

**First Regular Session
Seventy-third General Assembly
STATE OF COLORADO**

REENGROSSED

*This Version Includes All Amendments
Adopted in the House of Introduction*

LLS NO. 21-0897.01 Christy Chase x2008

HOUSE BILL 21-1285

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A BILL FOR AN ACT

101 **CONCERNING THE ALLOCATION OF GENERAL FUND MONEY TO PROVIDE**
102 **SUPPORT TO CREATIVE ARTS INDUSTRIES, AND, IN CONNECTION**
103 **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:

- Transfers \$5 million from the general fund to the Colorado office of film, television, and media operational account cash fund and appropriates that amount to the governor's office for use in the 2021-22 state fiscal year by the

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.*

HOUSE
3rd Reading Unamended
May 7, 2021

HOUSE
Amended 2nd Reading
May 5, 2021

Colorado office of film, television, and media in awarding performance-based incentives for film production in Colorado and for the loan guarantee program to finance production activities;

- For the 2020-21 state fiscal year, appropriates \$3.5 million, in addition to the amount appropriated pursuant to Senate Bill 20B-001, from the general fund to the creative industries cash fund for the arts relief program and removes the prohibition against an applicant that received a relief payment from the small business relief program from also receiving a relief payment under the arts relief program;
- For the 2020-21 state fiscal year, appropriates \$1.5 million from the general fund to the creative industries cash fund for allocation by the creative industries division to a nonprofit organization that administers grants to certain cultural facilities that focus on programming for and have board representation from defined historically marginalized and under-resourced communities; and
- Transfers any money appropriated for the small business relief program that is not encumbered or expended by June 30, 2021, to the creative industries cash fund for the arts relief program.

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

2 **SECTION 1.** In Colorado Revised Statutes, 24-48.5-116, **amend**
3 (5)(a) introductory portion and (5)(a)(II) as follows:

4 **24-48.5-116. Film, television, and media - performance-based**
5 **incentive for film production in Colorado - Colorado office of film,**
6 **television, and media operational account cash fund - creation -**
7 **definition.** (5) (a) There is hereby created in the state treasury the
8 Colorado office of film, television, and media operational account cash
9 fund, referred to in this section as the "fund". The fund ~~shall consist~~
10 CONSISTS of:

11 (II) ~~Moneys~~ MONEY transferred to the fund, including three
12 million dollars that shall be transferred on July 1, 2012, AND FIVE MILLION
13 DOLLARS THAT SHALL BE TRANSFERRED ON JULY 1, 2021, from the general

1 fund to the Colorado office of film, television, and media operational
2 account cash fund; and

3 **SECTION 2.** In Colorado Revised Statutes, 24-48.5-301, **amend**
4 (2)(a)(V), (2)(a)(VI)(A), (2)(b)(IV), and (2)(b)(V)(A); and **add**
5 (2)(a)(VII), (2)(a)(VIII), and (2)(b)(VI) as follows:

6 **24-48.5-301. Creative industries division - creative industries**
7 **cash fund - creation - definition - repeal.** (2) (a) There is hereby
8 created in the state treasury the creative industries cash fund, referred to
9 in this section as the "fund". The fund consists of:

10 (V) Any gifts, grants, or donations from private or public sources
11 that the division is hereby authorized to seek and accept; ~~and~~

12 (VI)(A) Seven million five hundred thousand dollars appropriated
13 by the general assembly FROM THE GENERAL FUND to the fund, PURSUANT
14 TO SENATE BILL 20B-001, ENACTED IN 2020, FIRST EXTRAORDINARY
15 SESSION, AND THREE MILLION FIVE HUNDRED THOUSAND DOLLARS
16 APPROPRIATED BY THE GENERAL ASSEMBLY FROM THE GENERAL FUND TO
17 THE FUND, PURSUANT TO THIS HOUSE BILL 21-1285, ENACTED IN 2021, for
18 the arts relief program established pursuant to section 24-48.5-316;

19 (VII)(A) ANY AMOUNT TRANSFERRED TO THE FUND PURSUANT TO
20 SECTION 24-32-129 (3)(b).

21 (B) THIS SUBSECTION (2)(a)(VII) IS REPEALED, EFFECTIVE
22 DECEMBER 31, 2022.

23 (VIII)(A) ONE MILLION FIVE HUNDRED THOUSAND DOLLARS
24 APPROPRIATED BY THE GENERAL ASSEMBLY FROM THE GENERAL FUND TO
25 THE FUND, FOR ALLOCATION IN ACCORDANCE WITH SECTION 24-48.5-317.

26 (B) THIS SUBSECTION (2)(a)(VIII) IS REPEALED, EFFECTIVE
27 DECEMBER 31, 2022.

1 (b) The money in the fund shall be annually appropriated to the
2 division for the operation of the division, and for the following:

3 (IV) For need-based funding for infrastructure development in
4 creative districts as authorized by section 24-48.5-314 (5)(b), to the extent
5 that the general assembly appropriates money to the fund for that purpose;
6 **and**

7 (V) (A) With regard to the amount appropriated to the fund
8 pursuant to subsection (2)(a)(VI) of this section AND ANY AMOUNT
9 TRANSFERRED TO THE FUND PURSUANT TO SUBSECTION (2)(a)(VII) OF THIS
10 SECTION, for the arts relief program established pursuant to section
11 24-48.5-316.

12 (VI) (A) WITH REGARD TO THE AMOUNT APPROPRIATED TO THE
13 FUND PURSUANT TO SUBSECTION (2)(a)(VIII) OF THIS SECTION, FOR
14 ALLOCATION PURSUANT TO SECTION 24-48.5-317.

15 (B) THIS SUBSECTION (2)(b)(VI) IS REPEALED, EFFECTIVE
16 DECEMBER 31, 2022.

17 **SECTION 3.** In Colorado Revised Statutes, 24-48.5-316, **amend**
18 (3) and (4) introductory portion; and **repeal** (2)(b) as follows:

19 **24-48.5-316. COVID-19 relief program for arts, cultural, and**
20 **entertainment artists, crew members, and organizations - definitions**
21 **- report - repeal. (2) Arts relief program. (b) ~~Notwithstanding any~~
22 ~~provision of law to the contrary, an arts, culture, and entertainment artist,~~
23 ~~crew member, or organization that receives an arts relief payment~~
24 ~~pursuant to this section is not eligible for any other relief payments from~~
25 ~~the small business relief program created in section 24-32-129, enacted~~
26 ~~by Senate Bill 20B-001, enacted in the first extraordinary session of the~~
27 ~~seventy-second general assembly. An organization that applies for an arts~~**

1 relief payment pursuant to this section shall certify that the organization
2 neither applied for nor received any other relief payments from the small
3 business relief program created in section 24-32-129, enacted by Senate
4 Bill 20B-001, enacted in the first extraordinary session of the
5 seventy-second general assembly.

6 (3) **Funding.** For the 2020-21 AND 2021-22 state fiscal year
7 YEARS, the general assembly shall appropriate ~~seven million five hundred~~
8 ~~thousand~~ A TOTAL OF ELEVEN MILLION dollars from the general fund to the
9 creative industries cash fund created in section 24-48.5-301 (2) for the
10 arts relief program. The division may use up to five percent of the amount
11 appropriated pursuant to this section for its administrative costs in
12 administering or contracting with a third party to administer the arts relief
13 program.

14 (4) **Report.** By November 1, 2021, AND NOVEMBER 1, 2022, the
15 division shall submit a report to the governor, the business, labor, and
16 technology committee of the senate or its successor committee, and the
17 business affairs and labor committee of the house of representatives or its
18 successor committee detailing how the money was allocated through the
19 arts relief program, including:

20 **SECTION 4.** In Colorado Revised Statutes, **add** 24-48.5-317 as
21 follows:

22 **24-48.5-317. Allocation of funding for tier III cultural facilities**
23 **servicing historically marginalized and under-resourced communities**
24 **- repeal.** (1) THE DIVISION SHALL ALLOCATE MONEY APPROPRIATED TO
25 THE CREATIVE INDUSTRIES CASH FUND PURSUANT TO SECTION 24-48.5-301
26 (2)(a)(VIII) TO A NONPROFIT ORGANIZATION THAT ADMINISTERS THE
27 COMMUNITY ARTS, CULTURE, TRANSFORMATION, AND SCIENCE (ACTS)

1 FUND, OR ANY SUCCESSOR FUND, TO AWARD CAPACITY-BUILDING GRANTS
2 TO CULTURAL FACILITIES DESCRIBED IN SECTION 32-13-107 (3)(c) THAT
3 SATISFY THE FOLLOWING CRITERIA:

4 (a) THE CULTURAL FACILITY'S MISSION STATES A SPECIFIC FOCUS
5 ON DEFINED HISTORICALLY MARGINALIZED AND UNDER-RESOURCED
6 COMMUNITIES OR THE CULTURAL FACILITY FOCUSES AT LEAST FIFTY-ONE
7 PERCENT OF ITS PROGRAMMING ON ENGAGING AND SUPPORTING DEFINED
8 HISTORICALLY MARGINALIZED AND UNDER-RESOURCED COMMUNITIES;
9 AND

10 (b) AT LEAST FIFTY-ONE PERCENT OF THE BOARD OF DIRECTORS OR
11 STAFF OF THE CULTURAL FACILITY CONSISTS OF INDIVIDUALS FROM
12 DEFINED HISTORICALLY MARGINALIZED AND UNDER-RESOURCED
13 COMMUNITIES.

14 (2) THE NONPROFIT ORGANIZATION TO WHICH THE DIVISION
15 ALLOCATES MONEY PURSUANT TO SUBSECTION (1) OF THIS SECTION SHALL
16 REPORT TO THE DIVISION REGARDING THE USE OF THE MONEY, INCLUDING
17 INFORMATION ABOUT THE RECIPIENTS OF CAPACITY-BUILDING GRANTS,
18 HOW MUCH MONEY WAS ALLOCATED TO EACH GRANT RECIPIENT, AND HOW
19 THE GRANT RECIPIENTS USED THE GRANT DOLLARS. AS PART OF THE
20 REPORT REQUIRED PURSUANT TO SECTION 24-48.5-316 (4), THE DIVISION
21 SHALL REPORT INFORMATION RECEIVED FROM THE NONPROFIT
22 ORGANIZATION REGARDING THE USE OF THE MONEY ALLOCATED
23 PURSUANT TO THIS SECTION.

24 (3) THIS SECTION IS REPEALED, EFFECTIVE DECEMBER 31, 2022.

25 **SECTION 5.** In Colorado Revised Statutes, 24-32-129, **amend**
26 (3) as follows:

27 **24-32-129. Small business relief program - address negative**

1 **effects of capacity limits due to COVID-19 pandemic - distribution**
2 **through local governments - definitions - report - repeal.**

3 (3) **Funding.** (a) For the 2020-21 state fiscal year, the general assembly
4 shall appropriate thirty-seven million dollars from the general fund to the
5 department of local affairs for use by the division in accordance with this
6 section.

7 (b) THE DEPARTMENT OF LOCAL AFFAIRS SHALL NOTIFY THE STATE
8 TREASURER IF, ON JUNE 30, 2021, THERE IS UNEXPENDED AND
9 UNENCUMBERED MONEY REMAINING FROM THE AMOUNT APPROPRIATED
10 TO THE DEPARTMENT PURSUANT TO THIS SUBSECTION (3). IF THE STATE
11 TREASURER IS SO NOTIFIED, THE STATE TREASURER SHALL TRANSFER THE
12 UNEXPENDED AND UNENCUMBERED AMOUNT TO THE CREATIVE
13 INDUSTRIES CASH FUND CREATED IN SECTION 24-48.5-301 FOR USE IN
14 ACCORDANCE WITH SECTION 24-48.5-301 (2)(b)(V).

15 **SECTION 6. Appropriation.** (1) (a) For the 2020-21 state fiscal
16 year, \$5,000,000 is appropriated to the creative industries cash fund
17 created in section 24-48.5-301 (2)(a), C.R.S. This appropriation is from
18 the general fund. The office of the governor is responsible for the
19 accounting related to this appropriation.

20 (b) For the 2020-21 state fiscal year, \$5,000,000 is appropriated
21 to the office of the governor for use by economic development programs.
22 This appropriation is from reappropriated funds in the creative industries
23 cash fund under subsection (1)(a) of this section. To implement this act,
24 the office may use the appropriation for the council on creative industries
25 as follows:

26 (I) \$3,500,000 for the arts relief program established pursuant to
27 section 24-48.5-316, C.R.S.; and

1 (II) \$1,500,000 for allocation in accordance with section
2 24-48.5-317, C.R.S.

3 (2) For the 2021-22 state fiscal year, \$5,000,000 is appropriated
4 to the office of the governor for use by economic development programs.
5 This appropriation is from the Colorado office of film, television, and
6 media operational account cash fund created in section 24-48.5-116
7 (5)(a), C.R.S. To implement this act, the office may use the appropriation
8 for the Colorado office of film, television, and media in accordance with
9 section 24-48.5-116 (5)(b), C.R.S.

10 **SECTION 7. Safety clause.** The general assembly hereby finds,
11 determines, and declares that this act is necessary for the immediate
12 preservation of the public peace, health, or safety.