## First Regular Session Seventy-fifth General Assembly STATE OF COLORADO

## **INTRODUCED**

LLS NO. 25-0876.01 Rebecca Bayetti x4348

**HOUSE BILL 25-1292** 

**HOUSE SPONSORSHIP** 

Boesenecker,

SENATE SPONSORSHIP

(None),

House Committees Transportation, Housing & Local Government

**Senate Committees** 

## A BILL FOR AN ACT

101 CONCERNING THE PROCESS TO ALLOW A TRANSMISSION DEVELOPER

102 TO LOCATE HIGH VOLTAGE TRANSMISSION LINES WITHIN A

103 STATE HIGHWAY RIGHT-OF-WAY.

## **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>.)

The bill allows a transmission developer to locate high voltage transmission lines within a state highway right-of-way, according to a process developed by rule by the department of transportation (department). The department may impose surcharges on a transmission developer for its co-location of high voltage lines in a state highway right-of-way, including a one-time surcharge to cover the costs of a permit for the use of the state highway right-of-way and an annual use surcharge. Upon the request of a transmission developer, the department is required to provide to the transmission developer the best available information on potential future state highway development projects that could impact the placement of a high voltage line within a state highway right-of-way. In assessing potential sites for the placement of high voltage lines, a transmission developer is required to consider development sites in the following order of priority: First, existing utility corridors; second, state highway rights-of-way; and last, new utility corridors.

The bill also requires the Colorado energy office and the Colorado electric transmission authority, through a public-private partnership and in collaboration with the department, the Colorado public utilities commission, and other state agencies, to study state highway corridors to identify potential corridors that may be suitable for high voltage transmission line development.

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

2

**SECTION 1. Legislative declaration.** (1) The general assembly finds and declares that:

3

4 (a) Colorado will need to expand electric transmission to meet its
5 clean energy and greenhouse gas reduction targets and reliability and
6 affordability obligations;

7 (b) It is the policy of the state that high voltage transmission lines 8 may be constructed or maintained within the access control lines of 9 highway, freeway, and interstate highway rights-of-way unless the 10 executive director of the Colorado department of transportation, 11 consulting with appropriate state agencies, disapproves of this co-location 12 to protect public safety, communities, and wildlife habitat, crossings, and 13 migratory corridors or to ensure the proper functioning of a state 14 highway, freeway, or interstate highway. If the installation is on an 15 interstate highway, the express approval of the federal highway 16 administration is required and the project may be required to undergo the

review process required by the federal "National Environmental Policy
 Act of 1969", 42 U.S.C. sec. 4321, et seq.

3 Co-locating transmission lines along highways can (c)4 significantly reduce impacts on wildlife and habitat compared to building 5 new lines through greenfield areas. The impacts on communities, 6 including disproportionately impacted communities, must be evaluated 7 and mitigated through the use of approaches like those outlined in the 8 Colorado electric transmission authority's 2024 "Principles of Community 9 Engagement" and the Colorado environmental justice action task force's 10 2022 "Final Report of Recommendations".

SECTION 2. In Colorado Revised Statutes, add 43-1-228 as
follows:

43-1-228. High voltage lines in state highway right-of-way development projects and priorities - surcharge - study - rules definitions. (1) Definitions. As used in this section, unless the
 CONTEXT OTHERWISE REQUIRES:

17 (a) "High voltage line" has the same meaning as set forth
18 IN SECTION 29-7.5-103 (1).

19 (b) "RULE" HAS THE SAME MEANING AS SET FORTH IN SECTION20 24-4-102 (15).

(c) "STATE HIGHWAY" MEANS ANY HIGHWAY OWNED,
CONTROLLED, OR MAINTAINED BY THE STATE, INCLUDING FEDERAL-AID
PRIMARY OR SECONDARY SYSTEMS OR THE INTERSTATE SYSTEM. "STATE
HIGHWAY" DOES NOT INCLUDE A PUBLIC HIGHWAY OPERATED BY A PUBLIC
HIGHWAY AUTHORITY IN ACCORDANCE WITH THE "PUBLIC HIGHWAY
AUTHORITY LAW", PART 5 OF ARTICLE 4 OF THIS TITLE 43.

27 (d) "TRANSMISSION DEVELOPER" MEANS:

-3-

(I) A TRANSMISSION UTILITY, AS DEFINED IN SECTION 40-5-108
 (1)(b);

3 (II) THE COLORADO ELECTRIC TRANSMISSION AUTHORITY
4 CREATED IN SECTION 40-42-103;

5 (III) A GENERATION AND TRANSMISSION COOPERATIVE OR
6 ASSOCIATION; AND

7 (IV) ANY OF THE FOLLOWING ENTITIES THAT HAVE VOTED TO
8 EXEMPT THEMSELVES FROM THE "PUBLIC UTILITIES LAW", ARTICLES 1 TO
9 7 OF TITLE 40, PURSUANT TO SECTION 40-9.5-103:

10

(A) A MUNICIPALLY OWNED UTILITY;

(B) A POWER AUTHORITY ESTABLISHED PURSUANT TO SECTION
29-1-204 (1); OR

13 (C) A COOPERATIVE ELECTRIC ASSOCIATION, AS DEFINED IN
14 SECTION 40-9.5-102 (1).

(2) State highway high voltage line co-location projects.
(a) (I) UPON THE REQUEST OF A TRANSMISSION DEVELOPER, THE
DEPARTMENT SHALL PROVIDE TO THE TRANSMISSION DEVELOPER THE BEST
AVAILABLE INFORMATION ON POTENTIAL FUTURE STATE HIGHWAY
DEVELOPMENT PROJECTS, AS INCLUDED IN THE STATEWIDE
TRANSPORTATION PLAN, THAT COULD IMPACT THE PLACEMENT OF A HIGH
VOLTAGE LINE WITHIN A STATE HIGHWAY RIGHT-OF-WAY.

(II) THE DEPARTMENT SHALL PROCESS SUCH A REQUEST FOR
INFORMATION IN THE ORDER THAT IT WAS RECEIVED, IN ACCORDANCE
WITH THE DEPARTMENT'S SPECIAL USE PERMITTING PROCESS.

(b) (I) IF THE DEPARTMENT AND A TRANSMISSION DEVELOPER
agree that an identified site may be suitable for development or
construction of a high voltage line within a state highway

-4-

RIGHT-OF-WAY, THE DEPARTMENT SHALL DEVELOP A PRECONSTRUCTION
 PLAN REVIEW SCHEDULE THAT INCLUDES ALL APPLICABLE SECTIONS OF
 THE STATE HIGHWAY UTILITY ACCOMMODATION CODE, 2 CCR 601-18, OR
 ANY SUCCESSOR CODE.

5 (II) UPON APPROVAL OF THE PRECONSTRUCTION REQUIREMENTS 6 OUTLINED IN A PRECONSTRUCTION PLAN, THE TRANSMISSION DEVELOPER 7 SHALL PROVIDE A CONSTRUCTABILITY, ACCESS, AND MAINTENANCE 8 REPORT TO BE UTILIZED WHEN TRANSMISSION LINE CO-LOCATION PROJECTS 9 IN A STATE HIGHWAY RIGHT-OF-WAY ARE BEING PLANNED AND APPROVED. 10 THE CONSTRUCTABILITY, ACCESS, AND MAINTENANCE REPORT MUST 11 OUTLINE MITIGATION STRATEGIES NEEDED TO EFFECTIVELY AVOID OR 12 ADDRESS POTENTIAL IMPACTS TO COMMUNITIES, INCLUDING 13 DISPROPORTIONATELY IMPACTED COMMUNITIES, AND TO HABITATS, 14 WILDLIFE, AND WILDLIFE CROSSINGS.

(III) A CONSTRUCTABILITY, ACCESS, AND MAINTENANCE REPORT
MUST BE APPROVED BY THE DEPARTMENT BEFORE THE DEPARTMENT
ISSUES A PERMIT FOR THE USE OF A STATE HIGHWAY RIGHT-OF-WAY.

18 (3) High voltage line or facility site priorities and evaluation by
19 public utilities commission. (a) (I) IN THE CONSTRUCTION OR
20 DEVELOPMENT OF HIGH VOLTAGE LINES OR FACILITIES NECESSARY FOR
21 HIGH VOLTAGE TRANSMISSION, A TRANSMISSION DEVELOPER SHALL
22 CONSIDER DEVELOPMENT SITES IN THE FOLLOWING ORDER OF PRIORITY:

(A) FIRST, EXISTING UTILITY CORRIDORS, WITH A PREFERENCE FOR
USING ADVANCED TRANSMISSION TECHNOLOGIES, INCLUDING
GRID-ENHANCING TECHNOLOGIES; RECONDUCTORING WITH ADVANCED
CONDUCTORS; OR MAKING OTHER IMPROVEMENTS TO EXISTING
INFRASTRUCTURE THAT ACHIEVE EXPANDED ELECTRIC CAPACITY AT THE

-5-

1 LOWEST POSSIBLE COST;

3

2 (B) SECOND, STATE HIGHWAY RIGHTS-OF-WAY; AND

(C) LAST, NEW UTILITY CORRIDORS.

4 (II) IN ASSESSING POTENTIAL HIGH VOLTAGE TRANSMISSION LINE
5 DEVELOPMENT SITES IN ACCORDANCE WITH THIS SUBSECTION (3)(a), A
6 TRANSMISSION DEVELOPER SHALL EVALUATE THE ECONOMIC IMPACTS,
7 ENGINEERING CONSIDERATIONS, AND RELIABILITY OF THE ELECTRIC
8 SYSTEM.

9 (b) (I) IF REQUIRED TO FILE AN APPLICATION FOR A CERTIFICATE OF 10 PUBLIC CONVENIENCE AND NECESSITY WITH THE PUBLIC UTILITIES 11 COMMISSION CREATED IN SECTION 40-2-101, A TRANSMISSION DEVELOPER 12 SHALL DEMONSTRATE THAT IT HAS CONSIDERED POTENTIAL SITES FOR 13 HIGH VOLTAGE TRANSMISSION LINE DEVELOPMENTS IN THE ORDER OF 14 PRIORITY LISTED IN SUBSECTION (3)(a) OF THIS SECTION. THE 15 TRANSMISSION DEVELOPER SHALL INCLUDE ITS ASSESSMENT OF POTENTIAL 16 SITES AND THE UNDERLYING DATA USED IN THE ASSESSMENT AS PART OF 17 ITS APPLICATION FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND 18 NECESSITY.

(II) IN EVALUATING AN APPLICATION FOR A CERTIFICATE OF PUBLIC
CONVENIENCE AND NECESSITY FROM A TRANSMISSION DEVELOPER, THE
PUBLIC UTILITIES COMMISSION SHALL ASSESS WHETHER THE
TRANSMISSION DEVELOPER HAS PROVIDED THE INFORMATION REQUIRED
BY SUBSECTION (3)(b)(I) OF THIS SECTION.

(4) Surcharges for right-of-way access for transmission
developer. (a) THE DEPARTMENT MAY IMPOSE SURCHARGES ON A
TRANSMISSION DEVELOPER FOR ITS CO-LOCATION OF HIGH VOLTAGE LINES
IN A STATE HIGHWAY RIGHT-OF-WAY, INCLUDING A ONE-TIME SURCHARGE

-6-

TO COVER THE COSTS OF A PERMIT FOR THE USE OF THE STATE HIGHWAY
 RIGHT-OF-WAY AND AN ANNUAL USE SURCHARGE FOR THE USE OF THE
 STATE HIGHWAY RIGHT-OF-WAY.

4 (b) (I) THE DEPARTMENT SHALL ESTABLISH THE SURCHARGES BY
5 RULE PURSUANT TO SUBSECTION (6) OF THIS SECTION.

6 (II) THE SURCHARGES FOR A TRANSMISSION DEVELOPER'S USE OF
7 A STATE HIGHWAY RIGHT-OF-WAY MUST BE IN ADDITION TO AMOUNTS
8 PAYABLE BY THE TRANSMISSION DEVELOPER UNDER THE TERMS OF A
9 PUBLIC-PRIVATE INITIATIVE, AS DEFINED IN SECTION 43-1-1201 (3),
10 ENTERED INTO ACCORDING TO PART 12 OF THIS ARTICLE 1.

11 (5) State highway corridor study - report. (a) THROUGH A 12 PUBLIC-PRIVATE PARTNERSHIP, WHERE FUNDING IS PROVIDED BY PRIVATE 13 PARTNERS, THE COLORADO ENERGY OFFICE CREATED IN SECTION 14 24-38.5-101 AND THE COLORADO ELECTRIC TRANSMISSION AUTHORITY 15 CREATED IN SECTION 40-42-103, IN COLLABORATION WITH THE 16 DEPARTMENT, THE COLORADO PUBLIC UTILITIES COMMISSION CREATED IN 17 SECTION 40-2-101, AND OTHER STATE AGENCIES, SHALL STUDY STATE 18 HIGHWAY CORRIDORS TO IDENTIFY POTENTIAL CORRIDORS THAT MAY BE 19 SUITABLE FOR HIGH VOLTAGE TRANSMISSION LINE DEVELOPMENT.

(b) THE COLORADO ENERGY OFFICE AND THE COLORADO ELECTRIC
TRANSMISSION AUTHORITY SHALL COMPLETE THE STUDY REQUIRED BY
THIS SUBSECTION (5) NO LATER THAN EIGHTEEN MONTHS AFTER THE DATE
THAT FUNDING IS SECURED FROM PRIVATE PARTNERS.

(c) THE COLORADO ENERGY OFFICE AND THE COLORADO ELECTRIC
TRANSMISSION AUTHORITY SHALL PUBLISH A REPORT ON THE FINDINGS OF
THE STUDY REQUIRED BY THIS SUBSECTION (5) ON THEIR WEBSITES AND
SHALL SHARE THE REPORT WITH THE DEPARTMENT, THE COLORADO PUBLIC

UTILITIES COMMISSION, THE DIVISION OF PARKS AND WILDLIFE IN THE
 DEPARTMENT OF NATURAL RESOURCES CREATED IN SECTION 33-9-104,
 AND, AS APPROPRIATE, OTHER STATE AGENCIES.

4 (6) Rules. (a) THE DEPARTMENT SHALL UPDATE ITS RULES
5 CONCERNING ACCESS TO STATE HIGHWAY RIGHTS-OF-WAY TO
6 ACCOMMODATE HIGH VOLTAGE LINES PURSUANT TO THE STATE HIGHWAY
7 UTILITY ACCOMMODATION CODE, 2 CCR 601-18, OR ANY SUCCESSOR
8 CODE.

9 (b) THE EXECUTIVE DIRECTOR MAY ADOPT RULES AS NECESSARY
10 TO IMPLEMENT THIS SECTION. THE RULES MUST:

(I) CLARIFY THAT LONGITUDINAL HIGH VOLTAGE LINES MAY BE
 PERMITTED IN STATE HIGHWAY RIGHTS-OF-WAY IF IDENTIFIED CRITERIA
 ARE MET;

(II) CREATE A PROCESS THROUGH WHICH A TRANSMISSION
DEVELOPER MUST SUBMIT A REQUEST TO THE DEPARTMENT FOR A PERMIT
FOR THE USE OF A STATE HIGHWAY RIGHT-OF-WAY TO CONSTRUCT A HIGH
VOLTAGE LINE;

(III) ESTABLISH CRITERIA FOR THE DENIAL OF A PERMIT REQUEST
 SUBMITTED BY A TRANSMISSION DEVELOPER FOR A HIGH VOLTAGE LINE IF
 THE PROPOSED PROJECT PRESENTS A RISK TO PUBLIC SAFETY OR PREVENTS
 THE PROPER FUNCTIONING OF THE STATE HIGHWAY; AND

(IV) SET THE SURCHARGES AS DESCRIBED IN SUBSECTION (4) OF
THIS SECTION.

(c) THE DEPARTMENT SHALL UPDATE ITS RULES AS REQUIRED BY
 SUBSECTION (6)(a) OF THIS SECTION AND ADOPT THE RULES REQUIRED BY
 SUBSECTION (6)(b) OF THIS SECTION NO LATER THAN JANUARY 1, 2027.
 SECTION 3. Act subject to petition - effective date. This act

-8-

takes effect at 12:01 a.m. on the day following the expiration of the 1 2 ninety-day period after final adjournment of the general assembly; except 3 that, if a referendum petition is filed pursuant to section 1 (3) of article V 4 of the state constitution against this act or an item, section, or part of this 5 act within such period, then the act, item, section, or part will not take 6 effect unless approved by the people at the general election to be held in November 2026 and, in such case, will take effect on the date of the 7 8 official declaration of the vote thereon by the governor.