First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 23-0335.01 Megan McCall x4215

SENATE BILL 23-001

SENATE SPONSORSHIP

Roberts and Zenzinger, Bridges, Buckner, Coleman, Cutter, Danielson, Exum, Fenberg, Ginal, Gonzales, Hansen, Hinrichsen, Jaquez Lewis, Marchman, Moreno, Mullica, Priola, Sullivan, Winter F.

HOUSE SPONSORSHIP

Bird and Lukens,

Senate Committees

Local Government & Housing Appropriations

House Committees

Transportation, Housing & Local Government Appropriations

A BILL FOR AN ACT

101	CONCERNING ADDITIONAL FUNCTIONS OF THE PUBLIC-PRIVATE
102	COLLABORATION UNIT FOR PUBLIC PROJECTS THAT PROVIDE
103	HOUSING, AND, IN CONNECTION THEREWITH, MAKING AN
104	APPROPRIATION.

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 http://leg.colorado.gov.)

The public-private collaboration unit (unit) in the department of personnel (department) promotes the use of public-private partnerships between state public entities such as departments, agencies, or HOUSE Amended 2nd Reading April 25, 2023

SENATE 3rd Reading Unamended April 10, 2023

SENATE Amended 2nd Reading April 6, 2023

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing law.

Dashes through the words or numbers indicate deletions from existing law.

subdivisions of the executive branch of state government, and private partners as a tool for time and cost-efficient completion of public projects. The bill authorizes the unit to undertake additional functions in connection with public projects that provide housing including:

- Accepting gifts, grants, and donations, which if monetary, are to be credited to the unused state-owned real property fund (fund);
- Utilizing proceeds from real estate transactions and revenue from public-private agreements;
- Acting as an agent on behalf of the department in real estate transactions using real property that upon approval by the governor has been deeded to the department by a state public entity, including for the purchase, transfer, exchange, sale and disposition, and lease of real property; and
- Establishing a process for using requests for information to solicit public projects.

The bill also allows the department and the unit to use money from the fund to facilitate these additional functions by the unit in connection with public projects that provide housing and for the standard operating expenses of the unit.

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

2 **SECTION 1.** In Colorado Revised Statutes, 24-82-102.5, amend

3 (5); and **add** (2)(b.5) as follows:

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4 24-82-102.5. Unused state-owned real property - cash fund -

5 **legislative declaration - definitions - repeal.** (2) As used in this section,

6 unless the context otherwise requires:

7 (b.5) "Unit" means the public-private collaboration unit 8 created in section 24-94-103 (2) within the department.

(5) (a) The unused state-owned real property fund is hereby created in the state treasury. Unless otherwise directed, the state treasurer shall credit all proceeds from the sale, rent, or lease, including any leases entered into under section 24-82-102 (2)(a), of unused state-owned real property, ANY MONEY TRANSFERRED OR CREDITED PURSUANT TO

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SUBSECTION (5)(b) OF THIS SECTION, and any revenue generated from public-private agreements pursuant to section 24-94-103 to the fund. The fund also consists of any other money that the general assembly may appropriate or transfer to the fund.

(b) (I) The state treasurer shall credit all interest and income

- (b) (I) The state treasurer shall credit all interest and income derived from the deposit and investment of money in the unused state-owned real property fund to the fund. Any unexpended and unencumbered money in the fund at the end of a fiscal year remains in the fund.
- (II) THE UNIT MAY SEEK AND ACCEPT GIFTS, GRANTS, OR DONATIONS FROM PRIVATE OR PUBLIC SOURCES, AND THE DEPARTMENT OR THE UNIT MAY EXPEND THE GIFTS, GRANTS, OR DONATIONS FOR THE PURPOSES SET FORTH IN SUBSECTION (5)(c) OF THIS SECTION. THE UNIT SHALL TRANSMIT ALL MONEY RECEIVED THROUGH GIFTS, GRANTS, OR DONATIONS TO THE STATE TREASURER, WHO SHALL CREDIT THE MONEY TO THE FUND.
- (III) ANY PROCEEDS FROM REAL ESTATE TRANSACTIONS THAT THE UNIT IS AUTHORIZED TO FACILITATE PURSUANT TO SECTION 24-94-103 (2.2) (c) SHALL BE TRANSMITTED BY THE UNIT OR BY THE DEPARTMENT TO THE STATE TREASURER, WHO SHALL CREDIT THE MONEY TO THE FUND.
- 21 (c) (I) The money in the unused state-owned real property fund is 22 continuously appropriated to the department for:
 - (A) The purposes set forth in this section, including for appraisals, surveys, and property improvement, and for any operational costs to administer this section; and
 - (B) Public-private agreements, as defined in section 24-94-102(7), and any associated costs;

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1	(C) Use by the unit to carry out the functions of the unit
2	PURSUANT TO SECTION 24-94-103 (2.2) FOR PUBLIC PROJECTS THAT
3	PROVIDE AFFORDABLE HOUSING; AND
4	(D) THE STANDARD OPERATING EXPENSES OF THE UNIT, INCLUDING
5	PERSONAL SERVICES AND RELATED COSTS.
6	(II) (A) For the 2022-23 state fiscal year, the general assembly
7	shall make an appropriation from the fund to the department for the
8	standard operating expenses of the public-private collaboration unit
9	created in section 24-94-103 (2), including personal services and related
10	costs.
11	(B) This subsection $(5)(c)(II)$ is repealed, effective July 1,
12	2023.
13	(d) (I) On July 1, 2022, the state treasurer shall transfer fifteen
14	million dollars from the general fund to the fund. THIS SUBSECTION
15	(5)(d)(I) IS REPEALED, EFFECTIVE JULY 1, 2023.
16	(II) On July 1, 2023, the state treasurer shall transfer
17	FIVE MILLION DOLLARS FROM THE GENERAL FUND TO THE FUND AND EIGHT
18	MILLION DOLLARS FROM THE HOUSING DEVELOPMENT GRANT FUND TO THE
19	fund. This subsection (5)(d)(II) is repealed, effective July 1, 2024.
20	SECTION 2. In Colorado Revised Statutes, 24-94-103, amend
21	(2)(g) and (2)(h); repeal (3); and add (2)(i) and (2.2) as follows:
22	24-94-103. Public-private partnerships - oversight of state
23	public entities in the executive branch of state government -
24	definition - repeal. (2) There is hereby established the public-private
25	collaboration unit in the department. The unit shall:
26	(g) Attract private investments for public projects; and
27	(h) In coordination with the department of early childhood,

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1	created in section 24-1-120.5 (1), distribute funding to help increase the
2	supply of child care facilities using public buildings or other appropriate
3	public assets; AND
4	(i) GIVE PREFERENCE TO PROPOSED OR EXECUTED PUBLIC-PRIVATE
5	PARTNERSHIP AGREEMENTS THAT WILL USE STATE-OWNED REAL PROPERTY
6	FOR THE PURPOSES OF MIXED-INCOME DEVELOPMENT AND AFFORDABLE
7	HOUSING THAT IS PROPORTIONAL TO THE COMMUNITY'S DEMONSTRATED
8	AFFORDABLE HOUSING NEEDS.
9	(2.2) (a) THE UNIT MAY:
10	(I) ACCEPT MONETARY AND NONMONETARY GIFTS, GRANTS, AND
11	DONATIONS. MONETARY GIFTS, GRANTS, AND DONATIONS SHALL BE
12	TRANSFERRED BY THE UNIT TO THE STATE TREASURER AND CREDITED BY
13	THE STATE TREASURER TO THE UNUSED STATE-OWNED REAL PROPERTY
14	FUND CREATED IN SECTION 24-82-102.5 (5).
15	(II) ACCEPT, APPROPRIATE, HOLD IN TRUST, AND LEVERAGE, ON
16	BEHALF OF PRIVATE PARTNERS, PROCEEDS FROM REAL ESTATE
17	TRANSACTIONS CONDUCTED IN ACCORDANCE WITH THIS SECTION AND
18	OTHER APPLICABLE STATE LAW, AS WELL AS REVENUES FROM
19	PUBLIC-PRIVATE PARTNERSHIP AGREEMENTS FOR PUBLIC PROJECTS THAT
20	PROVIDE AFFORDABLE HOUSING;
21	(III) USE REAL PROPERTY THAT, UPON APPROVAL BY THE
22	GOVERNOR, HAS BEEN DEEDED TO THE DEPARTMENT BY A STATE PUBLIC
23	ENTITY FOR THE PURPOSE OF CARRYING OUT THE PROVISIONS OF AN
24	EXECUTED OR PROPOSED PUBLIC-PRIVATE AGREEMENT OR REAL ESTATE
25	STATE CONTRACT FOR A PUBLIC PROJECT THAT PROVIDES AFFORDABLE
26	HOUSING. IN FURTHERANCE OF THIS SUBSECTION (2.2)(a)(III), THE UNIT
27	MAY ACT AS THE DEPARTMENT'S AGENT IN REAL ESTATE TRANSACTIONS

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1	TO:
2	(A) PURCHASE STATE-OWNED REAL PROPERTY;
3	(B) TRANSFER STATE-OWNED REAL PROPERTY;
4	(C) EXCHANGE STATE-OWNED REAL PROPERTY;
5	(D) SELL OR OTHERWISE DISPOSE OF STATE-OWNED REAL
6	PROPERTY SUBJECT TO ANY PROCEDURES AND LIMITATIONS APPLICABLE
7	TO THE STATE PUBLIC ENTITY TO SELL OR OTHERWISE DISPOSE OF
8	PROPERTY;
9	(E) ENTER INTO AN AGREEMENT FOR EASEMENTS OR DEED
10	RESTRICTIONS CONCERNING STATE-OWNED REAL PROPERTY; AND
11	(F) ENTER INTO A LEASE AGREEMENT CONCERNING STATE-OWNED
12	REAL PROPERTY; AND
13	(IV) USE REQUESTS FOR INFORMATION TO SOLICIT PUBLIC
14	PROJECTS THAT PROVIDE AFFORDABLE HOUSING AND ESTABLISH POLICIES
15	CONCERNING A REQUEST FOR INFORMATION PROCESS.
16	(b) As used in this subsection (2.2), unless the context
17	OTHERWISE REQUIRES:
18	(I) "PUBLIC PROJECT THAT PROVIDES AFFORDABLE HOUSING"
19	MEANS A PUBLIC PROJECT THAT INCLUDES HOUSING PROPORTIONAL TO A
20	COMMUNITY'S DEMONSTRATED AFFORDABLE HOUSING NEEDS AND MAY
21	INCLUDE MIXED-USE DEVELOPMENT. THE PERCENTAGE OF
22	INCOME-RESTRICTED UNITS AND AFFORDABILITY LEVELS IN SUCH A PUBLIC
23	PROJECT MUST COMPLY WITH ANY LOCAL LAWS PROMOTING THE
24	DEVELOPMENT OF NEW AFFORDABLE HOUSING UNITS PURSUANT TO
25	SECTION 29-20-104 (1)(e.5).
26	(II) "STATE-OWNED REAL PROPERTY" HAS THE SAME MEANING AS
27	"PEAL PROPERTY" AS SET FORTH IN SECTION $24-30-1301$ (15)

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I	(3) For the 2023-24 state fiscal year and for each state fiscal year
2	thereafter, the general assembly shall make an appropriation from the
3	general fund to the department for the standard operating expenses of the
4	public-private collaboration unit created in subsection (2) of this section,
5	including personal services and related costs.
6	SECTION 3. Appropriation. For the 2023-24 state fiscal year,
7	\$47,583 is appropriated to the department of law. This appropriation is
8	from the legal services cash fund created in section 24-31-108 (4), C.R.S.,
9	from revenue received from the department of personnel that is
10	continuously appropriated to the department of personnel from the unused
11	state-owned real property fund created in section 24-82-102.5 (5)(a),
12	C.R.S. The appropriation to the department of law is based on an
13	assumption that the department of law will require an additional 0.3 FTE.
14	To implement this act, the department of law may use this appropriation
15	to provide legal services for the department of personnel.
16	SECTION 4. Safety clause. The general assembly hereby finds,
17	determines, and declares that this act is necessary for the immediate
18	preservation of the public peace, health, or safety.

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