First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 23-0472.01 Nicole Myers x4326

SENATE BILL 23-306

SENATE SPONSORSHIP

Moreno and Simpson,

HOUSE SPONSORSHIP

(None),

Senate Committees

House Committees

Appropriations

	A BILL FOR AN ACT
101	CONCERNING STATE CAPITAL ASSETS, AND, IN CONNECTION
102	THEREWITH, DETERMINING OFFICE SPACE FOR THE LEGISLATIVE
103	DEPARTMENT IN THE CAPITOL COMPLEX, SPECIFYING
104	ADDITIONAL SOURCES OF FUNDING AND MODIFYING THE TIMING
105	OF THE FUNDING FOR CERTAIN CAPITAL CONSTRUCTION
106	PROJECTS FOR STATE-OWNED BUILDINGS, AND MAKING AN
107	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.)

Current law requires the office of legislative legal services to have suitable office space in the state capitol building. The bill modifies this requirement by allowing the office space for the office of legislative legal services to be in the state capitol complex and within one-quarter mile of the state capitol building.

For every appropriation from the general fund, the capital construction fund, or the controlled maintenance trust fund in the capital construction section of the annual general appropriation act, the general assembly is currently required to provide funding for annual depreciation-lease equivalent payments. The bill requires the general assembly to also provide funding for annual depreciation-lease equivalent payments for appropriations from the revenue loss restoration cash fund in the capital construction section of the annual general appropriation act. In addition, for the 2023-24 fiscal year through the 2028-29 fiscal year, the bill requires the state controller to transfer the money for the annual depreciation-lease equivalent payments for the applicable fiscal year on July 1 rather than on June 30.

Current law allows the state treasurer, upon the request of the capital development committee, to make a transfer from the general fund to the capitol complex master plan implementation fund in an amount equal to \$20 million less the amount transferred to the national western center trust fund. On July1, 2023, and each July 1 thereafter through July 1, 2028, the bill requires the state treasurer to transfer the amount transferred to the capitol complex master plan implementation fund to the capitol complex renovation fund.

Current law specifies that the legislative department has control of and is responsible for supervising the maintenance of legislative spaces in certain buildings in the capitol complex and the grounds adjacent to the capitol building. These legislative spaces currently include 2 floors of the capitol building annex at 1375 Sherman street. The bill repeals the specific designation of 2 floors in the capitol building annex as legislative space and requires the executive committee of the legislative council, the director of the division of capital assets, the secretary of the senate, the chief clerk of the house of representatives, the director of the office of legislative legal services, the director of research of the legislative council, and the state auditor to determine, prior to the beginning of the 2025 legislative session, which areas in the capitol building annex are legislative space.

In addition, the bill requires the general assembly to vacate the legislative space at the state office building at 1525 Sherman street within one year after the completion of the renovation of the capitol building annex at 1375 Sherman street and specifies that thereafter, such space in the office building at 1525 Sherman street will be executive space.

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1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 2-3-507, amend (1) 3 as follows: 4 2-3-507. Office space in or near capitol - office hours -5 **appropriations.** (1) The office shall be provided with suitable office 6 space in the state capitol COMPLEX THAT IS WITHIN ONE-QUARTER MILE OF 7 THE CAPITOL BUILDING, so situated as to be convenient for the members 8 of the general assembly. Throughout the year, the office shall be kept 9 open during the hours prevailing in other LEGISLATIVE STAFF offices in OR 10 NEAR the state capitol, and at such other times in order to efficiently serve 11 the general assembly. 12 **SECTION 2.** In Colorado Revised Statutes, 24-30-1310, amend 13 (2) as follows: 14 24-30-1310. Funding for capital construction, controlled 15 maintenance, or capital renewal - definitions. (2) Except for the 16 2020-21 annual general appropriation act, for every appropriation in the 17 capital construction section of the 2015-16 annual general appropriation 18 act and every appropriation in the capital construction section of each 19 annual general appropriation act thereafter, not including appropriations 20 for information technology projects, additional funding must be set aside 21 as follows: 22 (a) (I) If the funding source for the appropriation is from a cash 23 fund, the state agency shall annually calculate an amount equal to the 24 recorded depreciation of the capital asset or capital assets acquired, 25 repaired, improved, replaced, renovated, or constructed with the 26 appropriation based on the depreciation period, the general assembly shall

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include an annual depreciation-lease equivalent payment line item payable from the cash fund in the operating section of the annual general appropriation act for the state agency, and, except as otherwise provided in subsection (2)(a)(II) of this section, on June 30 the state controller shall credit such amount from the cash fund that was the source of the funding for the appropriation to a capital reserve account established by the state agency in such cash fund as specified in section 24-75-403 (2).

- (II) (A) On September 1, 2022, the state treasurer shall transfer any amounts credited on June 30, 2022, to state agency capital reserve accounts pursuant to subsection (2)(a)(I) of this section to the capitol complex renovation fund created in section 24-30-1313.
- (B) On June 30, 2023, and on each June 30 thereafter through June 30, 2029, the state controller shall credit the amount calculated pursuant to subsection (2)(a)(I) of this section from the cash fund that was the source of the funding for the appropriation to the capitol complex renovation fund created in section 24-30-1313.
- (C) ON JULY 1, 2023, AND ON EACH JULY 1 THEREAFTER THROUGH JULY 1, 2028, THE STATE CONTROLLER SHALL CREDIT THE AMOUNT CALCULATED PURSUANT TO SUBSECTION (2)(a)(I) OF THIS SECTION FROM THE CASH FUND THAT WAS THE SOURCE OF THE FUNDING FOR THE APPROPRIATION TO THE CAPITOL COMPLEX RENOVATION FUND CREATED IN SECTION 24-30-1313.
- (b) (I) If the funding source for the appropriation is from the general fund, the capital construction fund, THE REVENUE LOSS RESTORATION CASH FUND, or the controlled maintenance trust fund, the general assembly shall include an annual depreciation-lease equivalent payment line item payable from the general fund in the operating section

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of the annual general appropriation act for each state agency, including the department of higher education. Except as otherwise provided in subsection (2)(b)(II) of this section, on June 30 the state controller shall credit the annual depreciation-lease equivalent payment line item to the capital construction fund; except that, of such payment, an amount equal to one percent of the project cost will be deducted from the payment and credited to the principal of the controlled maintenance trust fund.

- (II) (A) On September 1, 2022, the state treasurer shall transfer any amounts credited on June 30, 2022, to the capital construction fund and the controlled maintenance trust fund pursuant to subsection (2)(b)(I) of this section to the capital complex renovation fund created in section 24-30-1313.
- (B) On June 30, 2023, and on each June 30 thereafter through June 30, 2029, the state controller shall credit the annual depreciation-lease equivalent payment calculated pursuant to subsection (2)(b)(I) of this section to the capitol complex renovation fund created in section 24-30-1313.
- (C) ON JULY 1, 2023, AND ON EACH JULY 1 THEREAFTER THROUGH JULY 1, 2028, THE STATE CONTROLLER SHALL CREDIT THE ANNUAL DEPRECIATION-LEASE EQUIVALENT PAYMENT CALCULATED PURSUANT TO SUBSECTION (2)(b)(I) OF THIS SECTION TO THE CAPITOL COMPLEX RENOVATION FUND CREATED IN SECTION 24-30-1313.
- (c) If the funding source for the appropriation is a financing arrangement, including a financed purchase of an asset or certificate of participation agreement allowed pursuant to section 24-82-802, and the source of the funding for the financing payment is:
- (I) (A) From a cash fund, then the state agency shall annually

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calculate an amount equal to one percent of the project cost and the general assembly shall include an annual controlled maintenance line item payable from the cash fund in the operating section of the annual general appropriation act for each state agency equal to such amount. Except as otherwise provided in subsection (2)(c)(I)(B) of this section, on June 30 the state controller shall credit such amount to a capital reserve account established by the state agency in the cash fund as specified in section 24-75-403 (2).

(B) On September 1, 2022, the state treasurer shall transfer any amounts credited on June 30, 2022, to state agency capital reserve accounts pursuant to subsection (2)(c)(I)(A) of this section to the capitol complex renovation fund created in section 24-30-1313. On June 30, 2023, and on each June 30 thereafter through June 30, 2029 ON JULY 1, 2023, AND ON EACH JULY 1 THEREAFTER THROUGH JULY 1, 2028, the state controller shall credit the amount calculated pursuant to subsection (2)(c)(I)(A) of this section to the capitol complex renovation fund created in section 24-30-1313;

(II) (A) From the general fund, the capital construction fund, or the controlled maintenance trust fund, then the general assembly shall include an annual controlled maintenance line item payable from the general fund in the operating section of the annual general appropriation act for each state agency, including the department of higher education, equal to one percent of the project cost, as calculated by the state agency or the state institution of higher education, which calculation the state institution of higher education shall report to the department of higher education. Except as otherwise provided in subsection (2)(c)(II)(B) of this section, on June 30 the state controller shall credit such amount to the

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1 controlled maintenance trust fund. 2 (B) On September 1, 2022, the state treasurer shall transfer any 3 amounts credited on June 30, 2022, to the controlled maintenance trust 4 fund pursuant to subsection (2)(c)(II)(B) of this section to the capitol 5 complex renovation fund created in section 24-30-1313. On June 30, 6 2023, and on each June 30 thereafter through June 30, 2029 ON JULY 1, 7 2023, AND ON EACH JULY 1 THEREAFTER THROUGH JULY 1, 2028, the state 8 controller shall credit the amount calculated pursuant to subsection 9 (2)(c)(II)(A) of this section to the capitol complex renovation fund 10 created in section 24-30-1313; 11 (d) If the funding source for the appropriation is a combination of 12 the funding sources described in subsections (2)(a), (2)(b), and (2)(c) of 13 this section, then the annual set aside must be made in proportion to the 14 funding source. 15 **SECTION 3.** In Colorado Revised Statutes, 24-30-1313, amend 16 (1) and (4)(b) as follows: 17 24-30-1313. Capitol complex renovation fund - created -18 **repeal.** (1) The capitol complex renovation fund, referred to in this 19 section as the "fund", is created in the state treasury. The fund consists of 20 money credited to the fund pursuant to section 24-30-1310 (2), money 21 transferred to the fund pursuant to section 24-75-307 (4) SECTIONS 22 24-75-307 (2.5) AND (4), and any other money that the general assembly 23 may appropriate or transfer to the fund. (4) (b) Of the total amount of money appropriated to the fund 24 25 DEPARTMENT OF PERSONNEL pursuant to this section, up to twenty-three

million dollars shall be available for the general assembly to use for

improvement projects in legislative spaces in the capitol complex,

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1	INCLUDING THE RENOVATION OF THE SPACE IN THE CAPITOL BUILDING
2	ANNEX AT 1375 SHERMAN STREET THAT IS DESIGNATED AS LEGISLATIVE
3	SPACE PURSUANT TO SECTION 24-82-101 (4)(a), subject to approval of the
4	executive committee of the legislative council.
5	SECTION 4. In Colorado Revised Statutes, 24-75-307, add (2.5)
6	as follows:
7	24-75-307. Capitol complex master plan implementation fund
8	- creation - transfers for fund. (2.5) ON JULY 1, 2023, AND ON EACH
9	July 1 thereafter through July 1, 2028, the state treasurer
10	SHALL TRANSFER ANY AMOUNT TRANSFERRED TO THE CAPITOL COMPLEX
11	MASTER PLAN IMPLEMENTATION FUND PURSUANT TO SUBSECTION (2) OF
12	THIS SECTION FROM THE CAPITOL COMPLEX MASTER PLAN
13	IMPLEMENTATION FUND TO THE CAPITOL COMPLEX RENOVATION FUND
14	CREATED IN SECTION 24-30-1313.
15	SECTION 5. In Colorado Revised Statutes, 24-82-101, amend
16	(1)(a); and add (4) as follows:
17	24-82-101. Control of legislative space in the capitol, the
18	legislative services building, and the state office building at 1525
19	Sherman street - responsibility of department of personnel for
20	supervision of maintenance in capitol buildings group - exception -
21	capitol complex master plan. (1) In accordance with the provisions of
22	section 2-2-321 concerning space for the legislative department, subject
23	to appropriations made by the general assembly and subject to the
24	provisions of section 24-82-108, concerning preservation of the state
25	capitol building, the legislative department, acting through the executive
26	committee of the legislative council:
27	(a) Shall have control of legislative spaces in the capitol; the

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legislative services building; the state office building at 1525 Sherman street, two floors of SUBJECT TO THE PROVISIONS OF SUBSECTION (4)(b) OF THIS SECTION; the capitol building annex at 1375 Sherman street, SUBJECT TO THE PROVISIONS OF SUBSECTION (4)(a) OF THIS SECTION; and the grounds adjacent to the capitol within the area bounded on the north by east Colfax avenue, on the west by Lincoln street, on the south by Fourteenth avenue, and on the east by Grant street, as shown on the official maps of the city and county of Denver, the state-owned grounds adjacent to the legislative services building at Fourteenth avenue and Sherman street, and the tunnels connecting the subbasements of the capitol, the legislative services building, and the state office building at 1525 Sherman street, together with all furniture, fixtures, furnishings, and equipment and all exhibits placed in and about said buildings; and (4) (a) THE EXECUTIVE COMMITTEE OF THE LEGISLATIVE COUNCIL, THE DIRECTOR OF THE DIVISION OF CAPITAL ASSETS IN THE DEPARTMENT OF PERSONNEL OR THE DIRECTOR'S DESIGNEE, THE SECRETARY OF THE SENATE OR THE SECRETARY'S DESIGNEE, THE CHIEF CLERK OF THE HOUSE OF REPRESENTATIVES OR THE CHIEF CLERK'S DESIGNEE, THE DIRECTOR OF THE OFFICE OF LEGISLATIVE LEGAL SERVICES OR THE DIRECTOR'S DESIGNEE, THE DIRECTOR OF RESEARCH OF THE LEGISLATIVE COUNCIL OR THE DIRECTOR'S DESIGNEE, AND THE STATE AUDITOR OR THE AUDITOR'S DESIGNEE SHALL, AFTER CONSULTATION AND DISCUSSION, DETERMINE WHICH AREAS IN THE CAPITOL BUILDING ANNEX AT 1375 SHERMAN STREET ARE LEGISLATIVE SPACE. THE PARTIES SHALL DETERMINE THE LEGISLATIVE SPACE IN THE CAPITOL BUILDING ANNEX AT 1375 SHERMAN PRIOR TO THE START OF THE FIRST REGULAR SESSION OF THE SEVENTY-FIFTH GENERAL ASSEMBLY. THE GENERAL ASSEMBLY MAY

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1	ENACT LEGISLATION DURING THE FIRST REGULAR SESSION OF THE
2	SEVENTY-FIFTH GENERAL ASSEMBLY TO CODIFY WHICH AREAS IN THE
3	CAPITOL BUILDING ANNEX ARE DESIGNATED AS LEGISLATIVE SPACE.
4	(b) WITHIN ONE YEAR AFTER THE DATE THAT THE DIVISION OF
5	CAPITOL ASSETS IN THE DEPARTMENT OF PERSONNEL DETERMINES, WITH
6	THE AGREEMENT OF THE EXECUTIVE COMMITTEE OF THE LEGISLATIVE
7	COUNCIL, THAT THE WORK TO CONVERT THE SPACE, AS DETERMINED
8	PURSUANT TO SUBSECTION (4)(a) OF THIS SECTION, IN THE CAPITOL
9	BUILDING ANNEX AT 1375 SHERMAN STREET TO LEGISLATIVE SPACE IS
10	COMPLETE, THE LEGISLATIVE SPACE AT THE STATE OFFICE BUILDING AT
11	1525 SHERMAN STREET SHALL CEASE TO BE LEGISLATIVE SPACE AND
12	SHALL BECOME EXECUTIVE SPACE.
13	SECTION 6. Capital construction appropriation. For the
14	2023-24 state fiscal year, \$20,479,729 is appropriated to the department
15	of personnel. This appropriation is from the capitol complex renovation
16	fund created in section 24-30-1313 (1), C.R.S. To implement this act, the
17	department may use this appropriation for capital construction related to
18	capitol complex renovation projects pursuant to section 24-30-1313 (5)
19	C.R.S.
20	SECTION 7. Safety clause. The general assembly hereby finds
21	determines, and declares that this act is necessary for the immediate
22	preservation of the public peace, health, or safety.

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