First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction SENATE DUL 22,206

LLS NO. 23-0472.01 Nicole Myers x4326

SENATE BILL 23-306

SENATE SPONSORSHIP

Moreno and Simpson,

Valdez and Lindsay,

HOUSE SPONSORSHIP

Senate Committees Appropriations **House Committees**

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

SENATE Amended 2nd Reading May 4, 2023 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 annual general appropriation act.

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 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.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 24-82-101, amend
3	(1)(a), (1)(b), and (2)(a) as follows:
4	2-2-321. Designation and assignment of space in capitol
5	buildings group and on the grounds thereof. (1) (a) The general
6	assembly, by joint resolution, shall designate and assign such space in the
7	capitol building (except for space on the first floor, which shall be
8	designated and assigned by the executive department for the use of
9	elected officials) and on the grounds surrounding the capitol which is
10	necessary for the use of the legislative department, including, but not
11	limited to, parking space on the grounds and streets surrounding the
12	capitol building, all areas of the subbasement of the capitol building, and
13	access to all tunnels providing access to the subbasements of the capitol
14	building, the legislative services building, and the state office building at
15	1525 Sherman street, AND THE CAPITOL BUILDING ANNEX AT 1375
16	<u>Sherman street.</u>
17	(b) Notwithstanding any law, rule, or provision of any tenant
18	handbook for the capitol complex facilities to the contrary, the executive
19	committee of the legislative council created in section 2-3-301 (1) may
20	grant any member or employee of the general assembly access to any or
21	all of the tunnels providing access to the subbasements of the capitol
22	building, the legislative services building, and the state office building at
23	1525 Sherman street, AND THE CAPITOL BUILDING ANNEX AT 1375
24	SHERMAN STREET, unless, after consultation with the department of
25	personnel and the Colorado state patrol, the executive committee
26	determines that denial of access is necessary to address immediate

1 <u>concerns about building security and occupant protection.</u>

2 (2) (a) In addition, the general assembly shall designate and assign 3 such space in the legislative services building at Fourteenth avenue and 4 Sherman street, including, but not limited to, all areas of the subbasement 5 of the legislative services building, and on no more than two floors of the 6 state office building at 1525 Sherman street after the attorney general and 7 the staff of the attorney general vacate said state office building, AND IN 8 THE AREAS OF THE CAPITOL BUILDING ANNEX AT 1375 SHERMAN STREET 9 THAT ARE DETERMINED TO BE LEGISLATIVE SPACE PURSUANT TO SECTION 10 24-82-101 (4)(a), and may provide for the furnishing and equipping 11 thereof as may be necessary for the use of the legislative department.

SECTION <u>2.</u> In Colorado Revised Statutes, 2-3-507, amend (1)
as follows:

14 2-3-507. Office space in or near capitol - office hours -15 **appropriations.** (1) The office shall be provided with suitable office 16 space in the state capitol COMPLEX THAT IS WITHIN ONE-QUARTER MILE OF 17 THE CAPITOL BUILDING, so situated as to be convenient for the members 18 of the general assembly. Throughout the year, the office shall be kept 19 open during the hours prevailing in other LEGISLATIVE STAFF offices in OR 20 NEAR the state capitol, and at such other times in order to efficiently serve 21 the general assembly.

22 SECTION <u>3.</u> In Colorado Revised Statutes, 24-30-1310, amend
23 (2) as follows:

24 24-30-1310. Funding for capital construction, controlled
 25 maintenance, or capital renewal - definitions. (2) Except for the
 26 2020-21 annual general appropriation act, for every appropriation in the
 27 capital construction section of the 2015-16 annual general appropriation

act and every appropriation in the capital construction section of each
 annual general appropriation act thereafter, not including appropriations
 for information technology projects, additional funding must be set aside
 as follows:

5 (a) (I) If the funding source for the appropriation is from a cash 6 fund, the state agency shall annually calculate an amount equal to the 7 recorded depreciation of the capital asset or capital assets acquired, 8 repaired, improved, replaced, renovated, or constructed with the 9 appropriation based on the depreciation period, the general assembly shall 10 include an annual depreciation-lease equivalent payment line item 11 payable from the cash fund in the operating section of the annual general 12 appropriation act for the state agency, and, except as otherwise provided 13 in subsection (2)(a)(II) of this section, on June 30 the state controller shall 14 credit such amount from the cash fund that was the source of the funding 15 for the appropriation to a capital reserve account established by the state 16 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.

26 (C) ON JULY 1, 2023, AND ON EACH JULY 1 THEREAFTER THROUGH
27 JULY 1, 2028, THE STATE CONTROLLER SHALL CREDIT THE AMOUNT

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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.

5 (b) (I) If the funding source for the appropriation is from the 6 general fund, the capital construction fund, THE REVENUE LOSS 7 RESTORATION CASH FUND, or the controlled maintenance trust fund, the 8 general assembly shall include an annual depreciation-lease equivalent 9 payment line item payable from the general fund in the operating section 10 of the annual general appropriation act for each state agency, including 11 the department of higher education. Except as otherwise provided in 12 subsection (2)(b)(II) of this section, on June 30 the state controller shall 13 credit the annual depreciation-lease equivalent payment line item to the 14 capital construction fund; except that, of such payment, an amount equal 15 to one percent of the project cost will be deducted from the payment and 16 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 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 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.

27 (C) ON JULY 1, 2023, AND ON EACH JULY 1 THEREAFTER THROUGH

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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.

5 (c) If the funding source for the appropriation is a financing 6 arrangement, including a financed purchase of an asset or certificate of 7 participation agreement allowed pursuant to section 24-82-802, and the 8 source of the funding for the financing payment is:

9 (I) (A) From a cash fund, then the state agency shall annually 10 calculate an amount equal to one percent of the project cost and the 11 general assembly shall include an annual controlled maintenance line item 12 payable from the cash fund in the operating section of the annual general 13 appropriation act for each state agency equal to such amount. Except as 14 otherwise provided in subsection (2)(c)(I)(B) of this section, on June 30 15 the state controller shall credit such amount to a capital reserve account 16 established by the state agency in the cash fund as specified in section 17 24-75-403 (2).

18 (B) On September 1, 2022, the state treasurer shall transfer any 19 amounts credited on June 30, 2022, to state agency capital reserve 20 accounts pursuant to subsection (2)(c)(I)(A) of this section to the capitol 21 complex renovation fund created in section 24-30-1313. On June 30, 22 2023, and on each June 30 thereafter through June 30, 2029 ON JULY 1, 23 2023, AND ON EACH JULY 1 THEREAFTER THROUGH JULY 1, 2028, the state 24 controller shall credit the amount calculated pursuant to subsection 25 (2)(c)(I)(A) of this section to the capitol complex renovation fund created 26 in section 24-30-1313;

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(II) (A) From the general fund, the capital construction fund, or

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1 the controlled maintenance trust fund, then the general assembly shall 2 include an annual controlled maintenance line item payable from the 3 general fund in the operating section of the annual general appropriation 4 act for each state agency, including the department of higher education, 5 equal to one percent of the project cost, as calculated by the state agency 6 or the state institution of higher education, which calculation the state 7 institution of higher education shall report to the department of higher 8 education. Except as otherwise provided in subsection (2)(c)(II)(B) of this 9 section, on June 30 the state controller shall credit such amount to the 10 controlled maintenance trust fund.

11 (B) On September 1, 2022, the state treasurer shall transfer any 12 amounts credited on June 30, 2022, to the controlled maintenance trust 13 fund pursuant to subsection (2)(c)(II)(B) of this section to the capitol 14 complex renovation fund created in section 24-30-1313. On June 30, 15 2023, and on each June 30 thereafter through June 30, 2029 ON JULY 1, 16 2023, AND ON EACH JULY 1 THEREAFTER THROUGH JULY 1, 2028, the state 17 controller shall credit the amount calculated pursuant to subsection 18 (2)(c)(II)(A) of this section to the capitol complex renovation fund 19 created in section 24-30-1313;

(d) If the funding source for the appropriation is a combination of
the funding sources described in subsections (2)(a), (2)(b), and (2)(c) of
this section, then the annual set aside must be made in proportion to the
funding source.

SECTION <u>4.</u> In Colorado Revised Statutes, 24-30-1313, amend
(1) and (4)(b) as follows:

26 24-30-1313. Capitol complex renovation fund - created 27 repeal. (1) The capitol complex renovation fund, referred to in this

section as the "fund", is created in the state treasury. The fund consists of
money credited to the fund pursuant to section 24-30-1310 (2), money
transferred to the fund pursuant to section 24-75-307 (4) SECTIONS
24-75-307 (2.5) AND (4), and any other money that the general assembly
may appropriate or transfer to the fund.

6 (4) (b) Of the total amount of money appropriated to the fund 7 DEPARTMENT OF PERSONNEL pursuant to this section, up to twenty-three 8 million dollars shall be available for the general assembly to use for 9 improvement projects in legislative spaces in the capitol complex, 10 INCLUDING THE RENOVATION OF THE SPACE IN THE CAPITOL BUILDING 11 ANNEX AT 1375 Sherman street that is designated as legislative 12 SPACE PURSUANT TO SECTION 24-82-101 (4)(a), subject to approval of the 13 executive committee of the legislative council.

SECTION <u>5.</u> In Colorado Revised Statutes, 24-75-307, add (2.5)
as follows:

16 24-75-307. Capitol complex master plan implementation fund 17 - creation - transfers for fund. (2.5) ON JULY 1, 2023, AND ON EACH 18 JULY 1 THEREAFTER THROUGH JULY 1, 2028, THE STATE TREASURER 19 SHALL TRANSFER ANY AMOUNT TRANSFERRED TO THE CAPITOL COMPLEX 20 MASTER PLAN IMPLEMENTATION FUND PURSUANT TO SUBSECTION (2) OF 21 THIS SECTION FROM THE CAPITOL COMPLEX MASTER PLAN 22 IMPLEMENTATION FUND TO THE CAPITOL COMPLEX RENOVATION FUND 23 CREATED IN SECTION 24-30-1313.

24 SECTION <u>6.</u> In Colorado Revised Statutes, 24-82-101, amend
25 (1); and add (4) as follows:

26 24-82-101. Control of legislative space in the capitol, the
27 legislative services building, and the state office building at 1525

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1 Sherman street - responsibility of department of personnel for 2 supervision of maintenance in capitol buildings group - exception -3 capitol complex master plan. (1) In accordance with the provisions of 4 section 2-2-321 concerning space for the legislative department, subject 5 to appropriations made by the general assembly and subject to the 6 provisions of section 24-82-108, concerning preservation of the state 7 capitol building, the legislative department, acting through the executive 8 committee of the legislative council:

9 (a) Shall have control of legislative spaces in the capitol; the 10 legislative services building; the state office building at 1525 Sherman 11 street, two floors of SUBJECT TO THE PROVISIONS OF SUBSECTION (4)(b) OF 12 THIS SECTION; the capitol building annex at 1375 Sherman street, SUBJECT 13 TO THE PROVISIONS OF SUBSECTION (4)(a) OF THIS SECTION; and the 14 grounds adjacent to the capitol within the area bounded on the north by 15 east Colfax avenue, on the west by Lincoln street, on the south by 16 Fourteenth avenue, and on the east by Grant street, as shown on the 17 official maps of the city and county of Denver, the state-owned grounds 18 adjacent to the legislative services building at Fourteenth avenue and 19 Sherman street, and the tunnels connecting the subbasements of the 20 capitol, the legislative services building, and the state office building at 21 1525 Sherman street, together with all furniture, fixtures, furnishings, and 22 equipment and all exhibits placed in and about said buildings; and

(b) Shall be responsible for the supervision of the provision of
 maintenance for legislative spaces in the capitol, the 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 and tunnels specified in subsection (1)(a) of this section if the executive committee of the legislative council adopts a resolution assuming such responsibility. The executive committee shall deliver a copy of any resolution it adopts pursuant to this subsection (1)(b) to the executive director of the department of personnel.

7 (4) (a) THE EXECUTIVE COMMITTEE OF THE LEGISLATIVE COUNCIL, 8 THE DIRECTOR OF THE DIVISION OF CAPITAL ASSETS IN THE DEPARTMENT 9 OF PERSONNEL OR THE DIRECTOR'S DESIGNEE, THE SECRETARY OF THE 10 SENATE OR THE SECRETARY'S DESIGNEE, THE CHIEF CLERK OF THE HOUSE 11 OF REPRESENTATIVES OR THE CHIEF CLERK'S DESIGNEE, THE DIRECTOR OF 12 THE OFFICE OF LEGISLATIVE LEGAL SERVICES OR THE DIRECTOR'S 13 DESIGNEE, THE DIRECTOR OF RESEARCH OF THE LEGISLATIVE COUNCIL OR 14 THE DIRECTOR'S DESIGNEE, AND THE STATE AUDITOR OR THE AUDITOR'S 15 DESIGNEE SHALL, AFTER CONSULTATION AND DISCUSSION, DETERMINE 16 WHICH AREAS IN THE CAPITOL BUILDING ANNEX AT 1375 SHERMAN STREET 17 ARE LEGISLATIVE SPACE. THE PARTIES SHALL, SUBJECT TO THE APPROVAL 18 OF THE EXECUTIVE COMMITTEE OF THE LEGISLATIVE COUNCIL AND THE 19 GOVERNOR, DETERMINE THE LEGISLATIVE SPACE IN THE CAPITOL BUILDING 20 ANNEX AT 1375 SHERMAN PRIOR TO THE START OF THE FIRST REGULAR 21 SESSION OF THE SEVENTY-FIFTH GENERAL ASSEMBLY. THE GENERAL 22 ASSEMBLY MAY ENACT LEGISLATION DURING THE FIRST REGULAR SESSION 23 OF THE SEVENTY-FIFTH GENERAL ASSEMBLY TO CODIFY WHICH AREAS IN 24 THE CAPITOL BUILDING ANNEX ARE DESIGNATED AS LEGISLATIVE SPACE. 25 (b) WITHIN ONE YEAR AFTER THE DATE THAT THE DIVISION OF 26 CAPITOL ASSETS IN THE DEPARTMENT OF PERSONNEL DETERMINES, WITH

27 THE AGREEMENT OF THE EXECUTIVE COMMITTEE OF THE LEGISLATIVE

COUNCIL, THAT THE WORK TO CONVERT THE SPACE, AS DETERMINED
 PURSUANT TO SUBSECTION (4)(a) OF THIS SECTION, IN THE CAPITOL
 BUILDING ANNEX AT 1375 SHERMAN STREET TO LEGISLATIVE SPACE IS
 COMPLETE, THE LEGISLATIVE SPACE AT THE STATE OFFICE BUILDING AT
 1525 SHERMAN STREET SHALL CEASE TO BE LEGISLATIVE SPACE AND
 SHALL BECOME EXECUTIVE SPACE.

SECTION <u>7.</u> Capital construction appropriation. For the
2023-24 state fiscal year, \$20,479,729 is appropriated to the department
of personnel. This appropriation is from the capitol complex renovation
fund created in section 24-30-1313 (1), C.R.S. To implement this act, the
department may use this appropriation for capital construction related to
capitol complex renovation projects pursuant to section 24-30-1313 (5),
C.R.S.

SECTION <u>8.</u> 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.