

NOTE: This bill has been prepared for the signatures of the appropriate legislative officers and the Governor. To determine whether the Governor has signed the bill or taken other action on it, please consult the legislative status sheet, the legislative history, or the Session Laws.

An Act

HOUSE BILL 20-1376

BY REPRESENTATIVE(S) Esgar and McCluskie, Snyder, Bird, Woodrow;
also SENATOR(S) Zenzinger and Rankin, Moreno, Bridges, Coram, Tate.

CONCERNING THE MODIFICATION OF TRANSPORTATION FUNDING MECHANISMS, AND, IN CONNECTION THEREWITH, DELAYING FROM THE NOVEMBER 2020 GENERAL ELECTION UNTIL THE NOVEMBER 2021 STATEWIDE ELECTION THE REQUIREMENT THAT A BALLOT ISSUE SEEKING APPROVAL FOR THE ISSUANCE OF TRANSPORTATION REVENUE ANTICIPATION NOTES BE SUBMITTED TO THE VOTERS OF THE STATE, AMENDING THE BALLOT ISSUE TO REDUCE THE AMOUNT OF NOTES AUTHORIZED TO BE ISSUED, ELIMINATING SPECIFIED SCHEDULED GENERAL FUND TRANSFERS TO THE STATE HIGHWAY FUND, REDUCING THE AMOUNT OF GENERAL FUND MONEY DEDICATED TO MAKE LEASE-PURCHASE AGREEMENT PAYMENTS DUE DURING STATE FISCAL YEARS 2020-21 AND 2021-22, REPEALING DEPARTMENT OF TRANSPORTATION RULE-MAKING AND REPORTING REQUIREMENTS RELATING TO MOTOR VEHICLES USED FOR CERTAIN TYPES OF COMMERCIAL PURPOSES, AND MAKING AND REDUCING APPROPRIATIONS.

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

Capital letters or bold & italic numbers indicate new material added to existing law; dashes through words or numbers indicate deletions from existing law and such material is not part of the act.

SECTION 1. In Colorado Revised Statutes, 24-75-219, **amend** (5)(c) introductory portion, (5)(c)(III)(A), (5)(c)(III)(C), (5)(c)(III)(D), (5)(c)(IV)(A), (5)(c)(IV)(C), (5)(c)(IV)(D), (5)(d)(II)(B), and (5)(d)(III) as follows:

24-75-219. Transfers - transportation - capital construction - definitions - repeal. (5) (c) The state treasurer shall transfer fifty million dollars from the general fund to the state highway fund on June 30, 2020. Except as otherwise provided in subsection (5)(d) of this section and section 43-4-714 (2)(a), on ~~June 30, 2021~~ JUNE 30, 2023, and on each succeeding June 30 through June 30, 2040, the state treasurer shall transfer money from the general fund to the state highway fund as follows:

(III) (A) If a ballot issue that authorizes the state to issue transportation revenue anticipation notes is submitted to the registered electors of the state for their approval or rejection at the ~~November 2020 general~~ NOVEMBER 2021 STATEWIDE election pursuant to section 43-4-705 (13)(b) and a majority of the electors voting on the ballot issue vote "No/Against", fifty million dollars;

(C) This subsection (5)(c)(III) is repealed, effective ~~January 1, 2021~~ JANUARY 1, 2022, if a ballot issue that authorizes the state to issue transportation revenue anticipation notes is submitted to the registered electors of the state for their approval or rejection at the ~~November 2020 general~~ NOVEMBER 2021 STATEWIDE election pursuant to section 43-4-705 (13)(b) and a majority of the electors voting on the ballot issue vote "Yes/For";

(D) This subsection (5)(c)(III)(D) and subsection (5)(c)(III)(C) of this section are repealed, effective ~~January 1, 2021~~ JANUARY 1, 2022, if a ballot issue that authorizes the state to issue transportation revenue anticipation notes is submitted to the registered electors of the state for their approval or rejection at the ~~November 2020 general~~ NOVEMBER 2021 STATEWIDE election pursuant to section 43-4-705 (13)(b) and a majority of the electors voting on the ballot issue vote "No/Against"; or

(IV) (A) If a ballot issue that authorizes the state to issue transportation revenue anticipation notes is submitted to the registered electors of the state for their approval or rejection at the ~~November 2020~~

~~general~~ NOVEMBER 2021 STATEWIDE election pursuant to section 43-4-705 (13)(b) and a majority of the electors voting on the ballot issue vote "Yes/For", ~~ninety-two~~ SEVENTY-NINE million five hundred thousand dollars;

(C) This subsection (5)(c)(IV) is repealed, effective ~~January 1, 2021~~ JANUARY 1, 2022, if a ballot issue that authorizes the state to issue transportation revenue anticipation notes is submitted to the registered electors of the state for their approval or rejection at the ~~November 2020~~ ~~general~~ NOVEMBER 2021 STATEWIDE election pursuant to section 43-4-705 (13)(b) and a majority of the electors voting on the ballot issue vote "No/Against";

(D) This subsection (5)(c)(IV)(D) and subsection (5)(c)(IV)(C) of this section are repealed, effective ~~January 1, 2021~~ JANUARY 1, 2022, if a ballot issue that authorizes the state to issue transportation revenue anticipation notes is submitted to the registered electors of the state for their approval or rejection at the ~~November 2020~~ ~~general~~ NOVEMBER 2021 STATEWIDE election pursuant to section 43-4-705 (13)(b) and a majority of the electors voting on the ballot issue vote "Yes/For"; or

(d) (II) This subsection (5)(d) is repealed:

(B) Effective ~~January 1, 2021~~ JANUARY 1, 2022, if a ballot issue that authorizes the state to issue transportation revenue anticipation notes is submitted to the registered electors of the state for their approval or rejection at the ~~November 2020~~ ~~general~~ NOVEMBER 2021 STATEWIDE election pursuant to section 43-4-705 (13)(b) and a majority of the electors voting on the ballot issue vote "No/Against".

(III) This subsection (5)(d)(III) and subsection (5)(d)(II) of this section are repealed, effective ~~January 1, 2021~~ JANUARY 1, 2022, if a ballot issue that authorizes the state to issue transportation revenue anticipation notes is submitted to the registered electors of the state for their approval or rejection at the ~~November 2020~~ ~~general~~ NOVEMBER 2021 STATEWIDE election pursuant to section 43-4-705 (13)(b) and a majority of the electors voting on the ballot issue vote "Yes/For".

SECTION 2. In Colorado Revised Statutes, 24-82-1303, **amend as it is effective until a ballot issue is proclaimed by the governor** (2)(d)(II) as follows:

24-82-1303. Lease-purchase agreements for capital construction and transportation projects. (2) (d) Any lease-purchase agreement executed as required by subsection (2)(a) of this section shall provide that all of the obligations of the state under the agreement are subject to the action of the general assembly in annually making money available for all payments thereunder. Payments under any lease-purchase agreement must be made, subject to annual allocation pursuant to section 43-1-113 by the transportation commission created in section 43-1-106 (1) or subject to annual appropriation by the general assembly, as applicable, from the following sources of money:

(II) Next, fifty million dollars annually, or any lesser amount that is sufficient to make each full payment due, shall be paid from any legally available money under the control of the transportation commission solely for the purpose of allowing the construction, supervision, and maintenance of state highways to be funded with the proceeds of lease-purchase agreements as specified in subsection (4)(b) of this section and section 43-4-206 (1)(b)(V); EXCEPT THAT, FOR PAYMENTS DUE DURING STATE FISCAL YEARS 2020-21 AND 2021-22, SIXTY-TWO MILLION DOLLARS ANNUALLY, OR ANY LESSER AMOUNT THAT IS SUFFICIENT TO MAKE EACH FULL PAYMENT DUE SHALL BE PAID FROM SUCH LEGALLY AVAILABLE MONEY FOR SAID PURPOSE; and

SECTION 3. In Colorado Revised Statutes, 24-82-1303, **amend as they will become effective only if a ballot issue is proclaimed by the governor** (2)(b) and (2)(d)(II); and **repeal as they will become effective only if a ballot issue is proclaimed by the governor** (2)(a)(I) and (2)(a)(II) as follows:

24-82-1303. Lease-purchase agreements for capital construction and transportation projects. (2) (a) Notwithstanding the provisions of sections 24-82-102 (1)(b) and 24-82-801, and pursuant to section 24-36-121, no sooner than July 1, 2018, the state, acting by and through the state treasurer, shall execute lease-purchase agreements, each for no more than twenty years of annual payments, for the projects described in subsection (4) of this section. The state shall execute the lease-purchase agreements as soon as possible after July 1 of the applicable state fiscal year only in accordance with the following schedule:

(I) ~~During the 2018-19 state fiscal year in an amount up to five~~

~~hundred million dollars, and~~

~~(II) During the 2019-20 state fiscal year, in an amount up to five hundred million dollars.~~

(b) The anticipated annual state-funded payments for the principal and interest components of the amount payable under all lease-purchase agreements entered into pursuant to subsection (2)(a) of this section shall not exceed ~~seventy-five~~ ONE HUNDRED TWELVE million FIVE HUNDRED THOUSAND dollars.

(d) Any lease-purchase agreement executed as required by subsection (2)(a) of this section shall provide that all of the obligations of the state under the agreement are subject to the action of the general assembly in annually making money available for all payments thereunder. Payments under any lease-purchase agreement must be made, subject to annual allocation pursuant to section 43-1-113 by the transportation commission created in section 43-1-106 (1) or subject to annual appropriation by the general assembly, as applicable, from the following sources of money:

(II) Next, for state fiscal ~~year 2020-21~~ YEAR 2021-22 and for each succeeding state fiscal year for which a payment under any lease-purchase agreement must be made, ~~fourteen~~ THIRTY-SIX million ~~five~~ SEVEN hundred thousand dollars annually, or any lesser amount that is sufficient to make each full payment due, shall be paid from any legally available money under the control of the transportation commission solely for the purpose of allowing the construction, supervision, and maintenance of state highways to be funded with the proceeds of lease-purchase agreements as specified in subsection (4)(b) of this section and section 43-4-206 (1)(b)(V); EXCEPT THAT, FOR THE PAYMENT DUE DURING STATE FISCAL YEAR 2021-22 ONLY, FORTY-EIGHT MILLION SEVEN HUNDRED THOUSAND DOLLARS, OR ANY LESSER AMOUNT THAT IS SUFFICIENT TO MAKE THE FULL PAYMENT DUE SHALL BE PAID FROM SUCH LEGALLY AVAILABLE MONEY FOR SAID PURPOSE; and

SECTION 4. In Colorado Revised Statutes, 43-1-125, **repeal** (2)(b) and (7) as follows:

43-1-125. Motor vehicles used for commercial purposes -

stakeholder group - reporting - rules - legislative declaration - definition. (2) The general assembly further finds and declares that it is necessary, appropriate, and in the best interest of the state to:

(b) ~~Authorize the department to promulgate rules that implement stakeholder group and legislative recommendations.~~

(7) (a) ~~No later than October 1, 2020, within any statutory parameters established by the general assembly through legislation enacted during the 2020 legislative session, and continuing to give strong consideration to the policy recommendations report provided by the stakeholder group as required by subsection (5)(b) of this section, the department shall promulgate rules to the extent necessary to effectively implement this section. If the general assembly does not impose fees on motor vehicles used for commercial purposes through legislation enacted during the 2020 legislative session and instead enacts legislation that authorizes the department or any enterprise of the department to impose such fees, the rules may impose fees to the extent authorized by the legislation.~~

(b) ~~During the 2020 legislative interim, the department shall present a final written report regarding the stakeholder group and rule-making processes and any rules promulgated pursuant to subsection (7)(a) of this section to the transportation legislation review committee created in section 43-2-145.~~

SECTION 5. In Colorado Revised Statutes, 43-4-705, **amend** (13)(b)(I), (13)(b)(III), (13)(b)(IV), (13)(b)(V)(B), and (13)(b)(V)(C) as follows:

43-4-705. Revenue anticipation notes - ballot issue - repeal.
(13) (b) (I) Subject to voter approval of the ballot issue submitted at the ~~November 2020 general~~ NOVEMBER 2021 STATEWIDE election pursuant to subsection (13)(b)(III) of this section and the repayment funding commitment requirement specified in subsection (13)(b)(II) of this section, the executive director shall issue additional transportation revenue anticipation notes in a maximum amount of one billion ~~eight~~ THREE hundred thirty-seven million dollars and with a maximum repayment cost of ~~two~~ ONE billion ~~five~~ EIGHT hundred ~~sixty~~ SIXTY-FIVE million dollars. The maximum repayment term for any notes issued pursuant to this subsection (13)(b) is

twenty years, and the certificate, trust indenture, or other instrument authorizing their issuance shall provide that the state may pay the notes in full without penalty no later than ten years following the date of issuance.

(III) The secretary of state shall submit to the registered electors of the state for their approval or rejection at the ~~November 2020 general~~ NOVEMBER 2021 STATEWIDE election the following ballot issue: "Shall state of Colorado debt be ~~increased \$1,837,000,000~~ INCREASED \$1,337,000,000, with a maximum repayment cost of ~~\$2,560,000,000~~ OF \$1,865,000,000, without raising taxes, through the issuance of transportation revenue anticipation notes for the purpose of addressing critical priority transportation needs in the state by financing transportation projects, shall note proceeds and investment earnings on note proceeds be excluded from state fiscal year spending limits, and shall the amount of lease-purchase agreements required by current law to be issued for the purpose of financing transportation projects be reduced?"

(IV) No later than ~~May 1, 2020~~ MAY 1, 2021, the department shall provide to the director of research of the legislative council the most recent available list of qualified federal aid transportation projects, including multimodal capital projects, that are designated for tier 1 funding as ten-year development program projects on the ~~department's 2020~~ DEPARTMENT'S 2021 development program project list and that the department will fund with proceeds of any transportation revenue anticipation notes issued as authorized by this subsection (13)(b). In order to fully inform the voters of the state concerning the projects to be funded with proceeds of any such additional transportation revenue anticipation notes before the voters vote on the ballot question specified in subsection (13)(b)(III) of this section, the director of research shall publish the list, including any subsequent updates to the list made before final approval by the legislative council of ~~the 2020~~ THE 2021 ballot information booklet prepared pursuant to section 1-40-124.5, which updates the department shall expeditiously provide to the director of research, in the ballot information booklet.

(V) (B) This subsection (13)(b) is repealed, effective ~~January 1, 2021~~ JANUARY 1, 2022, if a majority of the electors voting on the ballot issue in subsection (13)(b)(III) of this section vote "No/Against".

(C) This subsection (13)(b)(V) is repealed, effective ~~January 1, 2021~~

JANUARY 1, 2022, if a majority of the electors voting on the ballot issue in subsection (13)(b)(III) of this section vote "Yes/For".

SECTION 6. In Colorado Revised Statutes, 43-4-714, **amend** (2)(a) and (3) as follows:

43-4-714. Use of note proceeds - repeal. (2) (a) The transportation revenue anticipation notes reserve account is hereby created in the state highway fund. The state treasurer shall credit a portion of the money transferred from the general fund to the state highway fund pursuant to section 24-75-219 (5)(c)(IV)(A) to the reserve account as follows:

(I) On ~~June 30, 2021, fifty-nine~~ JUNE 30, 2022, FORTY-THREE million ~~seven~~ FOUR hundred ~~two~~ FIFTY-TWO thousand five hundred dollars; and

(II) On ~~June 30, 2022, fifty-nine~~ JUNE 30, 2022, FORTY-THREE million ~~seven~~ FOUR hundred ~~two~~ FIFTY-TWO thousand five hundred dollars.

(3) (a) This section is repealed:

(I) (Deleted by amendment, L. 2019.)

(II) Effective ~~January 1, 2021~~ JANUARY 1, 2022, if a ballot issue that authorizes the state to issue transportation revenue anticipation notes is submitted to the registered electors of the state for their approval or rejection at the ~~November 2020 general~~ NOVEMBER 2021 STATEWIDE election pursuant to section 43-4-705 (13)(b) and a majority of the electors voting on the ballot issue vote "No/Against".

(b) This subsection (3) is repealed, effective ~~January 1, 2021~~ JANUARY 1, 2022, if a ballot issue that authorizes the state to issue transportation revenue anticipation notes is submitted to the registered electors of the state for their approval or rejection at the ~~November 2020 general~~ NOVEMBER 2021 STATEWIDE election pursuant to section 43-4-705 (13)(b) and a majority of the electors voting on the ballot issue vote "Yes/For".

SECTION 7. Appropriation - adjustments to 2020 long bill.

(1) To implement this act, appropriations made in the annual general

appropriation act to the department of treasury for S.B. 17-267 collateralization lease purchase payments for the 2020-21 state fiscal year are adjusted as follows:

(a) The general fund appropriation is decreased by \$12,000,000; and

(b) The cash funds appropriation from various cash funds under the control of the transportation commission pursuant to Section 24-82-1303 (2)(d)(II), C.R.S., is increased by \$12,000,000.

SECTION 8. Safety clause. The general assembly hereby finds,

determines, and declares that this act is necessary for the immediate preservation of the public peace, health, or safety.

KC Becker
SPEAKER OF THE HOUSE
OF REPRESENTATIVES

Leroy M. Garcia
PRESIDENT OF
THE SENATE

Robin Jones
CHIEF CLERK OF THE HOUSE
OF REPRESENTATIVES

Cindi L. Markwell
SECRETARY OF
THE SENATE

APPROVED _____
(Date and Time)

Jared S. Polis
GOVERNOR OF THE STATE OF COLORADO