First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

PREAMENDED

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

LLS NO. 23-0968.01 Megan McCall x4215

HOUSE BILL 23-1273

HOUSE SPONSORSHIP

Snyder and Joseph,

SENATE SPONSORSHIP

(None),

House Committees

101

102

Senate Committees

Agriculture, Water & Natural Resources Appropriations

A BILL FOR AN ACT

CONCERNING THE CREATION OF THE WILDFIRE RESILIENT HOMES GRANT PROGRAM.

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 creates the wildfire resilient homes grant program (program) within the division of fire prevention and control (division). The program allows homeowners to apply to receive a grant for retrofitting or improving a house or other structure on the homeowner's property with strategies and technologies for structure hardening in order to make the house or structure more resilient to the risk of wildfire.

The bill also creates the wildfire resilient homes grant program cash fund (fund) for use by the division to award grants and to promote best practices for structure hardening, and on August 15, 2023, the state treasurer is required to transfer \$2 million from the general fund to the fund. The division is required to annually report to the wildfire matters review committee on expenditures made from the fund and grants that are awarded pursuant to the program.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. Legislative declaration. (1) The general assembly
3	finds and declares that:
4	(a) Home ownership in the United States has long been a
5	cornerstone of the American dream;
6	(b) Home ownership presents an opportunity to accumulate
7	wealth, build community, reduce wealth inequality, and improve
8	generational wealth;
9	(c) Wildfires in Colorado threaten the American dream;
10	(d) Wildfires have become one of the greatest threats to
11	Coloradans, their homes, and their aspirations to build wealth and
12	community as evidenced by the ever increasing devastating wildfires in
13	the state;
14	(e) Over the last ten years, the most destructive wildfires in the
15	state led to the loss of over 2,544 homes;
16	(f) These wildfires not only destroy homes and communities, but
17	also contribute negatively to the environment and public health;
18	(g) The toxic chemicals released during wildfires include nitrogen
19	oxides, sulfur dioxide, volatile organic chemicals, and polycyclic organic
20	matter. Plastic and treated wood burns also release heavy metals and other
21	toxic chemicals, such as dioxin.
22	(h) When household waste, like wood and leaves, burn, it

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- (i) Air pollution from smoke can impact human health. People exposed to these air pollutants can experience eye and nose irritation, difficulty breathing, coughing, and headaches. People with heart disease, asthma, emphysema, or other respiratory diseases are especially sensitive to air pollutants. Other health problems aggravated by wildfires include lung infections, pneumonia, bronchiolitis, and allergies.
- (j) Our climate continues to trend towards warmer and drier temperatures, coupled with the fact that the average homes in Colorado are decades old, creating optimum conditions for destructive wildfires;
- (k) While no home is fireproof, a home constructed with mitigation measures can limit the catastrophic reach of wildfire into our neighborhoods;
- (l) Natural hazard mitigation can save four times the amount that would have been spent on construction costs for rebuilding;
- (m) Retrofitting a home can range from \$4,000 to \$80,000 and is far cheaper than rebuilding a home;
- (n) According to the United Nations, the publicly recognized costs of wildfires are usually based on direct economic costs to the public sectors, including fire suppression costs, asset loss, loss of lives, and insurance costs. However, wildfires also have broad and long-lasting impacts on the economic, social, and environmental aspects of sustainable development. Traditionally, such costs have not been factored into the costs of fires, as they are difficult to assess and quantify. Underestimating the full costs of wildfires has often led to less political attention and inadequate budget allocations being devoted to address wildfires.

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1	(o) Protecting Colorado homes from wildfires by retrofitting them
2	with wildfire resilient strategies and technologies will lower the damage
3	done by destructive wildfires and lessen the cost of these fires on our
4	economy, environment, and society.
5	(2) Therefore, the general assembly finds and declares that it is
6	necessary to create a wildfire resilient homes grant program to protect
7	Coloradans and their homes and surrounding communities from the ever
8	increasing threats and destruction of wildfires.
9	SECTION 2. In Colorado Revised Statutes, add 24-33.5-1236 as
10	follows:
11	24-33.5-1236. Wildfire resilient homes grant program - fund
12	- rules - report - definitions - repeal. (1) As used in this section,
13	UNLESS THE CONTEXT OTHERWISE REQUIRES:
14	(a) "FUND" MEANS THE WILDFIRE RESILIENT HOMES GRANT
15	PROGRAM CASH FUND CREATED IN SUBSECTION (4)(a) OF THIS SECTION.
16	(b) "HOMEOWNER" MEANS A PERSON WHO OWNS PROPERTY ON
17	WHICH THERE IS A HOUSE AND ON WHICH THERE MAY ALSO BE OTHER
18	NONRESIDENTIAL STRUCTURES THAT IS IN THE STATE AND LOCATED IN AN
19	AREA THAT IS SUSCEPTIBLE TO RISK OF WILDFIRES.
20	(c) "PROGRAM" MEANS THE WILDFIRE RESILIENT HOMES GRANT
21	PROGRAM CREATED IN SUBSECTION (2)(a) OF THIS SECTION.
22	(2) (a) There is hereby created within the division the
23	WILDFIRE RESILIENT HOMES GRANT PROGRAM TO PROVIDE GRANTS TO
24	HOMEOWNERS FOR THE PURPOSE OF RETROFITTING OR OTHERWISE
25	IMPROVING A HOUSE OR OTHER EXISTING NONRESIDENTIAL STRUCTURES
26	ON A HOMEOWNER'S PROPERTY WITH BEST PRACTICE TECHNIQUES FOR
27	STRUCTURE HARDENING IN ORDER TO MAKE THEM MORE RESILIENT TO

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1	WILDFIRE RISK. TO IMPLEMENT THE PROGRAM, THE DIVISION MAY USE
2	FEDERAL FUNDS THAT ARE OR BECOME AVAILABLE TO THE DIVISION FOR
3	THE SAME PURPOSES AS THE PURPOSES OF THE PROGRAM.
4	(b) TO RECEIVE A GRANT, A HOMEOWNER MUST SUBMIT AN
5	APPLICATION TO THE DIVISION IN A FORM AND MANNER PRESCRIBED BY
6	THE DIVISION.
7	(c) IN AWARDING GRANTS PURSUANT TO THE PROGRAM, THE
8	DIVISION SHALL CONSIDER THE LOCATION OF THE HOMEOWNER'S
9	PROPERTY, THE TYPE OF IMPROVEMENT PROPOSED BY THE HOMEOWNER,
10	AND ANY OTHER CRITERIA ESTABLISHED BY THE DIVISION PURSUANT TO
11	SUBSECTION (3) OF THIS SECTION.
12	(d) A HOMEOWNER WHO RECEIVES A GRANT PURSUANT TO THIS
13	SUBSECTION (2) SHALL NOT USE THE MONEY FOR ANY PURPOSE THAT IS
14	NOT AUTHORIZED BY THIS SECTION OR BY ANY RULES PROMULGATED BY
15	THE DIRECTOR PURSUANT TO SUBSECTION (3) OF THIS SECTION. UPON

SUBSECTION (2) SHALL NOT USE THE MONEY FOR ANY PURPOSE THAT IS NOT AUTHORIZED BY THIS SECTION OR BY ANY RULES PROMULGATED BY THE DIRECTOR PURSUANT TO SUBSECTION (3) OF THIS SECTION. UPON COMPLETION OF THE RETROFIT OR IMPROVEMENTS FOR WHICH THE GRANT WAS AWARDED, A HOMEOWNER SHALL SUBMIT TO THE DIVISION A CERTIFICATION OF COSTS AND ANY OTHER DOCUMENTATION THE DIVISION MAY REQUIRE.

- (3) THE DIRECTOR MAY ADOPT RULES FOR THE IMPLEMENTATION AND ADMINISTRATION OF THE PROGRAM.
- (4) (a) The Wildfire resilient homes grant program cash fund is hereby created in the state treasury. The fund consists of money appropriated or transferred to the fund by the general assembly, all private and public money received through gifts, grants, or donations that are transmitted to the state treasurer and credited to the fund, and money

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1	TRANSFERRED TO THE FUND PURSUANT TO SUBSECTION (5) OF THIS
2	SECTION. THE STATE TREASURER SHALL CREDIT ALL INTEREST AND
3	INCOME DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE
4	FUND TO THE FUND.
5	(b) SUBJECT TO ANNUAL APPROPRIATION BY THE GENERAL
6	ASSEMBLY, THE DIVISION MAY EXPEND MONEY FROM THE FUND FOR THE
7	FOLLOWING PURPOSES:
8	(I) TO AWARD GRANTS FOR THE PROGRAM; OR
9	(II) TO PROMOTE STRATEGIES AND TECHNOLOGIES THAT INCREASE
10	RESILIENCY AGAINST WILDFIRES FOR A HOUSE OR OTHER NONRESIDENTIAL
11	STRUCTURES ON A PROPERTY, INCLUDING FOR NEW BUILDS, NEW
12	CONSTRUCTION, OR REBUILDS, THROUGH OUTREACH TO HOMEOWNERS
13	AND BY PREPARING EDUCATIONAL MATERIALS FOR HOMEOWNERS.
14	(5) (a) On August 15, 2023, the state treasurer shall
15	TRANSFER TWO MILLION DOLLARS FROM THE GENERAL FUND TO THE FUND.
16	(b) This subsection (5) is repealed, effective July 1, 2024.
17	(6) The division shall submit an annual report on the
18	EXPENDITURES FROM THE FUND TO THE WILDFIRE MATTERS REVIEW
19	COMMITTEE CREATED IN SECTION 2-3-1602. THE REPORT MUST INCLUDE
20	INFORMATION ON THE NUMBER OF GRANTS MADE, OUTREACH THE DIVISION
21	UNDERTAKES TO EDUCATE HOMEOWNERS ON BEST PRACTICES FOR
22	STRUCTURE HARDENING, DETAILS ON THE RETROFITS OR IMPROVEMENTS
23	MADE BY GRANT RECIPIENTS, AND ANY FEDERAL FUNDS THE DIVISION
24	USED IN CONNECTION WITH IMPLEMENTATION OF THE PROGRAM.
25	NOTWITHSTANDING THE REQUIREMENT IN SECTION 24-1-136 (11)(a)(I),
26	THE REQUIREMENT TO SUBMIT THE REPORT REQUIRED IN THIS SUBSECTION
27	(6) CONTINUES FOR THE DURATION OF THE PROGRAM.

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SECTION 3. Act subject to petition - effective date. This act
takes effect at 12:01 a.m. on the day following the expiration of the
ninety-day period after final adjournment of the general assembly; except
that, if a referendum petition is filed pursuant to section 1 (3) of article V
of the state constitution against this act or an item, section, or part of this
act within such period, then the act, item, section, or part will not take
effect unless approved by the people at the general election to be held in
November 2024 and, in such case, will take effect on the date of the
official declaration of the vote thereon by the governor.

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