## SENATE COMMITTEE OF REFERENCE REPORT

Chair of Committee

<u>April 27, 2023</u> Date

Committee on Health & Human Services.

After consideration on the merits, the Committee recommends the following:

<u>HB23-1158</u> be amended as follows, and as so amended, be referred to the Committee on <u>Appropriations</u> with favorable recommendation:

1 Amend reengrossed bill, page 4, after line 25 insert:

2 "SECTION 3. In Colorado Revised Statutes, add 26-2-144 as
3 follows:

4 26-2-144. Food bank assistance grant program - creation 5 rules - definition. (1) AS USED IN THIS SECTION, UNLESS THE CONTEXT
6 OTHERWISE REQUIRES:

7 "FOOD BANK" MEANS A NONPROFIT CHARITABLE (a) 8 ORGANIZATION, EXEMPT FROM FEDERAL INCOME TAXATION UNDER THE 9 PROVISIONS OF THE INTERNAL REVENUE CODE, WHOSE PRIMARY PURPOSE 10 IS TO PROCURE FOOD FROM RETAILERS, MANUFACTURERS, FARMERS AND 11 AGRICULTURAL PRODUCERS, INDIVIDUAL DONORS, GROCERY STORES, 12 RESTAURANTS, AND GOVERNMENT CHANNELS; AND STORE, TRANSPORT, 13 AND DISTRIBUTE THE FOOD TO OTHER NONPROFIT CHARITABLE HUNGER 14 RELIEF ORGANIZATIONS, INCLUDING FOOD PANTRIES AND HUNGER RELIEF 15 PARTNER AGENCIES IN A DEFINED GEOGRAPHIC SERVICE AREA.

16 (b) "FOOD PANTRY" MEANS A NONPROFIT CHARITABLE 17 ORGANIZATION, EXEMPT FROM FEDERAL INCOME TAXATION UNDER THE 18 PROVISIONS OF THE INTERNAL REVENUE CODE, WHOSE PRIMARY PURPOSE 19 IS TO DISTRIBUTE FOOD AT NO COST DIRECTLY TO INDIVIDUALS IN NEED IN 20 THE FOOD PANTRY'S LOCAL COMMUNITY AND TYPICALLY RECEIVES MOST 21 OR ALL OF ITS FOOD FROM A PARTNER FOOD BANK, INCLUDING NONPROFIT 22 PARTNER AGENCIES SUCH AS SOUP KITCHENS AND HOMELESS SHELTERS. 23 (c) "GRANT PROGRAM" MEANS THE FOOD BANK ASSISTANCE 24 GRANT PROGRAM CREATED IN SUBSECTION (2) OF THIS SECTION.

(2) THERE IS CREATED IN THE STATE DEPARTMENT THE FOOD BANK
 ASSISTANCE GRANT PROGRAM. THE PURPOSE OF THE GRANT PROGRAM IS
 TO INCREASE THE AMOUNT OF NUTRITIOUS FOOD THAT FOOD BANKS ARE

1 ABLE TO PROVIDE TO THE FOOD BANK'S HUNGER RELIEF PARTNERS.

2 (3) SUBJECT TO AVAILABLE APPROPRIATIONS, THE STATE 3 DEPARTMENT MAY PROVIDE GRANTS OF MONEY TO FOOD BANKS TO 4 ENHANCE THE FOOD BANK'S CAPACITY TO DISTRIBUTE QUALITY FOODS TO 5 HUNGER RELIEF PARTNERS. A FOOD BANK SHALL USE THE GRANT MONEY 6 TO:

7 (a) INCREASE THE VOLUME OF FOOD THAT IS DISTRIBUTED TO THE
8 FOOD BANK'S HUNGER RELIEF PARTNERS, INCLUDING COLORADO
9 AGRICULTURAL PRODUCTS; AND

(b) EXPAND CAPACITY TO DELIVER FOOD PRODUCTS TO HUNGER
 RELIEF PARTNERS, INCLUDING COLORADO AGRICULTURAL PRODUCTS.

12 (4) THE STATE DEPARTMENT MAY AWARD GRANTS TO ONE OR
13 MORE FOOD BANKS OR FOOD BANK ASSOCIATIONS. IN DETERMINING
14 AWARD AMOUNTS, THE STATE DEPARTMENT SHALL:

15 (a) CONSIDER THE FOOD BANK'S OR FOOD BANK ASSOCIATIONS'16 ABILITY TO DISTRIBUTE QUALITY FOOD IN OPTIMAL CONDITION; AND

17 (b) ENSURE THAT THE FOOD BANK OR FOOD BANK ASSOCIATION IS
18 SERVING ALL REGIONS OF COLORADO, EITHER THROUGH THE FOOD BANK'S
19 OR FOOD BANK ASSOCIATIONS' DISTRIBUTION NETWORK OR THROUGH
20 SUB-AGREEMENTS WITH ENTITIES WHO SERVE OR WILL SERVE
21 UNDER-RESOURCED COMMUNITIES.

(5) (a) THE STATE DEPARTMENT SHALL MONITOR THE GRANTS
AWARDED. THE STATE DEPARTMENT MAY USE UP TO FIVE PERCENT OF THE
TOTAL FUNDS APPROPRIATED FOR THE GRANT PROGRAM FOR DIRECT AND
INDIRECT COSTS OF ADMINISTERING AND MONITORING THE GRANT
PROGRAM.

(b) A FOOD BANK OR FOOD BANK ASSOCIATION MAY USE UP TO TEN
PERCENT OF THE GRANT AWARD TO COVER THE FOOD BANK'S DIRECT
COSTS IN DISTRIBUTING FOOD.

30 (6) A FOOD BANK OR FOOD BANK ASSOCIATION THAT RECEIVES A
31 GRANT SHALL NOT RESELL OR APPLY OTHER ASSOCIATED FEES TO THE
32 DISTRIBUTION OF FOOD PURCHASED WITH THE MONEY RECEIVED FROM THE
33 GRANT.".

34 Renumber succeeding sections accordingly.

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