## Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

## **INTRODUCED**

LLS NO. 24-0878.01 Clare Haffner x6137

**SENATE BILL 24-105** 

#### SENATE SPONSORSHIP

Hinrichsen, Ginal

#### **HOUSE SPONSORSHIP**

Epps and McLachlan,

# **Senate Committees**

**House Committees** 

Transportation & Energy

#### A BILL FOR AN ACT

101 CONCERNING CLARIFICATIONS TO THE FEES IMPOSED BY THE 102 DEPARTMENT OF REVENUE RELATED TO FUEL PRODUCTS.

### **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 <a href="http://leg.colorado.gov/">http://leg.colorado.gov/</a>.)

**Statutory Revision Committee.** Under current law, manufacturers and distributors of fuel products in the state of Colorado are required to pay a fee each calendar month to the department of revenue (department). The fee is deposited in the petroleum storage tank fund. The department also collects another fee to fund the perfluoroalkyl and polyfluoroalkyl substances cash fund, support the department of transportation, support

the Colorado state patrol, and pay the costs to the department for administering the fee.

The bill clarifies the fee amounts that the department is required to collect for the petroleum storage tank fund and repeals outdated provisions regarding the other fee collected by the department.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 8-20-206.5, amend 3 (1)(b) introductory portion, (1)(c), (6)(b), and (8)(b)(II); and repeal (6)(c)4 and (6)(d) as follows: 5 8-20-206.5. Environmental response surcharge - liquefied 6 petroleum gas and natural gas inspection fund - perfluoroalkyl and 7 polyfluoroalkyl substances cash fund - hazardous materials 8 infrastructure cash fund - fuels impact reduction grant program -9 **definitions.** (1) (b) In the event the available fund balance in the 10 petroleum storage tank fund is greater than twelve million dollars, no 11 surcharge shall be imposed, but if the available fund balance in the fund 12 is less than OR EQUAL TO: 13 (c) Notwithstanding subsection (1)(b) of this section, on and after 14 September 1, 2033, if the available fund balance in the petroleum storage 15 tank fund is greater than eight million dollars, no surcharge shall be 16 imposed, but if the available fund balance in the fund is less than OR 17 EQUAL TO eight million dollars, the fee imposed by subsection (1)(a) of 18 this section is twenty-five dollars per tank truckload. 19 (6) (b) On and after September 1, 2020, but before September 1, 20 2031, every manufacturer of fuel products who THAT manufactures such 21 products for sale within Colorado or who THAT ships such products from 22 any point outside of Colorado to a distributor within Colorado and every 23 distributor who THAT ships such products from any point outside of

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Colorado to a point within Colorado shall pay to the executive director of
the department of revenue, each calendar month, twenty-five dollars per
tank truckload of fuel products delivered during the previous calendar
month for sale or use in Colorado. This section does not apply to fuel that
is used in aviation or to odorized liquefied petroleum gas and natural gas.
(c) On and after September 1, 2020, but before October 1, 2021,
the executive director of the department of revenue shall transmit any fee
collected in accordance with this subsection (6) to the state treasurer, who
shall credit:
(I) Fifty percent, minus the costs to the department of revenue for
administering the fee, to the perfluoroalkyl and polyfluoroalkyl
substances cash fund;
(II) Twenty-five percent, minus the costs to the department of
revenue for administering the fee, to the department of transportation to
support functions related to the administration of hazardous materials and
safe and efficient freight movement and infrastructure in the state as well
as supporting infrastructure projects that enhance the safety of movement
of freight and hazardous materials;
(III) Twenty-five percent, minus the costs to the department of
revenue for administering the fee, to the department of public safety for
use by the Colorado state patrol to support the regulation of hazardous
materials on highways in the state; and
(IV) The costs to the department of revenue for administering the
<del>fee.</del>
(d) On and after October 1, 2021, but before October 1, 2023, the
executive director of the department of revenue shall transmit any fee
collected in accordance with this subsection (6) to the state treasurer, who

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shall	credi	t:
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(I) One hundred thousand dollars to the department of public safety for use by the Colorado state patrol to support the regulation of hazardous materials on highways in the state;

- (II) Seventy-five percent of the amount remaining, minus the costs to the department of revenue for administering the fee, to the perfluoroalkyl and polyfluoroalkyl substances cash fund;
- (III) Twenty-five percent of the amount remaining, minus the costs to the department of revenue for administering the fee, to the department of transportation to support functions related to the administration of hazardous materials and safe and efficient freight movement and infrastructure in the state as well as supporting infrastructure projects that enhance the safety of movement of freight and hazardous materials; and
- 15 (IV) The costs to the department of revenue for administering the 16 fee.
  - (8) (b) (II) As used in this subsection (8)(b), "distributor" means the person who THAT remits the applicable state fee imposed pursuant to subsection (1) or (6) of this section.

SECTION 2. Act subject to petition - effective date. This act takes effect at 12:01 a.m. on the day following the expiration of the ninety-day period after final adjournment of the general assembly; except that, if a referendum petition is filed pursuant to section 1 (3) of article V of the state constitution against this act or an item, section, or part of this act within such period, then the act, item, section, or part will not take effect unless approved by the people at the general election to be held in

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- November 2024 and, in such case, will take effect on the date of the
- 2 official declaration of the vote thereon by the governor.

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