Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House HOUSE BILL 24, 1440

LLS NO. 24-1156.01 Jennifer Berman x3286

HOUSE BILL 24-1449

HOUSE SPONSORSHIP

Joseph and Lindsay, Amabile, Bacon, Bird, Boesenecker, Brown, Clifford, Daugherty, deGruy Kennedy, Duran, English, Froelich, Hamrick, Hernandez, Herod, Jodeh, Kipp, Lieder, Lukens, Mabrey, McCluskie, McCormick, Ortiz, Parenti, Ricks, Rutinel, Sirota, Snyder, Story, Titone, Valdez, Velasco, Vigil, Willford, Woodrow

SENATE SPONSORSHIP

Cutter and Priola,

House Committees Energy & Environment Finance Appropriations Senate Committees Finance Appropriations

A BILL FOR AN ACT

101	CONCERNING MEASURES TO IMPROVE SUSTAINABILITY SERVICES
102	THROUGH THE DEPARTMENT OF PUBLIC HEALTH AND
103	ENVIRONMENT, AND, IN CONNECTION THEREWITH, UPDATING
104	THE "POLLUTION PREVENTION ACT OF 1992".

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 1 of the bill repeals the pollution prevention advisory board and the pollution prevention advisory board assistance committee when the bill takes effect, repeals the recycling resources economic



HOUSE 3rd Reading Unamended April 26, 2024

> Amended 2nd Reading April 25, 2024

HOUSE

opportunity program on October 1, 2025, and repeals the front range waste diversion enterprise and replaces it with the Colorado circular communities enterprise (enterprise). The enterprise, in merging and modernizing the purposes of the recycling resources economic opportunity program and the front range waste diversion enterprise, awards grants and other funding and provides technical assistance to local governments, nonprofit and for-profit businesses, public and private schools, and institutions of higher education throughout the state that pursue a circular economy for waste management, including waste diversion and aversion. **Section 1** also creates the statewide voluntary sustainability program to support businesses engaging, or looking to engage, in sustainability efforts.

Under current law, user fees are imposed on operators of attended solid waste disposal sites (operators) to finance the recycling resources economic opportunity program and the front range waste diversion enterprise. **Section 2** applies those fees to the enterprise, requiring operators of sites located outside of the front range to pay a fee of either 2 or 4 cents per load transported for disposal and requiring operators of sites located in the front range, between July 1, 2024, and December 31, 2024, to pay a fee of 74 cents per cubic yard per load transported for disposal and, on and after January 1, 2025, to pay a fee of 78 cents per cubic yard per load transported for disposal.

Sections 3 through 10 make conforming amendments.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, repeal and reenact,
3	with amendments, article 16.5 of title 25 as follows:
4	ARTICLE 16.5
5	Colorado Sustainability
6	25-16.5-101. Short title. The short title of this article 16.5
7	IS THE "COLORADO SUSTAINABILITY ACT".
8	25-16.5-102. Legislative declaration. (1) THE GENERAL
9	ASSEMBLY FINDS THAT:
10	(a) THE "POLLUTION PREVENTION ACT OF 1992", WHICH HAS BEEN
1	INSTRUMENTAL IN ADDRESSING CERTAIN ENVIRONMENTAL CONCERNS
12	OVER THE PREVIOUS THREE DECADES, SHOULD BE UPDATED TO MEET THE

1 STATE'S EVOLVING SUSTAINABILITY AND CIRCULARITY NEEDS;

2 (b) CIRCULARITY, INCLUDING WASTE DIVERSION AND AVERSION, 3 INVOLVES MORE THAN DIVERTING WASTE MATERIALS FROM THE LANDFILL. 4 A CIRCULAR BUSINESS MODEL PREVENTS WASTE, USES RESOURCES 5 EFFICIENTLY, PRIORITIZES RENEWABLE INPUTS, AND INVESTS IN IMPROVED 6 PRODUCT DESIGN AS A MEANS TO MAXIMIZE A PRODUCT'S VALUE BY 7 MAXIMIZING THE PRODUCT'S USAGE AND LIFETIME. AT THE END OF A 8 PRODUCT'S USEFUL LIFE, CIRCULARITY INVOLVES RECOVERING AND 9 REUSING THE PRODUCT AND ANY BYPRODUCTS CREATED IN ITS 10 MANUFACTURING TO MAKE NEW MATERIALS AND PRODUCTS.

11 (c) WASTE DIVERSION AND AVERSION, WHICH ARE IMPORTANT
12 COMPONENTS OF CIRCULARITY AND INCLUDE ORGANICS MANAGEMENT:

13 (I) EXTEND THE USEFUL LIFE OF LOCAL LANDFILLS;

14 (II) MITIGATE GREENHOUSE GAS EMISSIONS;

15 (III) PROTECT THE SOIL RELIED UPON FOR THE STATE'S FARMLAND;

16 AND

17

(IV) SAVE NATURAL RESOURCES;

18 (d) IT IS CRITICAL TO FOSTER AND RECOGNIZE PARTNERSHIPS
19 BETWEEN GOVERNMENTS, BUSINESSES, AND COMMUNITIES IN ACHIEVING
20 THE STATE'S SUSTAINABILITY AND CIRCULARITY OBJECTIVES. BUSINESSES
21 HAVE THE POTENTIAL TO LEAD IN ENVIRONMENTAL STEWARDSHIP AND TO
22 PLAY A VITAL ROLE IN REACHING THESE OBJECTIVES.

(e) EFFORTS TO IMPROVE SUSTAINABILITY SERVICES AND
CIRCULARITY IN THE STATE, INCLUDING BY PROVIDING COACHING AND
RECOGNITION OF BUSINESSES ENGAGED IN SUSTAINABILITY AND
CIRCULARITY, SUPPORT COLORADO'S ENVIRONMENT AND ECONOMY AND
THE SOCIAL FABRIC OF OUR STATE.

1449

- 1
- (2) THE GENERAL ASSEMBLY FURTHER FINDS THAT:

2 (a) BY MERGING THE RECYCLING RESOURCES ECONOMIC
3 OPPORTUNITY PROGRAM AND THE FRONT RANGE WASTE DIVERSION
4 ENTERPRISE INTO A NEW COLORADO CIRCULAR COMMUNITIES ENTERPRISE:

5 (I) THE IMPACT OF WASTE DISPOSAL THROUGHOUT THE STATE CAN
6 BE MINIMIZED, AND, AS A RESULT, THE STATE'S NATURAL BEAUTY AND
7 RESOURCES CAN BE BETTER MAINTAINED;

8 (II) INCREASED SERVICES MAY BE PROVIDED TO THE WASTE
9 DISPOSAL SITE OPERATORS THAT PAY FEES, AS WELL AS TO RESIDENTS AND
10 BUSINESSES THROUGHOUT THE STATE; AND

(III) MORE DIVERSE, EQUITABLE, EFFICIENT, AND INNOVATIVE
 solutions to waste management can be implemented through the
 evolving field of circularity, including regional and statewide
 solutions that benefit communities outside of the front range;
 AND

(b) THROUGH THE DEVELOPMENT OF REGIONAL SOLUTIONS,
PUBLIC-PRIVATE PARTNERSHIPS, AND EXTENDED PROJECT PERIODS, THE
COLORADO CIRCULAR COMMUNITIES ENTERPRISE WILL PROVIDE LOCAL
GOVERNMENTS, BUSINESSES, NONPROFITS, AND OTHER ELIGIBLE ENTITIES
WITH ENHANCED PROJECT DESIGN OPTIONS TO SUPPORT COMMUNITY
PROJECTS THAT WILL PROVIDE ENVIRONMENTAL AND ECONOMIC BENEFITS
THROUGHOUT THE STATE.

23

(3) THEREFORE, THE GENERAL ASSEMBLY DECLARES THAT:

(a) THE MODERNIZATION OF THE "POLLUTION PREVENTION ACT OF
1992" IS NECESSARY TO BUILD A COMPREHENSIVE FRAMEWORK FOR
ADVANCING SUSTAINABILITY AND CIRCULARITY EFFORTS IN THE STATE
THROUGH TECHNICAL ASSISTANCE, FINANCIAL ASSISTANCE, AND

1449

1 RECOGNITION OF INNOVATIVE LEADERS IN SUSTAINABLE OPERATIONS; AND

(b) THIS ARTICLE 16.5 FOSTERS ENVIRONMENTAL SUSTAINABILITY
BY SEEKING TO STRIKE A BALANCE BETWEEN ECONOMIC GROWTH AND
ENVIRONMENTAL CARE IN A MANNER THAT MEETS THE NEEDS OF CURRENT
GENERATIONS IN THE STATE WITHOUT COMPROMISING THE NEEDS OF
FUTURE GENERATIONS.

7 25-16.5-103. Definitions. As USED IN THIS ARTICLE 16.5, UNLESS
8 THE CONTEXT OTHERWISE REQUIRES:

9 (1) "CIRCULAR ECONOMY" HAS THE MEANING SET FORTH IN 10 SECTION 25-17-601 (2).

11 (2) "COLORADO CIRCULAR COMMUNITIES ENTERPRISE" OR
12 "ENTERPRISE" MEANS THE COLORADO CIRCULAR COMMUNITIES
13 ENTERPRISE CREATED IN SECTION 25-16.5-109 (3).

14 (3) "DEPARTMENT" MEANS THE DEPARTMENT OF PUBLIC HEALTH15 AND ENVIRONMENT.

16 (4) "FEDERAL ACT" MEANS THE FEDERAL "EMERGENCY PLANNING
17 AND COMMUNITY RIGHT-TO-KNOW ACT OF 1986", 42 U.S.C. SEC. 11001
18 ET SEQ., TITLE III OF THE FEDERAL "SUPERFUND AMENDMENTS AND
19 REAUTHORIZATION ACT OF 1986", PUB.L. 99-499.

(5) "HAZARDOUS SUBSTANCE" MEANS THOSE CHEMICALS DEFINED
AS HAZARDOUS SUBSTANCES UNDER SECTION 313 OF THE FEDERAL
"SUPERFUND AMENDMENTS AND REAUTHORIZATION ACT OF 1986"
(SARA TITLE III), AS AMENDED, AND SECTIONS 101 (14) AND 102 OF THE
FEDERAL "COMPREHENSIVE ENVIRONMENTAL RESPONSE, COMPENSATION,
AND LIABILITY ACT OF 1980" (CERCLA), 42 U.S.C. SEC. 9601 ET SEQ., AS
AMENDED.

27 (6) "LOCAL GOVERNMENT" MEANS A STATUTORY OR HOME RULE

-5-

1 CITY, COUNTY, OR CITY AND COUNTY.

2 (7) "ORGANIC MATERIALS" HAS THE MEANING SET FORTH IN
3 SECTION 25-17-901 (5).

4 (8) "SCHOOL" MEANS:

5 (a) A SCHOOL OF A SCHOOL DISTRICT;

6 (b) A DISTRICT CHARTER SCHOOL, AS DEFINED IN SECTION
7 22-11-103 (12);

8 (c) AN INSTITUTE CHARTER SCHOOL, AS DEFINED IN SECTION
9 22-30.5-502 (6);

10 (d) AN APPROVED FACILITY SCHOOL, AS DEFINED IN SECTION
11 22-2-402 (1); OR

12 (e) A BOARD OF COOPERATIVE SERVICES, AS DEFINED IN SECTION
13 22-5-103 (2).

14 (9) "STATE INSTITUTION OF HIGHER EDUCATION" HAS THE
15 MEANING SET FORTH IN SECTION 23-18-102 (10).

16 (10) "SUSTAINABILITY" MEANS NONREGULATORY ACTIVITIES
17 THAT, FOR BOTH CURRENT AND FUTURE GENERATIONS, PROTECT THE
18 ENVIRONMENT, SUPPORT LOCAL AND STATE ECONOMICS, AND PROMOTE
19 PUBLIC HEALTH.

(11) "WASTE DIVERSION AND AVERSION" OR "WASTE DIVERSION 20 21 OR AVERSION" MEANS THE SUSTAINABLE DESIGN, PRODUCTION, 22 DISTRIBUTION, CONSUMPTION, RECOVERABILITY, REUSE, WASTE 23 PREVENTION, REPAIR, COLLECTION, AND RECYCLING OF A VARIETY OF 24 MATERIALS, INCLUDING CONSTRUCTION AND DEMOLITION MATERIALS, 25 SINGLE-STREAM MATERIALS, TECHNOLOGY AND ELECTRONIC MATERIALS; 26 FOOD RECOVERY; AND THE COMPOSTING OF RAW AND REUSED MATERIALS, 27 INCLUDING ORGANIC MATERIALS.

1449

1 25-16.5-104. Recycling resources economic opportunity fund 2 - creation - repeal. (1) (a) THE RECYCLING RESOURCES ECONOMIC 3 OPPORTUNITY FUND, REFERRED TO IN THIS SECTION AS THE "FUND", IS 4 CREATED IN THE STATE TREASURY. MONEY IN THE FUND IS ANNUALLY 5 APPROPRIATED TO THE DEPARTMENT FOR USE IN ACCORDANCE WITH 6 SUBSECTION (2) OF THIS SECTION. THE FUND CONSISTS OF ALL MONEY 7 THAT MAY BE AVAILABLE TO THE FUND, INCLUDING MONEY MADE 8 AVAILABLE FROM GIFTS, GRANTS, OR DONATIONS.

9 (b) ALL INTEREST DERIVED FROM THE DEPOSIT OF MONEY IN THE 10 FUND SHALL BE CREDITED TO THE FUND. EXCEPT AS PROVIDED IN 11 SUBSECTION (4) OF THIS SECTION, AT THE END OF ANY FISCAL YEAR, ALL 12 UNEXPENDED AND UNENCUMBERED MONEY IN THE FUND REMAINS IN THE 13 FUND AND SHALL NOT BE CREDITED OR TRANSFERRED TO THE GENERAL 14 FUND OR ANY OTHER FUND.

15 (2) MONEY IN THE FUND SHALL BE USED TO PAY FOR
16 ADMINISTRATIVE COSTS INCURRED BY THE DEPARTMENT IN IMPLEMENTING
17 HOUSE BILL 07-1288, ENACTED IN 2007.

18 (3) EXCEPT AS OTHERWISE PROVIDED IN THIS SECTION, MONEY IN
19 THE FUND SHALL NOT BE USED FOR THE ADMINISTRATION,
20 IMPLEMENTATION, OR ENFORCEMENT OF ANY STATE LAW OR RULE.

(4) ON SEPTEMBER 30, 2025, THE STATE TREASURER SHALL
TRANSFER ANY MONEY REMAINING IN THE FUND TO THE COLORADO
CIRCULAR COMMUNITIES FUND CREATED IN SECTION 25-16.5-109 (4).

24 (5) This section is repealed, effective October 1, 2025.

25 25-16.5-105. Recycling resources economic opportunity
 26 program - grants - repeal. (1) TO ENSURE CONTINUITY OF OPERATIONS,
 27 ANY GRANT AGREEMENT OR CONTRACT THAT THE DEPARTMENT ENTERED

-7-

1 INTO PURSUANT TO THIS SECTION AS IT EXISTED BEFORE HOUSE BILL 2 24-1449 was enacted in 2024 is transferred or assigned to the 3 COLORADO CIRCULAR COMMUNITIES ENTERPRISE BOARD ESTABLISHED 4 PURSUANT TO SECTION 25-16.5-109 (3). THE DEPARTMENT MAY ASSIGN 5 ANY CONTRACT OR AGREEMENT TO THE COLORADO CIRCULAR 6 COMMUNITIES ENTERPRISE BOARD UNTIL JANUARY 31, 2025. THE 7 DEPARTMENT MAY ADMINISTER THE SERVICES ON THE ENTERPRISE'S 8 BEHALF IN THE INTERIM TO THE EXTENT NECESSARY TO MAINTAIN 9 OPERATIONS. THE ENTERPRISE SHALL COMPENSATE THE DEPARTMENT AT 10 FAIR MARKET VALUE FOR ANY INTERIM SERVICES THAT THE DEPARTMENT 11 PROVIDES.

12 (2) THE COLORADO CIRCULAR COMMUNITIES ENTERPRISE SHALL
13 ADMINISTER ANY GRANTS THAT THE POLLUTION PREVENTION ADVISORY
14 BOARD HAS APPROVED PRIOR TO THE BOARD'S REPEAL PURSUANT TO
15 HOUSE BILL 24-1449, ENACTED IN 2024.

16 (3) This section is repealed, effective October 1, 2025.

17 25-16.5-106. Statewide voluntary sustainability program.
18 (1) THE DEPARTMENT SHALL ESTABLISH A STATEWIDE, VOLUNTARY
19 PROGRAM THAT:

20 (a) ENCOURAGES, SUPPORTS, AND REWARDS BUSINESSES, SUCH AS
 21 FOR-PROFIT ENTITIES, NONPROFITS, LOCAL GOVERNMENTS, SCHOOLS, AND
 22 STATE INSTITUTIONS OF HIGHER EDUCATION; AND

23 (b) MOVES THE STATE TOWARD EVIDENCED SUSTAINABILITY.

24 (2) IN IMPLEMENTING THE STATEWIDE, VOLUNTARY PROGRAM, THE25 DEPARTMENT MAY:

26 (a) PROVIDE ASSESSMENTS AND TECHNICAL ASSISTANCE TO
 27 BUSINESSES SEEKING TO INCREASE SUSTAINABILITY IN THEIR OPERATIONS;

-8-

1449

(b) FACILITATE BUSINESS COLLABORATIONS AND PEER-TO-PEER
 SUPPORT;

3 (c) ESTABLISH REGIONAL PARTNERSHIPS AND PARTNERSHIPS WITH
4 LOCAL GOVERNMENTS, WHERE PARTNERS CONSISTENTLY APPLY THE
5 DEPARTMENT FRAMEWORK FOR ACHIEVING SUSTAINABLE BUSINESS
6 OPERATIONS;

7 (d) SUPPORT BUSINESSES IN MARKETING THEIR SUSTAINABILITY
8 ACHIEVEMENTS AND EFFORTS;

9 (e) RECOGNIZE BUSINESSES' SUSTAINABILITY ACHIEVEMENTS;

10 (f) PROMOTE FUNDING OPPORTUNITIES THAT CAN ASSIST
11 BUSINESSES WITH ACHIEVING THEIR SUSTAINABILITY GOALS;

12 (g) PROVIDE SERVICES AND FUNDING TO ASSIST SMALL13 BUSINESSES; AND

14 (h) AT THE DISCRETION OF THE DEPARTMENT, DELIVER
15 ADDITIONAL SUSTAINABILITY SERVICES TO MEET BUSINESS NEEDS.

16 25-16.5-107. Pollution prevention fees. (1) (a) THE
17 DEPARTMENT SHALL CHARGE AND COLLECT POLLUTION PREVENTION FEES
18 FROM ANY REPORTING FACILITY THAT IS REQUIRED TO FILE A REPORT WITH
19 THE DEPARTMENT PURSUANT TO THE FEDERAL ACT AS FOLLOWS:

20 (I) FACILITIES REQUIRED TO REPORT PURSUANT TO SECTION 11002
21 OF THE FEDERAL ACT SHALL PAY AN ANNUAL FEE NOT TO EXCEED TEN
22 DOLLARS PER REPORTING FACILITY;

(II) EACH FACILITY REQUIRED TO REPORT PURSUANT TO SECTION
11022 OF THE FEDERAL ACT IS REQUIRED TO PAY AN ANNUAL FEE NOT TO
EXCEED TEN DOLLARS FOR EVERY HAZARDOUS SUBSTANCE LOCATED AT
THE FACILITY IN EXCESS OF THE THRESHOLDS ADOPTED BY THE UNITED
STATES ENVIRONMENTAL PROTECTION AGENCY; AND

(III) EACH FACILITY REQUIRED TO REPORT PURSUANT TO SECTION
 11023 OF THE FEDERAL ACT SHALL PAY AN ANNUAL FEE NOT TO EXCEED
 TWENTY-FIVE DOLLARS FOR EVERY EXTREMELY HAZARDOUS SUBSTANCE
 LOCATED AT THE FACILITY IN EXCESS OF THE THRESHOLDS ADOPTED BY
 THE UNITED STATES ENVIRONMENTAL PROTECTION AGENCY.

6 (b) THE DEPARTMENT SHALL CHARGE AND COLLECT POLLUTION
7 PREVENTION FEES FROM ANY FEDERAL AGENCY FROM WHICH, PURSUANT
8 TO FEDERAL EXECUTIVE ORDER NO. 12856, AS PUBLISHED IN 58 FED. REG.
9 41981 (1993), THE DEPARTMENT HAS THE AUTHORITY TO COLLECT
10 POLLUTION PREVENTION FEES.

11 (c) ANY RETAIL MOTOR FUEL OUTLET THAT IS REQUIRED TO
12 REPORT PURSUANT TO THE FEDERAL ACT SHALL PAY ONE-HALF OF THE FEE
13 SET FORTH IN SUBSECTION (1)(a) OF THIS SECTION.

(d) ANY SINGLE REPORTING ORGANIZATION THAT OWNS OR
OPERATES MULTIPLE REPORTING FACILITIES IS NOT REQUIRED TO PAY
MORE THAN A TOTAL OF ONE THOUSAND DOLLARS FOR ALL POLLUTION
PREVENTION FEES REQUIRED BY THIS SECTION.

18 (e) AGRICULTURAL BUSINESSES THAT ARE REQUIRED TO REPORT
19 UNDER THE FEDERAL ACT ARE NOT REQUIRED TO PAY THE POLLUTION
20 PREVENTION FEES SET FORTH IN THIS SUBSECTION (1).

(f) IT IS THE INTENT OF THE GENERAL ASSEMBLY THAT THE
DEPARTMENT COLLECT ALL FEES FROM ANY REPORTING FACILITY
REQUIRED TO REPORT UNDER THE FEDERAL ACT, INCLUDING THE
POLLUTION PREVENTION FEE, IN A SINGLE, CENTRALIZED BILLING
PROCEDURE.

26 (2) THE DEPARTMENT SHALL TRANSMIT ANY MONEY COLLECTED
27 PURSUANT TO SUBSECTION (1) OF THIS SECTION TO THE STATE TREASURER

-10-

AND THE STATE TREASURER SHALL CREDIT THE MONEY TO THE POLLUTION
 PREVENTION FUND CREATED IN SECTION 25-16.5-108.

3 **25-16.5-108.** Pollution prevention fund - created. (1) THERE IS 4 CREATED IN THE STATE TREASURY THE POLLUTION PREVENTION FUND. 5 ANY MONEY COLLECTED PURSUANT TO SECTION 25-16.5-107 IS CREDITED 6 TO THE FUND. ALL INTEREST DERIVED FROM THE DEPOSIT AND 7 INVESTMENT OF MONEY IN THE FUND IS CREDITED TO THE GENERAL FUND. 8 AT THE END OF ANY FISCAL YEAR, ALL UNEXPENDED AND UNENCUMBERED 9 MONEY IN THE FUND REMAINS IN THE FUND AND IS NOT CREDITED OR 10 TRANSFERRED TO THE GENERAL FUND OR ANY OTHER FUND.

(2) THE MONEY GENERATED FROM THE POLLUTION PREVENTION
FEES PURSUANT TO SECTION 25-16.5-107 IS ANNUALLY APPROPRIATED TO
THE DEPARTMENT TO COVER THE DIRECT AND INDIRECT COSTS FOR
SUSTAINABILITY SERVICES SET FORTH IN SECTION 25-16.5-106. THE
MONEY IN THE FUND SHALL NOT BE USED FOR THE ENFORCEMENT OF ANY
STATE LAW OR REGULATION GOVERNING ENVIRONMENTAL PROTECTION.

17 25-16.5-109. Colorado circular communities enterprise 18 legislative declaration - fund - goals - grant program - personal
 19 property tax reimbursements - gifts, grants, or donations - definitions
 20 - repeal. (1) Legislative declaration. The GENERAL ASSEMBLY:

21

(a) FINDS THAT:

(I) COLORADO HAS ONE OF THE LOWEST RATES OF WASTE
DIVERSION IN THE UNITED STATES, RECYCLING ONLY ABOUT TWELVE
PERCENT OF OUR WASTE COMPARED TO THIRTY-FIVE PERCENT
NATIONWIDE;

26 (II) COLORADO DISPOSED OF A RECORD AMOUNT OF TRASH IN
27 LANDFILLS IN 2017, OVER NINE MILLION TONS, WHILE THERE WAS

-11-

1 ESSENTIALLY NO INCREASE IN THE MUNICIPAL WASTE DIVERSION RATE;

2 (III) RECYCLING, REUSE, AND REMANUFACTURING CONTRIBUTE 3 ALMOST NINE BILLION DOLLARS TO THE COLORADO ECONOMY ANNUALLY, 4 YET WE ARE THROWING AWAY IN OUR LANDFILLS MORE THAN 5 ONE-QUARTER BILLION DOLLARS' WORTH ANNUALLY OF RECYCLABLE 6 MATERIAL, SUCH AS ALUMINUM, CARDBOARD, PAPER, GLASS, AND 7 PLASTICS, WHICH MATERIAL COULD HAVE BEEN RECYCLED HERE IN 8 COLORADO, THEREBY CREATING LOCAL JOBS AND STRENGTHENING LOCAL 9 ECONOMIES;

10 (IV) RECYCLING CREATES AN AVERAGE OF NINE TIMES MORE JOBS
11 PER TON OF WASTE THAN DOES DISPOSAL IN A LANDFILL, AND RECYCLING
12 IS ONE OF THE FASTEST, EASIEST, AND MOST COST-EFFECTIVE WAYS TO
13 REDUCE GREENHOUSE GAS EMISSIONS;

14 (V) THE FRONT RANGE:

15 (A) GENERATES ABOUT EIGHTY-FIVE PERCENT OF THE WASTE
16 STATEWIDE AND HAS MOST OF THE INFRASTRUCTURE IN PLACE TO DIVERT
17 WASTE FROM LANDFILLS; AND

(B) HAS HIGHER DENSITIES OF WASTE PRODUCERS AND RECYCLING
FACILITIES THAN THE REST OF THE STATE AND THUS FEWER CHALLENGES
REGARDING LONG DISTANCES TO RECYCLING FACILITIES AND MARKETS;

(VI) TO SUPPORT WASTE DIVERSION EFFORTS, THE AVERAGE
FAMILY LIVING ALONG THE FRONT RANGE PAYS ABOUT EIGHTY-SIX CENTS
PER YEAR IN THE FORM OF USER FEES ASSESSED AT FOURTEEN CENTS PER
CUBIC YARD OF WASTE DISPOSED OF AT ATTENDED LANDFILLS, WHICH FEES
ARE USED TO SUPPORT WASTE DIVERSION EFFORTS; AND

26 (VII) CIRCULARITY CAN ONLY BE ACHIEVED WHEN WORKING
27 COLLABORATIVELY ACROSS THE STATE TO MAXIMIZE THE USE OF LOCAL

1 MATERIALS AND THE LOCAL USE OF END PRODUCTS;

2 (VIII) CIRCULARITY AND WASTE DIVERSION AND AVERSION
3 INFRASTRUCTURE IS NEEDED STATEWIDE THROUGH A COMBINATION OF
4 LOCAL, REGIONAL, AND STATEWIDE SOLUTIONS; AND

5 (IX) CIRCULARITY SERVICES, INCLUDING WASTE DIVERSION AND 6 AVERSION, SUPPORT OPERATORS OF ATTENDED SOLID WASTE DISPOSAL 7 SITES, WASTE PRODUCERS, AND PERSONS PAYING THE FEE BY EXTENDING 8 THE USEFUL LIFE OF LANDFILLS, SUPPORTING EXPANSION OF FEE SERVICES 9 TO MEET COMMUNITY DEMAND FOR COMPOSTING AND RECYCLING 10 SERVICES, AND ESTABLISHING LOCAL USES FOR COLLECTED MATERIALS 11 THAT REDUCE THE TRANSPORTATION COSTS OF OPERATORS OF ATTENDED 12 SOLID WASTE DISPOSAL SITES, WASTE PRODUCERS, AND PERSONS PAYING 13 THE FEE:

14 (b) DETERMINES THAT:

(I) A CIRCULAR ECONOMY, INCLUDING WASTE DIVERSION AND
AVERSION, HAS SUBSTANTIAL ECONOMIC AND ENVIRONMENTAL BENEFITS
FOR THE STATE;

18 (II) THE OPPORTUNITY FOR IMPROVEMENT IS GREAT, YET THE19 STATE LACKS:

20 (A) A SUFFICIENT FUNDING SOURCE TO MAKE THESE 21 IMPROVEMENTS; AND

(B) A COHERENT CIRCULAR ECONOMY POLICY, INCLUDING WASTE
 DIVERSION AND AVERSION POLICIES, AT THE LOCAL LEVEL; AND

(III) IT IS IN THE STATE'S INTEREST TO PROVIDE FINANCIAL AND
TECHNICAL ASSISTANCE TO COMMUNITIES TO DEVELOP A CIRCULAR
ECONOMY AND REACH THEIR WASTE DIVERSION AND AVERSION GOALS
THROUGH TECHNICAL ASSISTANCE AND A GRANT AND FUNDING

1 OPPORTUNITY PROGRAM FINANCED BY USER FEES; AND

(c) DECLARES THAT:

2

3 (I) PROVIDING TECHNICAL ASSISTANCE, GRANTS, AND FUNDING 4 OPPORTUNITIES TO SUPPORT A CIRCULAR ECONOMY, INCLUDING WASTE 5 DIVERSION AND AVERSION, CONSTITUTES A VALUABLE SERVICE AND 6 BENEFIT, AND THE COLORADO CIRCULAR COMMUNITIES ENTERPRISE 7 PROVIDES USEFUL BUSINESS SERVICES TO WASTE PRODUCERS WHEN, IN 8 EXCHANGE FOR PAYMENT OF USER FEES, IT PROVIDES TECHNICAL 9 ASSISTANCE AND AWARDS GRANTS OR FUNDING FINANCED BY THE FEES TO 10 ENTITIES THAT PROMOTE A CIRCULAR ECONOMY, INCLUDING WASTE 11 DIVERSION AND AVERSION;

(II) IT IS NECESSARY, APPROPRIATE, AND IN THE BEST INTEREST OF
THE STATE TO ACKNOWLEDGE THAT BY PROVIDING THE BUSINESS
SERVICES SPECIFIED IN SUBSECTIONS (1)(b)(III) AND (1)(c)(I) OF THIS
SECTION, THE ENTERPRISE ENGAGES IN AN ACTIVITY CONDUCTED IN THE
PURSUIT OF A BENEFIT, GAIN, OR LIVELIHOOD AND THEREFORE OPERATES
AS A BUSINESS;

18 (III) CONSISTENT WITH THE DETERMINATION OF THE COLORADO 19 SUPREME COURT IN NICHOLL V. E-470 PUBLIC HIGHWAY AUTHORITY, 896 20 P.2d 859 (Colo. 1995), that the power to impose taxes is 21 INCONSISTENT WITH ENTERPRISE STATUS UNDER SECTION 20 OF ARTICLE 22 X OF THE STATE CONSTITUTION, IT IS THE CONCLUSION OF THE GENERAL 23 ASSEMBLY THAT THE USER FEE COLLECTED BY THE ENTERPRISE IS A FEE, 24 NOT A TAX, BECAUSE THE FEE IS IMPOSED FOR THE SPECIFIC PURPOSE OF 25 ALLOWING THE ENTERPRISE TO DEFRAY THE COSTS OF PROVIDING THE 26 BUSINESS SERVICES SPECIFIED IN SUBSECTIONS (1)(b)(III) AND (1)(c)(I) OF 27 THIS SECTION TO WASTE PRODUCERS THAT ULTIMATELY PAY THE FEE AND

1 IS COLLECTED AT RATES THAT ARE REASONABLY CALCULATED BASED ON

2 THE BENEFITS RECEIVED BY THOSE WASTE PRODUCERS;

3 (IV) SO LONG AS THE ENTERPRISE QUALIFIES AS AN ENTERPRISE 4 FOR PURPOSES OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION, 5 THE REVENUE FROM THE USER FEES COLLECTED BY THE ENTERPRISE IS NOT 6 STATE FISCAL YEAR SPENDING, AS DEFINED IN SECTION 24-77-102(17), OR 7 STATE REVENUES, AS DEFINED IN SECTION 24-77-103.6 (6)(c), AND DOES 8 NOT COUNT AGAINST EITHER THE STATE FISCAL YEAR SPENDING LIMIT 9 IMPOSED BY SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION OR 10 THE EXCESS STATE REVENUES CAP, AS DEFINED IN SECTION 24-77-103.6 11 (6)(b)(I)(G); AND

(V) THIS SECTION IS NECESSARY TO PROVIDE INCENTIVES TO
LOCAL GOVERNMENTS, FOR-PROFIT WASTE MANAGEMENT AND WASTE
DIVERSION COMPANIES, STATE INSTITUTIONS OF HIGHER EDUCATION,
NONPROFIT ORGANIZATIONS, OR OTHER ENTITIES THAT THE BOARD
IDENTIFIES AS PURSUING A CIRCULAR ECONOMY FOR THE STATE,
INCLUDING WASTE DIVERSION AND AVERSION.

18 (2) Definitions. As used in this section, unless the context
19 OTHERWISE REQUIRES:

20 (a) "BOARD" MEANS THE BOARD OF DIRECTORS OF THE 21 ENTERPRISE.

(b) "CIRCULAR ECONOMY DEVELOPMENT CENTER" MEANS THE
CIRCULAR ECONOMY DEVELOPMENT CENTER CREATED IN SECTION
24 25-17-602 (1).

25 (c) (I) "ELIGIBLE ENTITY" MEANS THE FOLLOWING ENTITIES
26 LOCATED OR PROVIDING SERVICES IN COLORADO:

27 (A) CITIES, COUNTIES, AND CITIES AND COUNTIES;

(B) NONPROFIT AND FOR-PROFIT BUSINESSES PROMOTING A
 CIRCULAR ECONOMY, INCLUDING WASTE DIVERSION OR AVERSION;

3 (C) STATE INSTITUTIONS OF HIGHER EDUCATION AND PUBLIC OR
4 PRIVATE SCHOOLS; AND

5 (D) ANY OTHER ENTITY IDENTIFIED BY THE BOARD AS SUPPORTING
6 OR PURSUING A CIRCULAR ECONOMY FOR COLORADO, INCLUDING WASTE
7 DIVERSION AND AVERSION.

8 (II) "ELIGIBLE ENTITY" INCLUDES AN ENTITY LISTED IN 9 SUBSECTION (2)(c)(I) OF THIS SECTION THAT IS LOCATING TO COLORADO 10 AFTER RECRUITMENT BY THE CIRCULAR ECONOMY DEVELOPMENT CENTER 11 PURSUANT TO SECTION 25-17-602 (1)(d) AND IN ACCORDANCE WITH 12 SUBSECTION (2)(c)(III) OF THIS SECTION.

(III) TO QUALIFY AS AN "ELIGIBLE ENTITY" BY LOCATING TO
COLORADO AFTER RECRUITMENT PURSUANT TO SUBSECTION (2)(c)(II) OF
THIS SECTION, AN ENTITY THAT IS LOCATING TO COLORADO MUST
DEMONSTRATE THAT IT HAS:

17 (A) BEEN IN BUSINESS IN ANOTHER JURISDICTION FOR A MINIMUM
18 OF THREE YEARS;

19 (B) IDENTIFIED A COLORADO LOCATION TO RELOCATE OR EXPAND
20 ITS BUSINESS TO;

21 (C) REGISTERED WITH THE COLORADO SECRETARY OF STATE; AND
22 (D) BEEN RECOMMENDED BY THE CIRCULAR ECONOMY

23 DEVELOPMENT CENTER.

24 (d) "ENTERPRISE" MEANS THE COLORADO CIRCULAR COMMUNITIES
25 ENTERPRISE CREATED IN SUBSECTION (3) OF THIS SECTION.

26 (e) "FEE" OR "FEES" MEANS MONEY COLLECTED BY MEANS OF THE
27 USER FEES AUTHORIZED BY SECTION 25-16-104.5 (3.9).

1 (f) "FUND" MEANS THE COLORADO CIRCULAR COMMUNITIES CASH 2 FUND CREATED IN SUBSECTION (4) OF THIS SECTION. 3 (g) (I) "GRANT AND FUNDING PROGRAM" MEANS THE COLORADO 4 CIRCULAR COMMUNITIES GRANT AND FUNDING PROGRAM CREATED IN 5 SUBSECTION (6) OF THIS SECTION. 6

(II) "GRANT AND FUNDING PROGRAM" INCLUDES:

- 7 (A) GRANTS;
- 8 (B) PURCHASES;
- 9 (C) LOANS;
- 10 (D) REBATES;
- 11 (E) NONCOMPETITIVE FORMULA FUNDING; AND

12 (F) FUNDING THAT MAY RESULT FROM A REQUEST TO THE BOARD 13 FROM ONE OR MORE PUBLIC OR PRIVATE PARTNERS ACROSS MULTIPLE 14 JURISDICTIONS.

- 15 (h) "PRODUCER RESPONSIBILITY PROGRAM" MEANS THE PRODUCER 16 RESPONSIBILITY PROGRAM FOR STATEWIDE RECYCLING ESTABLISHED 17 PURSUANT TO PART 7 OF ARTICLE 17 OF THIS TITLE 25.
- 18 (3) **Enterprise.** (a) THERE IS CREATED IN THE DEPARTMENT THE 19 COLORADO CIRCULAR COMMUNITIES ENTERPRISE. THE ENTERPRISE IS AND 20 OPERATES AS A GOVERNMENT-OWNED BUSINESS WITHIN THE DEPARTMENT 21 FOR THE PURPOSE OF COLLECTING THE FEE CHARGED TO WASTE 22 PRODUCERS AND USING THE FEE TO PROVIDE GRANTS, FUNDING, AND 23 TECHNICAL ASSISTANCE AND TO PAY FOR STUDIES TO PROMOTE A 24 CIRCULAR ECONOMY, INCLUDING WASTE DIVERSION AND AVERSION. THE 25 ENTERPRISE IS A TYPE 1 ENTITY, AS DEFINED IN SECTION 24-1-105, AND 26 EXERCISES ITS POWERS AND PERFORMS ITS DUTIES AND FUNCTIONS UNDER 27 THE DEPARTMENT.

1 (b) THE ENTERPRISE CONSTITUTES AN ENTERPRISE FOR PURPOSES 2 OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION SO LONG AS IT 3 RETAINS THE AUTHORITY TO ISSUE REVENUE BONDS AND RECEIVES LESS 4 THAN TEN PERCENT OF ITS TOTAL REVENUES IN GRANTS FROM ALL 5 COLORADO STATE AND LOCAL GOVERNMENTS COMBINED. SO LONG AS IT 6 CONSTITUTES AN ENTERPRISE PURSUANT TO THIS SUBSECTION (3)(b), THE 7 ENTERPRISE IS NOT SUBJECT TO SECTION 20 OF ARTICLE X OF THE STATE 8 CONSTITUTION.

9

10

(I) COLLECT THE FEE;

(II) PROMOTE A CIRCULAR ECONOMY, INCLUDING WASTE
DIVERSION AND AVERSION, BY PROVIDING TECHNICAL ASSISTANCE AND
ISSUING GRANTS AND FUNDING, AS SPECIFIED IN SUBSECTION (6) OF THIS
SECTION;

(c) THE ENTERPRISE'S PRIMARY POWERS AND DUTIES ARE TO:

(III) ISSUE REVENUE BONDS PAYABLE FROM THE REVENUES OF THE
ENTERPRISE TO PROMOTE A CIRCULAR ECONOMY, INCLUDING WASTE
DIVERSION AND AVERSION, AS SPECIFIED IN THIS SECTION;

(IV) PUBLISH EACH YEAR, ON THE DEPARTMENT'S WEBSITE AND AS
OTHERWISE DEEMED APPROPRIATE BY THE BOARD, THE STRATEGIES THAT
THE BOARD HAS PRIORITIZED FOR FUNDING THROUGH THE GRANT AND
FUNDING PROGRAM;

(V) ADOPT, AMEND, OR REPEAL POLICIES FOR THE REGULATION OF
THE ENTERPRISE'S AFFAIRS AND THE CONDUCT OF ITS BUSINESS
CONSISTENT WITH THIS SECTION, INCLUDING ESTABLISHING APPLICATION,
REVIEW, APPROVAL, REPORTING, AND OTHER REQUIREMENTS FOR GRANTS
AND FUNDING;

27 (VI) ENGAGE THE SERVICES OF CONTRACTORS, CONSULTANTS,

-18-

1 AND LEGAL COUNSEL, INCLUDING THE DEPARTMENT AND THE ATTORNEY 2 GENERAL'S OFFICE, FOR PROFESSIONAL AND TECHNICAL ASSISTANCE AND 3 ADVICE AND TO SUPPLY OTHER SERVICES RELATED TO THE CONDUCT OF 4 THE AFFAIRS OF THE ENTERPRISE, WITHOUT REGARD TO THE 5 "PROCUREMENT CODE", ARTICLES 101 TO 112 OF TITLE 24. THE BOARD 6 SHALL ENCOURAGE DIVERSITY IN APPLICANTS FOR CONTRACTS AND SHALL 7 GENERALLY AVOID USING SINGLE-SOURCE BIDS. THE DEPARTMENT SHALL 8 PROVIDE OFFICE SPACE AND ADMINISTRATIVE STAFF TO THE ENTERPRISE 9 PURSUANT TO A CONTRACT ENTERED INTO PURSUANT TO THIS SUBSECTION 10 (3)(c)(VI).

(VII) IN COORDINATION WITH THE DEPARTMENT, PAY THE DIRECT
AND INDIRECT COSTS ASSOCIATED WITH THE DEPARTMENT'S OVERSIGHT
AND THE ADMINISTRATOR'S OPERATION OF THE CIRCULAR ECONOMY
DEVELOPMENT CENTER;

(VIII) (A) IN COORDINATION WITH THE DEPARTMENT, PAY THE
COSTS ASSOCIATED WITH CONDUCTING THE ORGANICS DIVERSION STUDY
REQUIRED BY SECTION 25-17-902.

18 (B) THIS SUBSECTION (3)(c)(VIII) IS REPEALED, EFFECTIVE JULY
19 1, 2025.

20 (IX) ENSURE CONTINUITY OF ENTERPRISE OPERATIONS. TO ENSURE 21 CONTINUITY, ANY GRANT AGREEMENT OR CONTRACT ENTERED INTO BY 22 THE FRONT RANGE WASTE DIVERSION ENTERPRISE BOARD PURSUANT TO 23 THIS SECTION AS IT EXISTED BEFORE HOUSE BILL 24-1449 WAS ENACTED 24 IN 2024 IS TRANSFERRED OR ASSIGNED TO THE COLORADO CIRCULAR 25 COMMUNITIES ENTERPRISE BOARD. THE CHAIR OF THE FRONT RANGE 26 WASTE DIVERSION BOARD OR THE CHAIR'S DESIGNEE IS AUTHORIZED TO 27 ASSIGN ANY CONTRACT OR AGREEMENT OF THE FRONT RANGE WASTE 1 DIVERSION ENTERPRISE BOARD ON BEHALF OF THE DISSOLVED FRONT 2 RANGE WASTE DIVERSION ENTERPRISE BOARD TO THE CIRCULAR 3 COMMUNITIES ENTERPRISE BOARD UNTIL JANUARY 31, 2025. THE 4 DEPARTMENT IS AUTHORIZED TO ADMINISTER THE SERVICES ON BEHALF OF 5 THE ENTERPRISE IN THE INTERIM TO THE EXTENT NECESSARY TO MAINTAIN 6 OPERATIONS. THE ENTERPRISE SHALL COMPENSATE THE DEPARTMENT AT 7 FAIR MARKET VALUE FOR ANY INTERIM SERVICES THAT THE DEPARTMENT 8 PROVIDES.

9 (d) (I) THE ENTERPRISE IS GOVERNED BY A BOARD OF DIRECTORS.
10 THE EXECUTIVE DIRECTOR OF THE DEPARTMENT SHALL APPOINT THE
11 FOLLOWING THIRTEEN MEMBERS OF THE BOARD:

12

(A) ONE MEMBER REPRESENTING THE DEPARTMENT; AND

13 (B) TWELVE MEMBERS WHO, TO THE EXTENT PRACTICABLE,
14 REPRESENT A BALANCE OF FOR-PROFIT AND NONPROFIT BUSINESSES AND
15 LOCAL GOVERNMENTS AND MEET THE ELIGIBILITY REQUIREMENTS SET
16 FORTH IN SUBSECTIONS (3)(d)(II) AND (3)(d)(III) OF THIS SECTION.

17 (II) MEMBERS APPOINTED PURSUANT TO SUBSECTION (3)(d)(I)(B)
18 OF THIS SECTION MUST HAVE EXPERTISE IN ONE OR MORE OF THE
19 FOLLOWING AREAS:

- 20 (A) THE CIRCULAR ECONOMY;
- 21 (B) PRODUCER RESPONSIBILITY;
- 22 (C) ENVIRONMENTAL HEALTH AND SAFETY;
- 23 (D) CIRCULAR ECONOMY OR RENEWABLE ENERGY BUSINESS
 24 DEVELOPMENT OR INVESTMENT;
- 25 (E) ECONOMIC DEVELOPMENT;
- 26 (F) PUBLIC FINANCE; OR
- 27 (G) EXPERTISE IN STATEWIDE OR COMMUNITY-WIDE WASTE

1 DIVERSION OR AVERSION PLANNING AND IMPLEMENTATION.

2 (III) WHEN APPOINTING MEMBERS OF THE BOARD, THE EXECUTIVE
3 DIRECTOR OF THE DEPARTMENT SHALL ENSURE THAT, TO THE EXTENT
4 PRACTICABLE:

5 (A) AT LEAST THREE MEMBERS REPRESENT A LOCAL 6 GOVERNMENT, AND AT LEAST ONE OF THE THREE MEMBERS LIVES IN OR 7 REPRESENTS A COMMUNITY OUTSIDE OF THE FRONT RANGE, AS DEFINED IN 8 SECTION 25-16-104.5 (3.9)(c.5);

9 (B) AT LEAST THREE MEMBERS REPRESENT WASTE HAULERS OR
10 LANDFILL OPERATORS;

11 (C) AT LEAST THREE MEMBERS LIVE IN OR REPRESENT
12 COMMUNITIES OUTSIDE OF THE FRONT RANGE, AS DEFINED IN SECTION
13 25-16-104.5 (3.9)(c.5); AND

14 (D) AT LEAST ONE MEMBER REPRESENTS AN ORGANIZATION THAT
15 WORKS TO REDUCE BURDENS EXPERIENCED BY DISPROPORTIONATELY
16 IMPACTED COMMUNITIES.

17 (e) THE MEMBER APPOINTED PURSUANT TO SUBSECTION 18 (3)(d)(I)(A) OF THIS SECTION SHALL CALL THE FIRST MEETING OF THE 19 BOARD. THE BOARD SHALL ELECT A CHAIR FROM AMONG ITS MEMBERS TO 20 SERVE FOR A TERM NOT TO EXCEED TWO YEARS, AS DETERMINED BY THE 21 BOARD. THE BOARD SHALL MEET AT LEAST QUARTERLY, AND THE CHAIR 22 MAY CALL ADDITIONAL MEETINGS AS NECESSARY FOR THE BOARD TO 23 COMPLETE ITS DUTIES. EACH MEMBER OF THE BOARD IS ENTITLED TO 24 RECEIVE FROM MONEY IN THE FUND A PER DIEM ALLOWANCE OF FIFTY 25 DOLLARS FOR EACH DAY SPENT ATTENDING AN OFFICIAL BOARD MEETING. 26 (f) THE TERM OF OFFICE OF BOARD MEMBERS IS THREE YEARS; 27 EXCEPT THAT THE INITIAL TERM OF FIVE MEMBERS APPOINTED PURSUANT

TO SUBSECTION (3)(d)(I)(B) OF THIS SECTION IS TWO YEARS. MEMBERS
 MAY SERVE FOR MULTIPLE CONSECUTIVE OR NONCONSECUTIVE TERMS.

3 (4) **Fund.** (a) THERE IS CREATED IN THE STATE TREASURY THE 4 COLORADO CIRCULAR COMMUNITIES CASH FUND. THE FUND CONSISTS OF 5 MONEY CREDITED TO THE FUND PURSUANT TO SECTIONS 25-16-104.5 (3.9) 6 AND 18-4-511 (4)(b) AND ANY OTHER MONEY THAT THE GENERAL 7 ASSEMBLY MAY APPROPRIATE OR TRANSFER TO THE FUND. THE STATE 8 TREASURER SHALL CREDIT ALL INTEREST AND INCOME DERIVED FROM THE 9 DEPOSIT AND INVESTMENT OF MONEY IN THE FUND TO THE FUND. THE 10 ENTERPRISE IS EXEMPT FROM SECTION 24-77-108.

11 (b) MONEY IN THE FUND IS CONTINUOUSLY APPROPRIATED TO THE
12 ENTERPRISE TO:

13 (I) COVER THE DIRECT AND INDIRECT COSTS FOR ADMINISTERING
14 THE ENTERPRISE AND ITS SERVICES;

15 (II) AWARD GRANTS AND FUNDING IN ACCORDANCE WITH THIS16 SECTION;

17 (III) PROVIDE TECHNICAL ASSISTANCE, INCLUDING THROUGH THE
18 DEVELOPMENT AND IMPLEMENTATION OF PUBLIC POLICY, TO ELIGIBLE
19 ENTITIES TO PROMOTE A CIRCULAR ECONOMY, INCLUDING WASTE
20 DIVERSION AND AVERSION;

(IV) PAY THE DIRECT AND INDIRECT COSTS ASSOCIATED WITH THE
 DEPARTMENT'S OVERSIGHT AND THE ADMINISTRATOR'S OPERATION OF THE
 CIRCULAR ECONOMY DEVELOPMENT CENTER; AND

24 (V) (A) PAY THE COSTS ASSOCIATED WITH CONDUCTING THE
25 ORGANICS DIVERSION STUDY REQUIRED BY SECTION 25-17-902.

26 (B) THIS SUBSECTION (4)(b)(V) IS REPEALED, EFFECTIVE JULY 1,
27 2025.

-22-

(c) THE BOARD MAY SEEK, ACCEPT, AND EXPEND GIFTS, GRANTS,
 OR DONATIONS FROM PRIVATE OR PUBLIC SOURCES FOR THE PURPOSES OF
 THIS SECTION.

4 (d) (I) ON JULY 1, 2024, THE STATE TREASURER SHALL TRANSFER
5 ANY MONEY REMAINING IN THE FRONT RANGE WASTE DIVERSION CASH
6 FUND, AS IT EXISTED BEFORE HOUSE BILL 24-1449 WAS ENACTED IN 2024,
7 TO THE COLORADO CIRCULAR COMMUNITIES CASH FUND.

8 (II) THIS SUBSECTION (4)(d) IS REPEALED, EFFECTIVE JULY 1, 2025.
9 (5) Circular economy promotion. (a) THE ENTERPRISE SHALL
10 PROMOTE A CIRCULAR ECONOMY IN THE STATE, INCLUDING WASTE
11 DIVERSION AND AVERSION. IN PROMOTING A CIRCULAR ECONOMY, THE
12 ENTERPRISE SHALL CONSIDER:

13 (I) PROMOTING REUSE OF NATURAL RESOURCES AND REDUCTION
14 OF GREENHOUSE GAS EMISSIONS;

15 (II) INCENTIVIZING COLORADO BUSINESSES TO:

16 (A) USE MATERIALS THAT COLORADANS RECYCLE AND COMPOST;

17 (B) PRODUCE NEW PRODUCTS THAT MEET KNOWN HEALTH AND18 SAFETY STANDARDS;

19 (C) MAXIMIZE THE RECOVERY AND REUSE OF BYPRODUCTS DURING
 20 THE MANUFACTURING PROCESS; AND

(D) MINIMIZE WASTE WHEN MANUFACTURING, SELLING, OR
 DISTRIBUTING PRODUCTS;

(III) INCENTIVIZING AND SUPPORTING LOCAL, REGIONAL, AND
STATEWIDE INFRASTRUCTURE, SYSTEMS, LOGISTICS, STUDIES, AND
MARKETING TO HELP CREATE A SUSTAINABLE CIRCULAR ECONOMY;

26 (IV) CREATING LOCAL JOBS, DEVELOPING COLORADO'S
27 WORKFORCE, SUPPORTING REGIONAL BUSINESSES, AND DIVERSIFYING

-23-

1 CURRENT AND NEW END MARKETS;

2 (V) SUPPORTING CIRCULAR ECONOMY AND SUSTAINABLE 3 RESOURCE EDUCATION;

4 (VI) EXTENDING THE USEFUL LIFE OF LOCAL LANDFILLS; AND

5 (VII) SUPPORTING STATEWIDE MUNICIPAL WASTE DIVERSION AND
6 AVERSION AND WASTE REDUCTION GOALS.

7 (b) TO THE EXTENT PRACTICABLE, IN PRIORITIZING AND DESIGNING
8 ITS SERVICES, THE ENTERPRISE SHALL COORDINATE WITH:

9

(I) THE CIRCULAR ECONOMY DEVELOPMENT CENTER;

10 (II) THE PRODUCER RESPONSIBILITY PROGRAM AND NONPROFIT 11 ORGANIZATION THAT THE EXECUTIVE DIRECTOR OF THE DEPARTMENT 12 DESIGNATES PURSUANT TO SECTION 25-17-705 (1)(b)(II) AS THE 13 PRODUCER RESPONSIBILITY ORGANIZATION TO IMPLEMENT AND 14 ADMINISTER THE PRODUCER RESPONSIBILITY PROGRAM;

15 (III) THE OFFICE OF ECONOMIC DEVELOPMENT CREATED IN
16 SECTION 24-48.5-101 (1); AND

17 (IV) ANY SIMILAR PUBLIC AND PRIVATE INITIATIVES IDENTIFIED BY
18 THE BOARD AS SUPPORTING A CIRCULAR ECONOMY.

(6) Grant and funding program. (a) (I) THE ENTERPRISE SHALL
ADMINISTER THE GRANT AND FUNDING PROGRAM AND, SUBJECT TO
AVAILABLE REVENUE, SHALL AWARD GRANTS AND FUNDING FROM THE
FUND AS PROVIDED IN THIS SUBSECTION (6).

(II) BEFORE DISTRIBUTING MONEY, THE BOARD SHALL ASSESS AND
DETERMINE AN EQUITABLE DISTRIBUTION OF MONEY FROM THE FUND FOR
RURAL COUNTIES. THIS ASSESSMENT MAY OCCUR WITHIN EACH GRANT OR
FUNDING OPPORTUNITY OR WITHIN THE OVERALL DISTRIBUTION OF MONEY,
AS DETERMINED BY THE BOARD.

(III) IF THE GRANT APPLICATIONS OR FUNDING REQUESTS ARE
 INSUFFICIENT TO ACHIEVE THE DESIRED DISTRIBUTION, THE BOARD MAY
 DISTRIBUTE MONEY IN A MANNER THAT DEVIATES FROM THE EQUITABLE
 DISTRIBUTION DETERMINED BY THE BOARD, BUT THE BOARD SHALL THEN
 EVALUATE AND IDENTIFY STRATEGIES TO WORK TOWARD AN EQUITABLE
 DISTRIBUTION OF MONEY FROM THE FUND FOR FUTURE GRANT AND
 FUNDING OPPORTUNITIES.

8 (b) (I) THE PURPOSE OF THE GRANT AND FUNDING PROGRAM IS TO
9 PROVIDE ECONOMIC AND TECHNICAL ASSISTANCE TO ELIGIBLE ENTITIES IN
10 THEIR EFFORTS TO PROMOTE A CIRCULAR ECONOMY, INCLUDING WASTE
11 DIVERSION AND AVERSION, AS DESCRIBED IN THIS SECTION.

(II) THE BOARD SHALL ESTABLISH CRITERIA TO EVALUATE AND
PRIORITIZE APPLICATIONS OR REQUESTS FOR GRANTS OR AWARDS OF
FUNDING. AS PART OF THE SERVICES THAT THE BOARD MAY CONTRACT FOR
THE ENTERPRISE PURSUANT TO SUBSECTION (3)(c)(VI) OF THIS SECTION,
THE DEPARTMENT SHALL REVIEW APPLICATIONS AND REQUESTS FOR
FUNDING UTILIZING CRITERIA THAT THE BOARD ESTABLISHES.

18 (III) (A) SUBJECT TO SUBSECTION (6)(b)(III)(B) OF THIS SECTION, 19 IN REVIEWING APPLICATIONS AND REQUESTS FOR FUNDING, THE 20 DEPARTMENT MAY ENGAGE STAKEHOLDERS TO INFORM THE DESIGN OF, 21 IDENTIFY GAPS IN, OR ASSIST IN THE REVIEW PROCESS OR TO GAIN 22 INCREASED UNDERSTANDING OF TOPICS THAT MAY MERIT INCLUSION IN 23 THE APPROVED PROJECT ACTIVITIES AND DELIVERABLES, SUCH AS 24 INDUSTRY STANDARDS, ENVIRONMENTAL HEALTH AND SAFETY 25 STANDARDS, BUSINESS REQUIREMENTS, ECONOMIC OR INVESTMENT 26 CONSIDERATIONS, OR SIMILAR TOPICS THAT WILL SUPPORT THE 27 SUCCESSFUL IMPLEMENTATION OF AN APPROVED PROJECT.

1449

1 (B) IN ENGAGING A STAKEHOLDER, THE DEPARTMENT SHALL 2 DETERMINE THAT THE STAKEHOLDER DOES NOT HAVE A CONFLICT OF 3 INTEREST REGARDING THE GRANT APPLICATION OR FUNDING REQUEST 4 BEING DESIGNED OR REVIEWED OR, IF THE STAKEHOLDER HAS A CONFLICT 5 OF INTEREST, THAT THE CONFLICT CAN BE MANAGED THROUGH BUSINESS 6 PRACTICES, INCLUDING DISCLOSURES AND RECUSALS, TO MAXIMIZE 7 FAIRNESS ACROSS ALL APPLICANTS AND ENTITIES REOUESTING FUNDING. 8 A BOARD MEMBER MAY SERVE AS A STAKEHOLDER FOR THE PURPOSE OF 9 THIS SUBSECTION (6)(b)(III) IF THE BOARD MEMBER DOES NOT HAVE A 10 CONFLICT OF INTEREST OR THE CONFLICT OF INTEREST CAN BE MANAGED 11 IN THE SAME MANNER AS OTHER STAKEHOLDERS.

(IV) THE DEPARTMENT SHALL DEVELOP GRANT AND FUNDING
RECOMMENDATIONS FOR THE BOARD THAT INCLUDE THE RECOMMENDED
GRANT OR FUNDING RECIPIENT, THE PROJECT AND ITS CONTRIBUTION TO
A CIRCULAR ECONOMY, THE GRANT OR FUNDING AWARD AMOUNT, THE
DURATION OF THE GRANT, AND WHETHER THE GRANT BENEFITS RURAL
AREAS OF THE STATE. THE BOARD SHALL REVIEW THE DEPARTMENT'S
RECOMMENDATIONS IN AWARDING GRANTS OR FUNDING.

19 (c) AT A MINIMUM, AT THE TIME OF APPLICATION OR REQUEST FOR
20 FUNDING OR, IF APPROPRIATE AS DETERMINED BY THE BOARD, AT THE TIME
21 OF AWARDING A GRANT OR FUNDING, AN AWARD OF A GRANT OR OF
22 FUNDING MUST INCLUDE THE FOLLOWING INFORMATION:

23

(I) A NARRATIVE DESCRIPTION OF THE PROJECT;

24 (II) A DESCRIPTION OF HOW THE PROJECT PROMOTES A CIRCULAR
25 ECONOMY, INCLUDING WASTE DIVERSION AND AVERSION;

26 (III) THE AMOUNT OF IN-KIND CONTRIBUTIONS OR MATCHING
27 FUNDS, IF ANY, THAT THE APPLICANT OR OUTSIDE SOURCES WILL PROVIDE

1 FOR THE PROJECT BUDGET; AND

2 (IV) FOR NONPROFIT AND FOR-PROFIT GRANT PROJECT
3 APPLICATIONS, WHETHER THERE IS LOCAL GOVERNMENT SUPPORT FOR THE
4 GRANT APPLICATION.

5 (d) GRANT AND FUNDING RECIPIENTS MAY USE THE MONEY
6 RECEIVED THROUGH THE GRANT AND FUNDING PROGRAM FOR STAFFING,
7 SUPPLIES, EQUIPMENT, MARKETING AND COMMUNICATIONS, PLANNING,
8 POLICY RESEARCH AND DEVELOPMENT, COMMUNITY ENGAGEMENT, AND
9 PROGRAMMING AND SERVICES REQUIRED BY THE BOARD.

10

(e) THE BOARD SHALL:

(I) USE ITS BEST EFFORTS TO AWARD GRANTS WITHIN NINETY DAYS
 AFTER RECEIPT OF APPLICATIONS AND TO AWARD OTHER FUNDING AS SOON
 AS PRACTICABLE;

14 (II) NOT ALLOCATE MORE THAN FIFTY PERCENT OF THE ANNUAL
15 FEE REVENUE IN ANY SINGLE GRANT AWARD;

16 (III) INCLUDE A SCOPE OF WORK OR CONDITIONS OF FUNDING,
17 INCLUDING MILEPOSTS AND DEADLINES FOR ACHIEVEMENT OF SPECIFIED
18 GOALS, IN GRANT AWARD AND FUNDING AGREEMENTS; AND

(IV) DETERMINE THE CRITERIA FOR MEASURING PROGRESS. THE
BOARD SHALL CONSIDER A GRANTEE'S OR FUNDING RECIPIENT'S PROGRESS
IN AWARDING FURTHER GRANTS TO THE GRANTEE OR FUNDING TO THE
FUNDING RECIPIENT.

(f) (I) A GRANTEE OR FUNDING RECIPIENT SHALL REPORT TO THE
BOARD ON THE PROGRESS OF THE PROJECT FINANCED BY THE GRANT OR
AWARD OF FUNDING PURSUANT TO TERMS SPECIFIED BY THE BOARD BUT
NO LESS THAN ON AN ANNUAL BASIS.

27 (II) THE BOARD MAY DEVELOP A POLICY REGARDING A GRANTEE'S

1449

NONCOMPLIANCE WITH THE GRANT OR FUNDING AGREEMENT ENTERED
 INTO BY THE GRANTEE OR FUNDING RECIPIENT AND THE BOARD, WHICH
 POLICY MAY INCLUDE A MECHANISM FOR THE BOARD TO CONVERT THE
 GRANTEE'S GRANT OR FUNDING AWARD TO A LOAN WITH INTEREST.
 NOTHING IN THIS SUBSECTION (6)(f) LIMITS THE BOARD'S AUTHORITY TO
 ADDRESS NONCOMPLIANCE WITH ACTION UP TO AND INCLUDING
 TERMINATION OF THE GRANT OR FUNDING AGREEMENT.

8 (7) Reporting. NOTWITHSTANDING SECTION 24-1-136 (11)(a)(I),
9 THE BOARD SHALL SUBMIT A REPORT BY JULY 1 OF EACH YEAR TO THE
10 COMMITTEES OF REFERENCE OF THE GENERAL ASSEMBLY WITH
11 JURISDICTION OVER ENVIRONMENT MATTERS REGARDING:

12

(a) THE UNOBLIGATED BALANCE OF THE FUND;

13 (b) AN OVERVIEW OF THE GRANTS AND FUNDING AWARDED AND
14 OF ANY TECHNICAL ASSISTANCE PROVIDED;

15 (c) THE PROGRESS TOWARD ACHIEVEMENT OF A CIRCULAR
16 ECONOMY, INCLUDING WASTE DIVERSION AND AVERSION, AND THE
17 PRIMARY FACTORS FACILITATING AND INHIBITING THAT PROGRESS; AND
18 (d) ANY SUGGESTED LEGISLATION OR POLICY CHANGES.

19 (8) **Repeal.** (a) THIS SECTION IS REPEALED, EFFECTIVE SEPTEMBER

20 1, 2032.

21 (b) THE STATE TREASURER SHALL TRANSFER ANY MONEY 22 REMAINING IN THE FUND ON SEPTEMBER 1, 2032, TO THE GENERAL FUND. 23 25-16.5-110. Stakeholder feedback report. 24 (1) STAKEHOLDERS MAY PROVIDE THE DEPARTMENT WITH FEEDBACK 25 ABOUT THE EFFECTIVENESS OF THE ENTERPRISE, INCLUDING ANY FACTORS 26 THAT FACILITATE OR INHIBIT PROGRESS, WHICH FACTORS MAY RELATE TO 27 THE ENTERPRISE ITSELF OR TO OTHER AREAS SUCH AS THE CIRCULAR

-28-

ECONOMY DEVELOPMENT CENTER OR PRODUCER RESPONSIBILITY
 PROGRAM. AT ANY TIME THE DEPARTMENT CHOOSES, THE DEPARTMENT
 SHALL SHARE THE FEEDBACK WITH THE BOARD TO INFORM THE BOARD'S
 STRATEGIES AND DECISIONS.

5 (2) By JANUARY 1, 2030, THE DEPARTMENT, AFTER ENGAGING 6 STAKEHOLDERS, SHALL SUBMIT A REPORT TO THE COMMITTEES OF 7 REFERENCE OF THE GENERAL ASSEMBLY WITH JURISDICTION OVER 8 ENVIRONMENTAL MATTERS REGARDING THE ENTERPRISE AND ANY 9 RECOMMENDATIONS. THE DEPARTMENT'S RECOMMENDATIONS IN THE 10 REPORT MAY INCLUDE:

11 (a) THE STATUTORY REPEAL DATE OF THE ENTERPRISE, IF ANY;

12 (b) ENTERPRISE FEE AMOUNTS, INCLUDING A PROPOSED SCHEDULE
13 FOR FEE INCREASES OR A RECOMMENDATION TO MOVE TO A SINGLE,
14 STATEWIDE FEE; AND

15 (c) PROGRESS TOWARD DELIVERING STATEWIDE SERVICES.

SECTION 2. In Colorado Revised Statutes, 25-16-104.5, amend
(3.9) as follows:

18 25-16-104.5. Solid waste user fee - imposed - rate - legislative 19 declaration - definition - repeal. (3.9) (a) BEGINNING JULY 1, 2024, AND 20 subject to subsection (1.5) of this section, in addition to any other user fee 21 imposed by this section, on or after July 1, 2007, there is hereby imposed 22 a user fee to fund the recycling resources economic opportunity program 23 COLORADO CIRCULAR COMMUNITIES ENTERPRISE created in section 24 25-16.5-106.7. Such fee shall be collected by 25-16.5-109 (3)(a). The 25 operator of an attended solid waste disposal site LOCATED OUTSIDE OF THE 26 FRONT RANGE, INCLUDING SITES LOCATED IN THE COUNTIES OF CUSTER, 27 FREMONT, MORGAN, AND OTERO, UNLESS MODIFIED PURSUANT TO SUBSECTION (3.9)(c)(II) OF THIS SECTION, SHALL COLLECT THE FEE at the
 time of disposal. and THE FEE shall be imposed and passed through to
 waste producers and other persons disposing of waste at the following
 rate or at an equivalent rate established by the department COMMISSION:

5 (I) Two cents per load transported by a motor vehicle that is 6 commonly used for the noncommercial transport of persons over public 7 highways;

8 (II) Four cents per load transported by a truck, as defined in 9 section 42-1-102 (108), C.R.S., that is commonly used for the 10 noncommercial transport of persons and property over the public 11 highways; and

(III) An amount, per cubic yard per load transported by any
commercial vehicle or other vehicle not included in the vehicles described
in subparagraph (I) or (II) of this paragraph (a), in accordance with the
following schedule: SUBSECTIONS (3.9)(a)(I) AND (3.9)(a)(II) OF THIS
SECTION,

17 (A) Through December 31, 2013, seven cents per cubic yard per
18 load;

(B) From January 1, 2014, through December 31, 2014, nine cents
 per cubic yard per load;

21 (C) From January 1, 2015, through December 31, 2015, eleven
 22 cents per cubic yard per load; and

(D) on and after January 1, 2016, OF fourteen cents per cubic yard
 per load, WHICH AMOUNT IS EQUIVALENT TO FORTY-SEVEN CENTS PER
 TON.

(b) BEGINNING JULY 1, 2024, any user fee collected by the
operator of a solid waste disposal site or facility pursuant to paragraph (a)

of this subsection (3.9) SUBSECTION (3.9)(a) OF THIS SECTION shall be 1 2 transmitted by the last day of the month following the end of each 3 calendar quarter to the state treasurer, who shall credit one hundred 4 percent of such moneys THE MONEY to the recycling resources economic 5 opportunity COLORADO CIRCULAR COMMUNITIES CASH fund created in 6 section 25-16.5-106.5 25-16.5-109 (4), to fund the recycling resources 7 economic opportunity program COLORADO CIRCULAR COMMUNITIES 8 ENTERPRISE pursuant to section 25-16.5-106.7 25-16.5-109.

9 (c) (I) Subject to subsections (1.5) and (3.9)(c)(VI) (3.9)(c)(II) of 10 this section, in addition to any other user fee imposed by this section, on 11 or after September 1, 2019, there is hereby imposed a user fee to finance 12 the front range waste diversion grant program COLORADO CIRCULAR 13 COMMUNITIES ENTERPRISE created in section 25-16.5-111 25-16.5-109. 14 At the time of disposal, the operator of an attended solid waste disposal 15 site located in the front range as that term is defined in section 16 25-16.5-111(2)(f), shall collect the fee, which may be passed through to 17 waste producers and other persons disposing of waste, in an amount per 18 cubic yard per load transported by any commercial vehicle, or by other 19 vehicle not included in the vehicles described in subsection (3.9)(a)(I) or 20 (3.9)(a)(II) of this section, as set forth in the following schedule: except 21 as modified by subsection (3.9)(c)(II) of this section:

22

(A) to (C) Repealed.

(D) (A) On and after January 1, 2023, sixty AND AFTER JULY 1,
2024, BUT BEFORE JANUARY 1, 2025, SEVENTY-FOUR cents per cubic yard
per load, WHICH IS EQUIVALENT TO TWO DOLLARS AND FORTY-SEVEN
CENTS PER TON; AND

27 (B) ON AND AFTER JANUARY 1, 2025, SEVENTY-EIGHT CENTS PER

CUBIC YARD PER LOAD, WHICH IS EQUIVALENT TO TWO DOLLARS AND
 SIXTY CENTS PER TON.

3 (II) Effective January 1, 2024, and on each succeeding January 1,
4 the amount of the fee specified in subsection (3.9)(c)(I)(D) of this section
5 is adjusted by the annual percentage change in the United States
6 department of labor's bureau of labor statistics consumer price index for
7 Denver-Aurora-Lakewood for all items paid by all urban consumers, or
8 its applicable successor index.

9 (III) Repealed.

(IV) (II) Solid waste disposal sites or facilities located in the
county of Custer, Fremont, Morgan, or Otero shall collect the fee
specified in this subsection (3.9)(c) on loads that originate from the front
range. as that term is defined in section 25-16.5-111 (2)(f).

14 (\forall) (III) BEGINNING JULY 1, 2024, an operator of a solid waste 15 disposal site or facility subject to this subsection (3.9) (3.9)(c) shall 16 transmit the user fee collected pursuant to this subsection (3.9)(c) by the 17 last day of the month following the end of each calendar quarter to the 18 state treasurer, who shall credit it to the front range waste diversion 19 COLORADO CIRCULAR COMMUNITIES cash fund created in section 20 25-16.5-111 (4) 25-16.5-109 (4) to finance the front range waste 21 diversion grant program COLORADO CIRCULAR COMMUNITIES ENTERPRISE 22 pursuant to section 25-16.5-111 (6) 25-16.5-109.

(VI) (IV) An operator of an attended solid waste disposal site
located in the front range need not collect the fee specified in this
subsection (3.9)(c) on a load that contains any of the following materials
that are separated out from the rest of the load: Asbestos-containing
material, asbestos waste, friable asbestos-containing material as that term

1 is defined in section 25-7-502 (6), friable asbestos, nonfriable asbestos 2 waste, regulated asbestos-contaminated soil, nonregulated 3 asbestos-contaminated soil, pathological waste, pharmaceutical waste, 4 ash, biohazardous waste, infectious waste as that term is defined in 5 section 25-15-402 (1)(a), medical waste, exploration and production 6 waste as that term is defined in section 30-20-109 (1.5)(a)(I), 7 technologically enhanced naturally occurring radioactive material as that 8 term is defined in section 25-11-201 (1)(f), grit and sludge, automobile 9 shredder residue, dead animals, special waste liquids, or contaminated 10 soils. 11 (VII) Repealed. 12 (c.5) AS USED IN THIS SUBSECTION (3.9), "FRONT RANGE" MEANS 13 THE COUNTIES OF ADAMS, ARAPAHOE, BOULDER, DOUGLAS, ELBERT, EL 14 PASO, JEFFERSON, LARIMER, PUEBLO, TELLER, AND WELD AND THE CITIES 15 AND COUNTIES OF BROOMFIELD AND DENVER. 16 (d) This subsection (3.9) is repealed, effective September 1, $\frac{2030}{2030}$ 17 2032. 18 SECTION 3. In Colorado Revised Statutes, 18-4-511, amend 19 (4)(b) as follows: 20 18-4-511. Littering of public or private property - repeal. 21 (4) (b) (I) On and after January 1, 2020, the mandatory fines specified in 22 subsection (4)(a) of this section are adjusted annually by the annual 23 percentage change in the United States department of labor's bureau of 24 labor statistics consumer price index for Denver-Aurora-Lakewood for 25 all items paid by all urban consumers, or its applicable successor index. 26 Notwithstanding any other provision of law, the clerk of the court shall

transmit the amount of the fine attributable to the adjustment specified in

1	this subsection $(4)(b)(I)$ to the state treasurer, who shall credit it THE
2	MONEY to the front range waste diversion COLORADO CIRCULAR
3	COMMUNITIES cash fund created in section 25-16.5-111 (4) 25-16.5-109
4	(4).
5	(II) This subsection (4)(b) is repealed, effective September 1,
6	2029 2032.
7	SECTION 4. In Colorado Revised Statutes, 24-1-119, amend
8	(18) as follows:
9	24-1-119. Department of public health and environment -
10	creation. (18) The front range waste diversion COLORADO CIRCULAR
11	COMMUNITIES enterprise, created in section 25-16.5-111 (3) 25-16.5-109
12	(3), is a type 1 entity, as defined in section 24-1-105, and exercises its
13	powers and performs its duties and functions under the department of
14	public health and environment.
15	SECTION 5. In Colorado Revised Statutes, 25-17-602, amend
16	(5) as follows:
10	
17	25-17-602. Circular economy development center - creation -
17	25-17-602. Circular economy development center - creation -
17 18	25-17-602. Circular economy development center - creation - administration - reports - repeal. (5) Costs. The direct and indirect
17 18 19	25-17-602. Circular economy development center - creation - administration - reports - repeal. (5) Costs. The direct and indirect costs associated with the department's oversight and the administrator's
17 18 19 20	25-17-602. Circular economy development center - creation - administration - reports - repeal. (5) Costs. The direct and indirect costs associated with the department's oversight and the administrator's operation of the center shall be paid by money appropriated to the
17 18 19 20 21	25-17-602. Circular economy development center - creation - administration - reports - repeal. (5) Costs. The direct and indirect costs associated with the department's oversight and the administrator's operation of the center shall be paid by money appropriated to the department from:
 17 18 19 20 21 22 	 25-17-602. Circular economy development center - creation - administration - reports - repeal. (5) Costs. The direct and indirect costs associated with the department's oversight and the administrator's operation of the center shall be paid by money appropriated to the department from: (a) The front range waste diversion COLORADO CIRCULAR
 17 18 19 20 21 22 23 	25-17-602. Circular economy development center - creation - administration - reports - repeal. (5) Costs. The direct and indirect costs associated with the department's oversight and the administrator's operation of the center shall be paid by money appropriated to the department from: (a) The front range waste diversion COLORADO CIRCULAR COMMUNITIES cash fund, pursuant to section 25-16.5-111 (4)(b)(V)
 17 18 19 20 21 22 23 24 	 25-17-602. Circular economy development center - creation - administration - reports - repeal. (5) Costs. The direct and indirect costs associated with the department's oversight and the administrator's operation of the center shall be paid by money appropriated to the department from: (a) The front range waste diversion COLORADO CIRCULAR COMMUNITIES cash fund, pursuant to section 25-16.5-111 (4)(b)(V) 25-16.5-109 (4); and

-34-

1	(II) This subsection $(5)(b)$ is repealed, effective October 1,
2	2025.
3	SECTION 6. In Colorado Revised Statutes, 25-17-702, amend
4	(1) introductory portion and (1)(d) as follows:
5	25-17-702. Legislative declaration. (1) The general assembly
6	hereby finds and declares that:
7	(d) Colorado is not on track to meet the statewide recycling and
8	waste diversion goals that the pollution prevention advisory board
9	assistance committee created in section 25-16.5-105.5 (2), adopted in
10	2016 and set forth in an integrated solid waste and materials management
11	plan;
12	SECTION 7. In Colorado Revised Statutes, 25-17-703, amend
13	(20) as follows:
14	25-17-703. Definitions. As used in this part 7, unless the context
15	otherwise requires:
16	(20) "Materials recovery facility" means a facility for processing
17	covered materials that are collected for recycling before they are
18	conveyed to end-market businesses. as defined in section 25-16.5-112
19	(4)(a).
20	SECTION 8. In Colorado Revised Statutes, 25-17-710, amend
21	(4) as follows:
22	25-17-710. Violations - enforcement - administrative penalty
23	- injunction. (4) The executive director shall transfer any money
24	collected under this section to the state treasurer, who shall credit the
25	money to the recycling resources economic opportunity COLORADO
26	CIRCULAR COMMUNITIES CASH fund created in section $25-16.5-106.5(1)$
27	25-16.5-109 (4).

-35-

- 1 SECTION 9. In Colorado Revised Statutes, 25-17-902, amend 2 (3)(j)(I) as follows:
- 3 25-17-902. **Organics diversion study - report - funding.** 4 (3) The study must, at a minimum:
- 5 (j) Regarding funding sources to enable diversion of organic 6 materials from landfills:

7 (I) Review and identify potential funding sources to support 8 development of collection, contamination reduction, and processing 9 infrastructure. Potential funding sources may include existing state funds, 10 including the front range waste diversion COLORADO CIRCULAR 11 COMMUNITIES cash fund created in section 25-16.5-111 (4), the recycling 12 resources economic opportunity fund created in section 25-16.5-106.5, 13 25-16.5-109 (4) and the Colorado economic development fund created in 14 section 24-46-105; grants from other state agencies, including the 15 department of local affairs created in section 24-1-125; federal funds; and generator- or producer-funded programs. 16

17 SECTION 10. In Colorado Revised Statutes, 30-20-122, amend 18 (1)(a) introductory portion and (1)(a)(VI) as follows:

19 30-20-122. Additional duties of the department - data 20 collection on recycling, solid waste, and solid waste diversion - report. 21 (1) (a) The department shall collect information and data on recycling, 22 solid waste, and solid waste diversion. Data required to be collected by 23 the department on recycling, solid waste, and solid waste diversion as 24 required by this subsection (1) shall include without limitation INCLUDES: 25 (VI) The number of jobs created and any other economic impacts 26 resulting from the awarding of recycling resources economic opportunity

27 COLORADO CIRCULAR COMMUNITY ENTERPRISE grants AND FUNDING made available pursuant to section 25-16.5-106.7, C.R.S. 25-16.5-109 (6); and
 SECTION 11. Effective date. This act takes effect July 1, 2024.
 SECTION 12. Safety clause. The general assembly finds,
 determines, and declares that this act is necessary for the immediate
 preservation of the public peace, health, or safety or for appropriations for
 the support and maintenance of the departments of the state and state
 institutions.