

Second Regular Session  
Seventy-third General Assembly  
STATE OF COLORADO

INTRODUCED

LLS NO. 22-0721.01 Megan McCall x4215

HOUSE BILL 22-1001

---

HOUSE SPONSORSHIP

Cutter and Sullivan,

SENATE SPONSORSHIP

Pettersen and Kolker,

---

**House Committees**  
Business Affairs & Labor

**Senate Committees**

---

A BILL FOR AN ACT

101 CONCERNING A TRANSFER FROM THE GENERAL FUND TO THE  
102 DEPARTMENT OF STATE CASH FUND TO ALLOW THE  
103 DEPARTMENT OF STATE TO REDUCE BUSINESS-RELATED FEES.

---

**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 <http://leg.colorado.gov/>.)*

The bill requires the state treasurer to transfer funds from the general fund to the department of state cash fund for use by the department of state for the fiscal year commencing on July 1, 2022, to reduce its business-related fees.

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.  
Capital letters or bold & italic numbers indicate new material to be added to existing statute.  
Dashes through the words indicate deletions from existing statute.

---

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

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

4 (a) Many businesses in Colorado are suffering severe declines in  
5 revenue as a result of the COVID-19 pandemic and the ongoing public  
6 health emergency that Colorado has been experiencing since March of  
7 2020;

8 (b) Historically, new business registrations increase during an  
9 economic decline, indicating that Coloradans often turn to creating their  
10 own business when they lose a job or when their employment hours are  
11 reduced;

12 (c) The State of Colorado should support Coloradans wishing to  
13 start or maintain their small business as the state and economy continues  
14 to recover from the economic effects of the pandemic;

15 (d) Ensuring money stays in the pockets of Colorado small  
16 business owners is beneficial for Colorado's economy;

17 (e) The secretary of state has broad authority to determine and  
18 collect fees for business filings and registrations set forth in section  
19 24-21-104, Colorado Revised Statutes, and it is within the department of  
20 state's discretion to set and adjust the majority of business fees within the  
21 department of state so that the department's revenue approximates its  
22 expenses;

23 (f) Reducing business fees collected by the department of state,  
24 such as fees for new business registrations and annual business renewals,  
25 will provide broad-based relief to Colorado small businesses; and

26 (g) Transferring money from the general fund to the department

1 of state cash fund will ensure the department has the funding necessary  
2 to maintain its programs and services in light of the decreased fee  
3 revenue.

4 **SECTION 2.** In Colorado Revised Statutes, 24-21-104, **amend**  
5 (3)(b); and **add** (3)(k) as follows:

6 **24-21-104. Fees of secretary of state.** (3) (b) The department of  
7 state shall adjust its fees so that the revenue generated from the fees  
8 approximates its direct and indirect costs, including the cost of  
9 maintenance and improvements necessary for the distribution of  
10 electronic records; except that the department may reduce its fees to  
11 generate revenue in an amount less than costs if necessary pursuant to  
12 section 24-75-402 (3). Such costs shall not include the costs paid by the  
13 amounts appropriated by the general assembly from the general fund to  
14 the department of state for elections pursuant to section 24-21-104.5.  
15 Such fees shall remain in effect for the fiscal year following the  
16 adjustment. All fees collected by ~~said~~ THE department shall be transmitted  
17 to the state treasurer, who shall credit the same to the department of state  
18 cash fund, which fund is hereby created. All ~~moneys~~ MONEY credited to  
19 the department of state cash fund shall be used as provided in this section  
20 and shall not be deposited in or transferred to the general fund of this  
21 state or any other fund. The ~~moneys~~ MONEY credited OR TRANSFERRED to  
22 the department of state cash fund ~~shall be~~ IS available for appropriation  
23 by the general assembly to the department of state in the general  
24 appropriation bill or pursuant to section 24-9-105 (2).

25 (k) ON JULY 1, 2022, THE STATE TREASURER SHALL TRANSFER  
26 SIXTEEN MILLION SEVEN HUNDRED TEN THOUSAND DOLLARS FROM THE  
27 GENERAL FUND TO THE DEPARTMENT OF STATE CASH FUND FOR USE BY

1 THE DEPARTMENT FOR THE FISCAL YEAR COMMENCING ON JULY 1, 2022,  
2 TO REDUCE ITS FEES CALCULATED UNDER SUBSECTION (3)(b) OF THIS  
3 SECTION.

4 **SECTION 3. Safety clause.** The general assembly hereby finds,  
5 determines, and declares that this act is necessary for the immediate  
6 preservation of the public peace, health, or safety.