIVING APPROACH TO EVALUATING AND
PLANNING THE FUTURE OF THE STATE'S WATER RESOURCES THROUGH THE

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DEVELOPMENT OF THE COLORADO WATER PLAN. MUCH AS WATER IS THE
 LIFEBLOOD OF THE STATE, COLORADO'S CLIMATE FUTURE IS VITAL TO THE
 HEALTH OF COLORADO COMMUNITIES. THE STATE, THEREFORE, SHOULD
 MAKE THE SAME EFFORT TO ADDRESS ITS CLIMATE FUTURE AS IT DOES TO
 ADDRESS WATER CONSERVATION GIVEN THE DEMONSTRATED AND
 INCREASING IMPACTS OF CLIMATE CHANGE ON THE STATE'S COMMUNITIES,
 INFRASTRUCTURE, AND NATURAL SYSTEMS.

8 (e) THE STATE OF COLORADO IS EXPECTED TO CONTINUE TO GROW,
9 ADDING MORE THAN ONE MILLION EIGHT HUNDRED THOUSAND NEW
10 PEOPLE BETWEEN 2020 AND 2050. THIS POPULATION GROWTH WILL LEAD
11 TO DYNAMIC SHIFTS IN HOW THE MOVEMENT OF GOODS AND PEOPLE
12 IMPACTS STATEWIDE RESOURCES, SYSTEMS, COMMUNITIES, ECONOMIES,
13 AND THE STATE'S PUBLIC LANDS, AIR, WATER RESOURCES, AND WILDLIFE
14 RESOURCES.

(f) WHILE COLORADO GROWS, A CHANGING CLIMATE IS ALREADY
SHOWING INCREASINGLY LONG-TERM DETRIMENTAL EFFECTS ON OUR
WATER RESOURCES, PUBLIC LANDS, WILDLIFE POPULATIONS, AND FOREST
HEALTH, AS WELL AS OUR PUBLIC INFRASTRUCTURE, BUILT ENVIRONMENT,
AND PUBLIC HEALTH.

20 THE NUMBER OF DISASTERS AROUND THE WORLD HAS (g) 21 INCREASED BY A FACTOR OF FIVE OVER THE PREVIOUS FIFTY YEARS, AND 22 THE RATE OF INCREASE IS EXPECTED TO CONTINUE AND ACCELERATE. 23 COLORADO CONTINUES TO EXPERIENCE SIGNIFICANT CLIMATE CHANGE 24 INDUCED NATURAL DISASTERS, INCLUDING WILDFIRES, DROUGHT, FLASH 25 FLOODING, AND MUDSLIDES THAT HAVE RESULTED IN SIGNIFICANT 26 INCREASES IN THE USE OF STATE RESOURCES AND WORK TIME EXPENDED 27 BY STATE EMPLOYEES. BY 2050, WITHOUT SIGNIFICANT INTERVENTIONS, THE AVERAGE AREA OF OUR STATE BURNED BY FIRE EACH YEAR IS
 EXPECTED TO INCREASE ANYWHERE FROM FIFTY PERCENT TO TWO
 HUNDRED PERCENT.

4 (h) THE GENERAL ASSEMBLY, THROUGH HOUSE BILL 19-1261,
5 ENACTED IN 2019, HAS SET GOALS TO ENSURE THAT THE STATE WILL
6 REDUCE GREENHOUSE GAS POLLUTION. RELATIVE TO 2005 LEVELS, THE
7 STATE HAS SET GOALS TO REDUCE GREENHOUSE GAS POLLUTION
8 STATEWIDE BY TWENTY-SIX PERCENT BY 2025, FIFTY PERCENT BY 2030,
9 AND NINETY PERCENT BY 2050.

10 (i) THE STATE'S NATURAL SYSTEMS, LANDS, WATERS, AIR, AND 11 WILDLIFE FACE SIGNIFICANT IMPACTS FROM CLIMATE CHANGE AND 12 CHANGING DEMOGRAPHICS, AND REPRESENT FOUNDATIONAL ELEMENTS OF 13 COLORADO'S CHARACTER, STATEWIDE ECONOMIES, AND LOCAL 14 ECONOMIES. A COMPREHENSIVE APPROACH TO CLIMATE PREPAREDNESS 15 MUST ADDRESS THE NEEDS OF THE STATE'S NATURAL SYSTEMS, LANDS, 16 WATERS, AIR, AND WILDLIFE TO ENSURE THRIVING SYSTEMS AND THEIR 17 LONG-TERM HEALTH. A COMPREHENSIVE APPROACH TO CLIMATE 18 PREPAREDNESS SHOULD SUPPORT THE CRITICAL ROLE THAT VOLUNTARY 19 AND INCENTIVE-BASED CONSERVATION MEASURES PLAY IN SUPPORTING 20 AGRICULTURAL PRODUCERS AND PRIVATE LANDOWNERS WHILE ACHIEVING 21 BROADER ECOSYSTEM BENEFITS. A COMPREHENSIVE APPROACH TO 22 CLIMATE PREPAREDNESS SHOULD ALSO ADDRESS THE NEED TO ENSURE 23 RESILIENT AND CONNECTED LANDSCAPES THAT ARE CRITICALLY 24 IMPORTANT FOR ECOSYSTEM HEALTH IN FACING THE IMPACTS OF CLIMATE 25 CHANGE.

26 (j) FOLLOWING PASSAGE OF THE FEDERAL "AMERICAN RESCUE
27 PLAN ACT", THE UNITED STATES CONGRESS HAS PASSED THE

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1 ONCE-IN-A-GENERATION, FEDERAL "INFRASTRUCTURE INVESTMENT AND 2 JOBS ACT" THAT WILL DIRECTLY PROVIDE OVER THREE BILLION DOLLARS 3 TO COLORADO FOR CRITICAL INFRASTRUCTURE AND OTHER AREAS OF 4 NEEDED INVESTMENT OVER THE NEXT FIVE YEARS. THESE RARE, ONE-TIME 5 INVESTMENTS WILL HAVE A PROFOUND IMPACT ON THE WAY THE STATE 6 GROWS. THESE INVESTMENTS SHOULD BE PLANNED AND UNDERTAKEN IN 7 CONCERT WITH THE GOALS ARTICULATED BY HOUSE BILL 19-1261, IN A 8 MANNER THAT SEEKS TO AVOID FUTURE DISASTERS AND SUPPORT CLIMATE 9 ADAPTATION NEEDS, AND ARE ASSISTED BY A COORDINATED EFFORT.

10 (k) THE STATE CAN REALIZE THE BEST OUTCOMES IN PREPARING
11 FOR CLIMATE AND DEMOGRAPHIC CHANGES BY PROMOTING STRONG
12 PARTNERSHIPS WITH LOCAL GOVERNMENTS AND COMMUNITY PARTNERS;
13 IDENTIFYING NEEDS, SUPPORT, AND INCENTIVES FOR LOCAL COMMUNITIES;
14 AND FOSTERING COORDINATION AMONG LOCAL GOVERNMENTS TO
15 ACHIEVE REGIONAL AND STATEWIDE BENEFITS.

(1) THE STATE MUST ENSURE THAT EQUITY, ENVIRONMENTAL
JUSTICE, AND REPRESENTATION ARE CENTRAL CONSIDERATIONS OF STATE
PREPAREDNESS, PLANNING, COORDINATION, AND OUTCOMES. EQUITY
MUST BE A KEY VALUE IN PREPARING FOR A WORLD THAT IS IMPACTED BY
CLIMATE CHANGE AND EVER INCREASING DISASTERS TO ENSURE THE
REPRESENTATION OF THOSE COMMUNITIES THAT STAND TO BE THE MOST
AFFECTED BY A CHANGING CLIMATE.

23 24-38.8-102. Office of climate preparedness - creation - powers
24 and duties. (1) THE OFFICE OF CLIMATE PREPAREDNESS, REFERRED TO IN
25 THIS ARTICLE 38.8 AS THE "OFFICE", IS CREATED IN THE GOVERNOR'S ______
26 OFFICE. THE OFFICE SHALL:

27 <u>(I) COORDINATE DISASTER RECOVERY EFFORTS FOR THE</u>

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<u>GOVERNOR'S OFFICE, AS DETERMINED BY THE GOVERNOR AND CONSISTENT</u>
 <u>WITH SECTIONS 24-33.5-704 (6.5) AND 24-33.5-705.2, SEEKING TO</u>
 <u>INTEGRATE CLIMATE RESILIENCE AND ADAPTATION INTO RECOVERY</u>
 <u>EFFORTS; AND</u>
 (II) DEVELOP, PUBLISH, AND IMPLEMENT THE STATEWIDE CLIMATE

6 <u>PREPAREDNESS ROADMAP REQUIRED PURSUANT TO SECTION 24-38.8-103</u>
 7 (1).

8 THE OFFICE MAY ESTABLISH INTERAGENCY AND (2)9 INTERGOVERNMENTAL TASK FORCES AND COMMUNITY ADVISORY GROUPS, 10 WITH PARTICULAR ATTENTION TO THE INCLUSION, ACCESSIBILITY, AND 11 ENGAGEMENT OF DISPROPORTIONATELY IMPACTED COMMUNITIES, AS 12 DEFINED IN SECTION 24-4-109 (2)(b)(II), TO INFORM AND SUPPORT THE 13 WORK OF THE OFFICE. THE OFFICE MAY PROMOTE COMMUNITY 14 ENGAGEMENT AND INFORMATION SHARING AND FURTHER EFFORTS TO 15 IMPLEMENT THE RECOMMENDATIONS OF THE ROADMAP.

16 (3) THE OFFICE SHALL DIRECT THE IMPLEMENTATION OF THE
17 <u>ROADMAP, INCLUDING ALL SUBSEQUENT UPDATES, AND MAY ESTABLISH</u>
18 CRITERIA FOR EVALUATING EXISTING PROGRAMS IN ALL OTHER STATE
19 AGENCIES TO ENSURE IMPLEMENTATION OF THE ROADMAP AND ITS
20 GOVERNING PRINCIPLES.

21 24-38.8-103. Development of statewide climate preparedness
22 roadmap. (1) NO LATER THAN DECEMBER 1, 2023, THE OFFICE SHALL
23 PREPARE AND PUBLISH AND, EVERY THREE YEARS THEREAFTER, UPDATE
24 ALONG-TERM, STATEWIDE CLIMATE PREPAREDNESS STRATEGIC PLAN AND
25 ROADMAP, REFERRED TO IN THIS ARTICLE 38.8 AS THE "ROADMAP". THE
26 ROADMAP MUST INTEGRATE AND INCLUDE INFORMATION FROM ALL
27 EXISTING STATE PLANS THAT ADDRESS CLIMATE MITIGATION,

1 ADAPTATION, RESILIENCY, AND RECOVERY, INCLUDING NEW OR UPDATED 2 PLANS COMPLETED AFTER THE INITIAL PUBLICATION OF THE ROADMAP. 3 THE ROADMAP MUST BUILD UPON THIS PREVIOUS BODY OF WORK, SEEK TO 4 ALIGN EXISTING PLANS, AND IDENTIFY ANY GAPS IN POLICY, PLANNING, OR 5 RESOURCES. THE ROADMAP SERVES TO UPDATE ANY OUTDATED 6 ASSUMPTIONS, DEMOGRAPHIC INFORMATION, AND STATEWIDE GOALS IN 7 EXISTING PLANS WITH THE MOST RECENT AND AVAILABLE INFORMATION. 8 THE ROADMAP MUST IDENTIFY STRATEGIES FOR HOW THE STATE WILL 9 GROW IN POPULATION AND CONTINUE TO DEVELOP IN A MANNER THAT:

10 (a) IS IN ALIGNMENT WITH STATE GREENHOUSE GAS REDUCTION
11 GOALS AND GREENHOUSE GAS ROADMAP AND CLIMATE MITIGATION
12 STRATEGIES, PARTICULARLY IN THE NATURAL AND WORKING LANDS, LAND
13 USE DEVELOPMENT, <u>WATER QUALITY AND QUANTITY</u>, AND
14 TRANSPORTATION SECTORS OF THE STATE;

15 (b) ADAPTS TO A WARMING CLIMATE, PARTICULARLY UTILIZING 16 ECOSYSTEM-BASED ADAPTATION STRATEGIES AND BEST AVAILABLE 17 SCIENCE, TO ENSURE THE LONG-TERM HEALTH OF THE STATE'S LANDS, 18 PEOPLE, WATERS, WILDLIFE, NATIVE BIODIVERSITY, AND NATURAL 19 SYSTEMS; INCREASE THE RESILIENCE OF COLORADO'S SPECIES, HABITATS, 20 ECOSYSTEMS, AND NATURAL INFRASTRUCTURE TO THE EFFECTS OF 21 CLIMATE CHANGE; AND INFORM THE DEVELOPMENT OF STATEWIDE 22 CONSERVATION GOALS, IN ONGOING COORDINATION WITH THE DIVISION OF 23 PARKS AND WILDLIFE IN THE DEPARTMENT OF NATURAL RESOURCES 24 CREATED IN SECTION 33-9-104 (1), THE DEPARTMENT OF NATURAL 25 RESOURCES CREATED IN SECTION 24-33-101 (1), AND THE DEPARTMENT OF 26 AGRICULTURE CREATED IN SECTION 35-1-103;

27 (c) MAXIMIZES THE USE OF RESILIENCY PRINCIPLES FOR THE

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1	STATE'S BUILT ENVIRONMENT TO STRENGTHEN THE STATE'S
2	INFRASTRUCTURE AND MINIMIZE THE IMPACTS OF NATURAL DISASTERS ON
3	COMMUNITIES IN COORDINATION WITH THE DEPARTMENT OF PUBLIC
4	SAFETY CREATED IN SECTION 24-33.5-103, THE DEPARTMENT OF LOCAL
5	AFFAIRS CREATED IN SECTION 24-1-125, AND THE COLORADO RESILIENCY
6	OFFICE CREATED IN SECTION 24-32-122; AND
7	(d) <u>ACTIVELY TAKES INTO ACCOUNT THAT DISPROPORTIONATELY</u>
8	<u>IMPACTED COMMUNITIES, AS DEFINED IN SECTION 24-4-109 (2)(b)(II),</u> ARE
9	PARTICULARLY VULNERABLE TO THE IMPACTS OF CLIMATE CHANGE AND
10	IDENTIFIES OPPORTUNITIES FOR PROJECTS, POLICIES, AND STRATEGIES TO
11	PROTECT THE STATE'S MOST VULNERABLE RESIDENTS WITH THE GOAL OF
12	ATTAINING A MORE EQUITABLE FUTURE.
13	SECTION 5. In Colorado Revised Statutes, add 10-1-143 as
14	<u>follows:</u>
15	10-1-143. Study on homeowner's insurance - repeal. (1) THE
16	COMMISSIONER SHALL CONDUCT A STUDY AND PREPARE A REPORT
17	CONCERNING METHODS TO ADDRESS THE STABILITY, AVAILABILITY, AND
18	AFFORDABILITY OF HOMEOWNER'S INSURANCE FOR COLORADANS WITH A
19	FOCUS ON STABILIZING THE CURRENT MARKET. THE STUDY MUST TAKE
20	INTO CONSIDERATION:
21	(a) CURRENT MARKET CONDITIONS, INCLUDING:
22	(I) AVAILABILITY OF COVERAGE BY COUNTY OR ZIP CODE;
23	
	(II) AFFORDABILITY OF COVERAGE BY PROPERTY VALUE; AND
24	(II) AFFORDABILITY OF COVERAGE BY PROPERTY VALUE; AND (III) IDENTIFICATION OF AREAS OF THE STATE WITH PARTICULAR
24 25	
	(III) IDENTIFICATION OF AREAS OF THE STATE WITH PARTICULAR

1	SUSTAINABILITY AND AVAILABILITY OF HOMEOWNER'S INSURANCE
2	COVERAGE.
3	(2) (a) The commissioner may contract with a third party
4	TO CONDUCT THE STUDY REQUIRED IN SUBSECTION (1) OF THIS SECTION.
5	The commissioner is not required to comply with the
6	"PROCUREMENT CODE", ARTICLES 101 TO 112 OF TITLE 24, FOR PURPOSES
7	OF THIS SUBSECTION (2).
8	(b) THE COMMISSIONER AND ANY THIRD PARTY CONDUCTING THE
9	STUDY SHALL ENGAGE WITH AND SEEK INPUT FROM CARRIERS, CONSUMER
10	GROUPS, AND OTHER INTERESTED PARTIES.
11	(3) THE COMMISSIONER SHALL SUBMIT THE REPORT REQUIRED BY
12	THIS SECTION TO THE HOUSE OF REPRESENTATIVES BUSINESS AFFAIRS AND
13	LABOR COMMITTEE, THE SENATE BUSINESS, LABOR, AND TECHNOLOGY
14	COMMITTEE, OR THEIR SUCCESSOR COMMITTEES, AND THE JOINT BUDGET
15	<u>COMMITTEE. THE REPORT MAY BE CONSIDERED, AS NECESSARY, IN THE</u>
16	BUDGETING PROCESS. THE REPORT MAY INCLUDE RECOMMENDATIONS FOR
17	OTHER PROPERTY INSURANCE MARKETS THAT NEED TO BE STUDIED.
18	(4) This section is repealed, effective July 1, 2023.
19	SECTION 6. In Colorado Revised Statutes, 24-33.5-1203, add
20	(1)(x) as follows:
21	24-33.5-1203. Duties of division. (1) The division shall perform
22	the following duties:
23	(x) Establish and maintain a statewide fire dispatch
24	CENTER TO ENSURE RAPID RESPONSE OF FIRE-BASED RESOURCES TO
25	EMERGING WILDFIRE AND ALL-HAZARD INCIDENTS IN SUPPORT OF LOCAL,
26	COUNTY, STATE, AND FEDERAL AGENCIES IN COLORADO.
27	SECTION 7 In Colorado Revised Statutes 24-33 5-1228

27 SECTION 7. In Colorado Revised Statutes, 24-33.5-1228,

1	amend (3)(c)(I); and add (2.5)(b)(V) and (3)(c)(III) as follows:
2	<u>24-33.5-1228. Colorado firefighting air corps - creation -</u>
3	<u>powers - aircraft acquisitions required - center of excellence -</u>
4	<u>unmanned aircraft systems study and pilot program - Colorado</u>
5	firefighting air corps fund - creation - report - rules. (2.5) (b) The
6	center of excellence shall perform, but is not limited to, the following
7	functions:
8	(V) DEVELOP AND IMPLEMENT A COLORADO TEAM AWARENESS
9	KIT FOR INTERESTED PUBLIC SAFETY AGENCIES IN THE STATE.
10	(3) (c) (I) EXCEPT AS PROVIDED IN SUBSECTION (3)(c)(III) OF THIS
11	SECTION, the division shall use the money in the Colorado firefighting air
12	corps fund for the purposes of subsection (2.5) of this section and for
13	paying the direct and indirect costs of maintaining the Colorado
14	firefighting air corps, including expenses associated with acquisition,
15	retrofitting, labor, equipment, supply, transportation, air, mobilization,
16	repair, maintenance, and demobilization.
17	(III) WITHIN THREE DAYS OF THE EFFECTIVE DATE OF THIS
18	<u>SUBSECTION (3)(c)(III), THE STATE TREASURER SHALL TRANSFER FIFTEEN</u>
19	MILLION FIVE HUNDRED THOUSAND DOLLARS FROM THE DISASTER
20	EMERGENCY FUND CREATED IN SECTION 24-33.5-706 (2)(a) TO THE
21	<u>COLORADO FIREFIGHTING AIR CORPS FUND CREATED IN SUBSECTION $(3)(a)$</u>
22	OF THIS SECTION. NOTWITHSTANDING ANY OTHER REQUIREMENT OF THIS
23	SECTION, THE DIVISION SHALL USE THE MONEY TRANSFERRED PURSUANT
24	TO THIS SUBSECTION (3)(c)(III) FOR THE FOLLOWING PURPOSES IN FISCAL
25	<u>YEAR 2021-22 AND IN FISCAL YEAR 2022-23:</u>
26	(A) ESTABLISHING AND MAINTAINING A STATEWIDE FIRE DISPATCH
27	CENTER TO ENSURE RAPID RESPONSE OF FIRE-BASED RESOURCES TO

27 <u>CENTER TO ENSURE RAPID RESPONSE OF FIRE-BASED RESOURCES TO</u>

1	EMERGING WILDFIRE AND ALL-HAZARD INCIDENTS IN SUPPORT OF LOCAL,
2	COUNTY, STATE, AND FEDERAL AGENCIES IN COLORADO IN ACCORDANCE
3	<u>WITH SECTION 24-33.5-1203 (1)(x);</u>
4	(B) THE LEASING BY THE DIVISION OF APPROPRIATE AVIATION
5	RESOURCES CONFIGURED FOR WILDFIRE SUPPRESSION, FOR THE
6	OPERATIONAL COSTS ASSOCIATED WITH THE USE OF THE LEASED AND
7	PURCHASED AVIATION RESOURCES, AND THE COSTS ASSOCIATED WITH
8	LEASING, PURCHASING, OR OWNING CAPITAL INFRASTRUCTURE TO HOUSE
9	THE AVIATION RESOURCES; AND
10	(C) EXPANDING AND FURTHER IMPLEMENTING THE COLORADO
11	TEAM AWARENESS KIT SYSTEMS IN ACCORDANCE WITH SUBSECTION
12	(2.5)(b)(V) OF THIS SECTION.
13	SECTION 8. In Colorado Revised Statutes, 24-33.5-706, amend
14	(2)(a) as follows:
11	<u>(2)(a) as tonows.</u>
15	<u>24-33.5-706. Disaster emergency fund - established - financing</u>
15	<u>24-33.5-706. Disaster emergency fund - established - financing</u>
15 16	<u>24-33.5-706. Disaster emergency fund - established - financing</u> - legislative intent. (2) (a) A disaster emergency fund is hereby
15 16 17	<u>24-33.5-706. Disaster emergency fund - established - financing</u> - legislative intent. (2) (a) A disaster emergency fund is hereby established. The fund consists of any moneys MONEY appropriated by the
15 16 17 18	<u>24-33.5-706. Disaster emergency fund - established - financing</u> - legislative intent. (2) (a) A disaster emergency fund is hereby established. The fund consists of any moneys MONEY appropriated by the general assembly, moneys MONEY transferred pursuant to subsections
15 16 17 18 19	24-33.5-706. Disaster emergency fund - established - financing - legislative intent. (2) (a) A disaster emergency fund is hereby established. The fund consists of any moneys MONEY appropriated by the general assembly, moneys MONEY transferred pursuant to subsections (2.5) and (4)(b) of this section, and moneys MONEY to reimburse
15 16 17 18 19 20	24-33.5-706. Disaster emergency fund - established - financing - legislative intent. (2) (a) A disaster emergency fund is hereby established. The fund consists of any moneys MONEY appropriated by the general assembly, moneys MONEY transferred pursuant to subsections (2.5) and (4)(b) of this section, and moneys MONEY to reimburse expenditures from the fund that are transmitted to the state treasurer and
15 16 17 18 19 20 21	24-33.5-706. Disaster emergency fund - established - financing - legislative intent. (2) (a) A disaster emergency fund is hereby established. The fund consists of any moneys MONEY appropriated by the general assembly, moneys MONEY transferred pursuant to subsections (2.5) and (4)(b) of this section, and moneys MONEY to reimburse expenditures from the fund that are transmitted to the state treasurer and credited to the fund. Moneys MONEY in the disaster emergency fund shall
15 16 17 18 19 20 21 22	24-33.5-706. Disaster emergency fund - established - financing - legislative intent. (2) (a) A disaster emergency fund is hereby established. The fund consists of any moneys MONEY appropriated by the general assembly, moneys MONEY transferred pursuant to subsections (2.5) and (4)(b) of this section, and moneys MONEY to reimburse expenditures from the fund that are transmitted to the state treasurer and credited to the fund. Moneys MONEY in the disaster emergency fund shall remain in the fund until expended or until transferred pursuant to
15 16 17 18 19 20 21 22 23	24-33.5-706. Disaster emergency fund - established - financing - legislative intent. (2) (a) A disaster emergency fund is hereby established. The fund consists of any moneys MONEY appropriated by the general assembly, moneys MONEY transferred pursuant to subsections (2.5) and (4)(b) of this section, and moneys MONEY to reimburse expenditures from the fund that are transmitted to the state treasurer and credited to the fund. Moneys MONEY in the disaster emergency fund shall remain in the fund until expended or until transferred pursuant to subsection (2.5)(c), (4.3), or (4.5) of this section OR SECTION
15 16 17 18 19 20 21 22 23 24	24-33.5-706. Disaster emergency fund - established - financing - legislative intent. (2) (a) A disaster emergency fund is hereby established. The fund consists of any moneys MONEY appropriated by the general assembly, moneys MONEY transferred pursuant to subsections (2.5) and (4)(b) of this section, and moneys MONEY to reimburse expenditures from the fund that are transmitted to the state treasurer and credited to the fund. Moneys MONEY in the disaster emergency fund shall remain in the fund until expended or until transferred pursuant to subsection (2.5)(c), (4.3), or (4.5) of this section OR SECTION 24-33.5-1228 (3)(c)(III).