Second Regular Session Seventy-third General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 22-1000.01 Shelby Ross x4510

HOUSE BILL 22-1378

HOUSE SPONSORSHIP

Jodeh and Sullivan,

SENATE SPONSORSHIP

Coleman and Hansen,

House Committees

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Senate Committees

Transportation & Local Government Appropriations

A BILL FOR AN ACT CONCERNING THE DENVER-METROPOLITAN REGIONAL NAVIGATION CAMPUS GRANT TO ADDRESS HOMELESSNESS, AND, IN

103 CONNECTION THEREWITH, MAKING AN APPROPRIATION.

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 directs the division of housing in the department of local affairs (division) to award a grant to a local government in the Denver metropolitan area or a community partner in conjunction with a local government in order to build or acquire, and then facilitate, a regional navigation campus to respond to and prevent homelessness.

The bill requires the division, in collaboration with the department of human services and the behavioral health administration in the department of human services, to establish the application requirements, review applications, select a grant recipient, and ensure the grant is only awarded after a fair and rigorous open competition among eligible applicants.

The bill creates the regional navigation campus cash fund and requires the state treasurer to transfer \$50 million from the economic recovery and relief cash fund to the regional navigation campus cash fund on July 1, 2022.

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

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

- (a) On March 11, 2021, the federal government enacted the "American Rescue Plan Act of 2021" (ARPA), Pub.L. 117-2, pursuant to which Colorado has received \$3,828,761,790 from the federal coronavirus state fiscal recovery fund (SFRF) to be used for certain specified purposes;
- (b) These specified purposes include providing programs, services, or other assistance for populations disproportionately impacted by the COVID-19 pandemic. More specifically, federal regulations and United States treasury guidance construing the allocation of the SFRF identify a nonexclusive list of uses that address the disproportionate negative economic effects of the COVID-19 pandemic, including building stronger communities through investments in housing and neighborhoods. Services in this category alleviate the immediate economic impact of the COVID-19 pandemic on housing insecurity while addressing conditions that contributed to poor public health and economic outcomes during the pandemic, namely concentrated areas with limited economic opportunity and inadequate or poor-quality housing.

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(c) Under these regulations, SFRF money may be used for programs or services that address housing insecurity, lack of affordable and workforce housing, or homelessness;

- (d) As the federal department of housing and urban development stated, the COVID-19 pandemic has exacerbated our nation's already severe housing affordability crisis;
- (e) Today, one in 5 renters are behind on rent and just over 10 million homeowners are behind on mortgage payments, and people of color face even greater hardship and are more likely to have deferred or missed payments, putting them at greater risk of eviction and foreclosure;
- (f) At the same time, our nation's homelessness crisis has worsened during the pandemic as people experiencing homelessness are highly vulnerable to COVID-19 transmission, illness, and severity due to their use of congregate shelters and their high prevalence of underlying health conditions;
- (g) Colorado is no exception, as COVID-19 has been hitting lowand extremely low-income individuals and families who were already severely cost-burdened especially hard, increasing their risk of experiencing homelessness or inability to resolve their homelessness;
- (h) In the Denver metropolitan area, shelters saw a 99% increase in people experiencing homelessness for the first time between January 2020 and January 2021. The number of deaths due to overdose among people experiencing homelessness in Denver county increased by 34% from 2020 to 2021, highlighting the need for joint efforts to address substance use disorders among those experiencing homelessness.
- (i) There is currently a lack of both transitional and supportive housing and lack of access to specialty care, particularly for people with

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I	complex needs. Persons experiencing homelessness face many challenges
2	in accessing long-term treatment of chronic illness and are far more likely
3	to receive care in emergency departments. Without trained and dedicated
4	providers or advocates, unhoused individuals often end up in a cycle of
5	expensive treatment with little to no follow-up.
6	(2) Therefore, the general assembly finds and declares it is within
7	the interest of the state to create a regional campus for individuals
8	experiencing homelessness to help alleviate the need that has been
9	exacerbated by the COVID-19 pandemic.
10	SECTION 2. In Colorado Revised Statutes, add 24-32-726 as
11	follows:
12	24-32-726. Denver-metropolitan regional navigation campus
13	grant - regional navigation campus cash fund - creation - definitions.
14	(1) As used in this section, unless the context otherwise
15	REQUIRES:
16	(a) "COMMUNITY PARTNER" MEANS A NONPROFIT ORGANIZATION
17	THAT UNDERTAKES ANY OF THE ACTIVITIES DESCRIBED IN SUBSECTION (3)
18	OF THIS SECTION.
19	(b) "LOCAL GOVERNMENT" MEANS THE CITY AND COUNTY OF
20	DENVER, ADAMS COUNTY, ARAPAHOE COUNTY, JEFFERSON COUNTY,
21	Douglas county, the city and county of Broomfield, the
22	DENVER REGIONAL COUNCIL OF GOVERNMENTS, OR A MUNICIPALITY
23	LOCATED WITHIN ONE OF THOSE COUNTIES.
24	(2) A LOCAL GOVERNMENT OR LOCAL GOVERNMENTS APPLYING
25	TOGETHER OR A COMMUNITY PARTNER IN CONJUNCTION WITH ONE OR
26	MORE LOCAL GOVERNMENTS MAY SUBMIT AN APPLICATION FOR A GRANT
27	TO THE DIVISION IN ACCORDANCE WITH POLICIES, PROCEDURES, AND

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1	GUIDELINES ADOPTED BY THE DIVISION IN ORDER TO BUILD OR ACQUIRE,
2	AND THEN FACILITATE, A REGIONAL NAVIGATION CAMPUS IN THE DENVER
3	METROPOLITAN AREA TO RESPOND TO AND PREVENT HOMELESSNESS. THE
4	DIVISION, IN COLLABORATION WITH THE DEPARTMENT OF HUMAN SERVICES
5	AND THE BEHAVIORAL HEALTH ADMINISTRATION IN THE DEPARTMENT OF
6	HUMAN SERVICES, SHALL ESTABLISH THE APPLICATION REQUIREMENTS,
7	WHICH MUST INCLUDE A PLAN BY WHICH THE APPLICANT INTENDS TO
8	SUSTAIN FUNDING THE REGIONAL NAVIGATION CAMPUS AFTER THE GRANT
9	PERIOD ENDS.
10	(3) EACH APPLICANT SHALL DEMONSTRATE HOW THE APPLICANT
11	PLANS TO BUILD OR ACQUIRE, AND THEN FACILITATE, A NAVIGATION
12	CAMPUS THAT MAY INCLUDE, BUT IS NOT LIMITED TO, THE FOLLOWING:
13	(a) Services for behavioral health, mental health, and
14	SUBSTANCE USE DISORDERS, INCLUDING A CONTINUUM OF BEHAVIORAL
15	HEALTH SERVICES AND TREATMENT;
16	(b) MEDICAL CARE, INCLUDING DENTAL CARE;
17	(c) Transitional Housing;
18	(d) PERMANENT SUPPORTIVE HOUSING;
19	(e) EMERGENCY SHELTER;
20	(f) RECOVERY-ORIENTED SERVICES AND CARE;
21	(g) VOCATIONAL REHABILITATION AND EMPLOYMENT SKILLS
22	TRAINING WITH THE REQUISITE SUPPORTIVE SERVICES THAT SUPPORT
23	THOSE INITIATIVES;
24	(h) ASSISTANCE ENROLLING ELIGIBLE INDIVIDUALS INTO PUBLIC
25	ASSISTANCE BENEFITS PROGRAMS;
26	(i) SERVICES FOR INDIVIDUALS EXITING OTHER RESIDENTIAL
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1	OF EXPERIENCING HOMELESSNESS; AND
2	(j) OTHER SUPPORTIVE SERVICES INCLUDING, BUT NOT LIMITED TO,
3	TRANSPORTATION, CASE MANAGEMENT, LIFE SKILLS TRAINING, AND OTHER
4	SUPPORTIVE SERVICES DESCRIBED IN 42 CFR 578.53 AND OTHERS
5	DETERMINED BY THE DIVISION.
6	(4) IN SELECTING A GRANT RECIPIENT, THE DIVISION, IN
7	COLLABORATION WITH THE DEPARTMENT OF HUMAN SERVICES AND THE
8	BEHAVIORAL HEALTH ADMINISTRATION IN THE DEPARTMENT OF HUMAN
9	SERVICES, SHALL CONSIDER:
10	(a) An applicant's commitment to regional and
11	TRANSFORMATIONAL PROJECTS THAT ADDRESSES HOMELESSNESS;
12	(b) AN APPLICANT'S COMMITMENT TO PROVIDING WRAPAROUND
13	SERVICES FOR THE RESIDENTS AT THE SUPPORTIVE RESIDENTIAL CAMPUS;
14	(c) THE IMPACT OF THE PROPOSED NAVIGATION CAMPUS IN THE
15	COMMUNITY WHERE IT WILL BE LOCATED AND IN THE
16	DENVER-METROPOLITAN REGION AS A WHOLE; AND
17	(d) The ability of the applicant to manage the location
18	AND DETERMINE LONG-TERM OPERATIONAL COSTS AND SUSTAINABILITY.
19	(5) In adopting policies, procedures, and guidelines, the
20	DIVISION SHALL COLLABORATE WITH THE DEPARTMENT OF HUMAN
21	SERVICES AND THE BEHAVIORAL HEALTH ADMINISTRATION IN THE
22	DEPARTMENT OF HUMAN SERVICES TO CREATE A PROCESS THAT ENSURES
23	THE GRANT IS ONLY AWARDED AFTER A FAIR AND RIGOROUS OPEN
24	COMPETITION AMONG ELIGIBLE APPLICANTS. THE DIVISION SHALL REVIEW
25	APPLICATIONS AND SELECT THE GRANT RECIPIENT IN COLLABORATION
26	WITH PARTNERING AGENCIES.
27	(6) THE DIVISION, GRANT RECIPIENT, OR ANY OTHER PERSON WHO

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1 RECEIVES MONEY FROM THE DIVISION PURSUANT TO THIS SECTION SHALL
2 COMPLY WITH THE COMPLIANCE, REPORTING, RECORD-KEEPING, AND
3 PROGRAM EVALUATION REQUIREMENTS ESTABLISHED BY THE OFFICE OF
4 STATE PLANNING AND BUDGETING AND THE STATE CONTROLLER IN
5 ACCORDANCE WITH SECTION 24-75-226 (5).
6 (7) ON JULY 1, 2022, THE STATE TREASURER SHALL TRANSFER

- FIFTY MILLION DOLLARS FROM THE ECONOMIC RECOVERY AND RELIEF CASH FUND, CREATED IN SECTION 24-75-228, THAT ORIGINATES FROM THE MONEY THE STATE RECEIVED FROM THE FEDERAL CORONAVIRUS STATE FISCAL RECOVERY FUND, TO THE REGIONAL NAVIGATION CAMPUS CASH FUND FOR THE PURPOSES OF THIS SECTION. THE DIVISION MAY EXPEND UP TO TEN PERCENT OF THE MONEY APPROPRIATED OR TRANSFERRED TO THE FUND TO PAY FOR ITS DIRECT AND INDIRECT COSTS IN ADMINISTERING THE GRANT. ALL ADMINISTRATIVE COSTS MUST BE PAID OUT OF THE MONEY TRANSFERRED TO THE FUND PURSUANT TO THIS SUBSECTION (7).
- (8) (a) THE REGIONAL NAVIGATION CAMPUS CASH FUND, REFERRED TO IN THIS SECTION AS THE "FUND", IS CREATED IN THE STATE TREASURY.

 THE FUND CONSISTS OF MONEY TRANSFERRED TO THE FUND PURSUANT TO SUBSECTION (7) OF THIS SECTION AND ANY OTHER MONEY THAT THE GENERAL ASSEMBLY MAY APPROPRIATE OR TRANSFER TO THE FUND.
- (b) The state treasurer shall credit all interest and income derived from the deposit and investment of money in the fund to the fund. Except as otherwise required by this subsection (8)(b), all money not expended or encumbered, and all interest earned on the investment or deposit of money in the fund, remains in the fund and does not revert to the general fund or any other fund at the end of any fiscal year. The money

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2	LOCAL AFFAIRS FOR USE BY THE DIVISION FOR THE PURPOSES OF THIS
3	SECTION.
4	(c) For state fiscal year 2022-23, the general assembly
5	SHALL APPROPRIATE MONEY FROM THE FUND TO THE DEPARTMENT OF
6	HUMAN SERVICES FOR THE IMPLEMENTATION OF THIS SECTION.
7	(d) THE GRANT RECIPIENT SHALL EXPEND OR OBLIGATE ANY
8	Money received pursuant to this section no later than $D\mbox{ecember}$
9	30, 2024. Any money the grant recipient obligates must be
10	EXPENDED NO LATER THAN DECEMBER 30, 2026.
11	SECTION 3. In Colorado Revised Statutes, 24-75-402, amend
12	(5)(tt) and (5)(uu); and add (5)(vv) as follows:
13	24-75-402. Cash funds - limit on uncommitted reserves -
14	reduction in the amount of fees - exclusions - repeal.
15	(5) Notwithstanding any provision of this section to the contrary, the
16	following cash funds are excluded from the limitations specified in this
17	section:
18	(tt) The community impact cash fund created in section 25-7-129
19	(1); and
20	(uu) The 988 crisis hotline cash fund created in section 27-64-104;
21	AND
22	(vv) THE REGIONAL NAVIGATION CAMPUS CASH FUND CREATED IN
23	SECTION 24-32-726.
24	SECTION 4. Appropriation. (1) For the 2022-23 state fiscal
25	year, \$44,557 is appropriated to the department of human services for use
26	by the behavioral health administration. This appropriation is from funds
27	transferred from the division of housing in the department of local affairs

IN THE FUND IS CONTINUOUSLY APPROPRIATED TO THE DEPARTMENT OF

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from the regional navigation campus cash fund created in section 1 24-32-726 (8)(a), C.R.S., that originates from the money the state 2 3 received from the federal coronavirus state fiscal recovery fund, and is 4 based on an assumption that the administration will require an additional 5 0.4 FTE. To implement this act, the administration may use this 6 appropriation for program administration. **SECTION 5. Safety clause.** The general assembly hereby finds, 7 8 determines, and declares that this act is necessary for the immediate

preservation of the public peace, health, or safety.

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