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

## **INTRODUCED**

LLS NO. 21-0072.01 Jennifer Berman x3286

**HOUSE BILL 21-1286** 

## **HOUSE SPONSORSHIP**

Kipp and Valdez A., Bernett

### SENATE SPONSORSHIP

Priola and Pettersen,

#### **House Committees**

Energy & Environment

#### **Senate Committees**

	A BILL FOR AN ACT
101	CONCERNING MEASURES TO IMPROVE ENERGY EFFICIENCY, AND, IN
102	CONNECTION THEREWITH, REQUIRING OWNERS OF LARGE
103	BUILDINGS TO COLLECT AND REPORT ON ENERGY-USE
104	BENCHMARKING DATA AND COMPLY WITH PERFORMANCE
105	STANDARDS RELATED TO ENERGY AND GREENHOUSE GAS
106	EMISSIONS AND MODIFYING STATUTORY REQUIREMENTS
107	REGARDING ENERGY PERFORMANCE CONTRACTS.

### **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 <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

**Section 1** of the bill requires owners of certain large buildings (covered buildings), on an annual basis, to collect and report to the Colorado energy office (office) the covered building's energy use. The bill establishes a process requiring certain electric and gas utilities to provide energy-use data to a covered building owner when requested by the covered building owner.

Section 1 also requires that, on or before June 1, 2027, a covered building owner demonstrate that, in 2026, the covered building met performance standards set forth in the bill. A covered building owner must demonstrate compliance with the performance standards every 5 years after June 1, 2027. The air quality control commission (commission) is required to adopt rules in 2026 or 2027 that extend or modify the performance standards. Thereafter, the commission may, as the commission deems necessary, modify the performance standards by rule.

**Section 2** requires the office to assist covered building owners with the reporting requirements set forth in section 1 by:

- Creating a database of covered buildings and owners required to comply with section 1;
- Developing publicly available, digitally interactive maps and lists showing the energy-use and performance-standard data reported;
- Coordinating with any local government that implements its own energy benchmarking requirements or energy performance program, including coordination of reporting requirements; and
- Collecting an annual fee from owners of covered buildings of \$100 per covered building. The office is required to transfer the fees collected to the state treasurer, who will credit the fees to the climate change mitigation and adaptation fund (fund) created in section 2.

**Section 3** imposes penalties for violations of section 1, ranging from \$500 to \$5,000, depending on whether the violations are first violations or subsequent violations, and requires that the civil penalty payments be credited to the fund. Certain subsequent violations are also subject to a penalty of 2 cents per square foot of gross floor area of the covered building for each day that the violations continue.

**Section 4** modifies the definition of an "energy performance contract" that a governing body of a municipality, county, special district, or school district (board) enters into for evaluation, recommendations, or implementation of energy-saving measures to remove requirements that a board's payment for goods and services pursuant to the contract be made within a certain number of years of the contract's execution.

-2- HB21-1286

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, add 25-7-142 as
3	follows:
4	25-7-142. Energy benchmarking - data collection and access
5	- utility requirements - performance standards - rules - reports -
6	definitions - legislative declaration. (1) Legislative declaration. The
7	GENERAL ASSEMBLY FINDS, DETERMINES, AND DECLARES THAT THE
8	REGULATION OF BUILDING PERFORMANCE IS A MATTER OF STATEWIDE
9	CONCERN BECAUSE:
10	(a) As of 2020, buildings represented a significant source
11	OF GREENHOUSE GAS POLLUTION IN THE STATE OF COLORADO;
12	(b) Energy consumption and greenhouse gas emissions
13	ASSOCIATED WITH A BUILDING PRODUCE IMPACTS FAR BEYOND ITS WALLS
14	AND THE BOUNDARIES OF THE LOCAL GOVERNMENT WITHIN WHICH THE
15	BUILDING IS LOCATED, INCLUDING COSTS TO UTILITY RATEPAYERS FOR
16	INCREASED ENERGY PRODUCTION, COMMUNITY HEALTH COSTS
17	ASSOCIATED WITH AIR POLLUTION, AND BROADER SOCIETAL COSTS OF
18	ANTHROPOGENIC CLIMATE CHANGE;
19	(c) LARGE BUILDINGS REPRESENT A DISPROPORTIONATE AMOUNT
20	OF THE ENERGY USE AND GREENHOUSE GAS EMISSIONS IN THE STATE, YET
21	BUILDING TENANTS THAT PAY THOSE ENERGY COSTS OFTEN LACK THE
22	ABILITY TO IMPLEMENT BUILDING UPGRADES THAT COULD IMPROVE
23	PERFORMANCE, REDUCE EMISSIONS, AND REDUCE THOSE COSTS;
24	(d) THE COMMISSION HAS BOTH THE STATUTORY AUTHORITY AND
25	OBLIGATION TO REQUIRE A REDUCTION OF GREENHOUSE GAS EMISSIONS IN
26	THE STATE IN EVERY SECTOR INCLUDING BUILDINGS;
27	(e) (I) RENCHMADKING AND BUILDING DEDEODMANCE STANDADDS

-3- HB21-1286

1	WILL SUPPORT JOB GROWTH IN COLORADO. ACCORDING TO THE UNITED
2	STATES CLIMATE ALLIANCE, BEFORE JANUARY 1, 2020, THE FASTEST
3	GROWING CLEAN ENERGY INDUSTRIES IN COLORADO INCLUDED:
4	(A) TRADITIONAL HEATING, VENTILATION, AND AIR CONDITIONING,
5	TOTALING TEN THOUSAND FOUR HUNDRED THIRTY-EIGHT JOBS; AND
6	(B) ENERGY STAR AND EFFICIENT LIGHTING, TOTALING ELEVEN
7	THOUSAND ONE HUNDRED FIFTY-SIX JOBS.
8	(II) ADDITIONALLY, ANALYSIS CONDUCTED BY ADVANCED
9	ENERGY ECONOMY IDENTIFIED MORE THAN SIXTY THOUSAND ADVANCED
10	ENERGY JOBS IN COLORADO, WITH MORE THAN FIFTY PERCENT OF THOSE
11	JOBS IN ENERGY EFFICIENCY.
12	$(f) \ \ The \ state \ of \ Colorado \ provides \ many \ low- \ and \ no-cost$
13	OPTIONS FOR COLORADO PROPERTY OWNERS TO FINANCE BUILDING
14	PERFORMANCE IMPROVEMENTS, INCLUDING:
15	(I) PROPERTY-ASSESSED CLEAN ENERGY FINANCING THAT THE
16	COLORADO NEW ENERGY IMPROVEMENT DISTRICT CREATED IN SECTION
17	32-20-104 provides, whereby qualifying energy efficiency and
18	RENEWABLE ENERGY IMPROVEMENTS ARE PAID BACK VIA AN ASSESSMENT
19	ON ANNUAL PROPERTY TAXES; AND
20	(II) PERFORMANCE CONTRACTING, WHEREBY IMPROVEMENTS ARE
21	PAID FOR BY CONTRACTUALLY GUARANTEED SAVINGS FROM EFFICIENCY
22	UPGRADES;
23	(g) Many public utilities in the state also provide
24	TECHNICAL ASSISTANCE AND FINANCIAL INCENTIVES TO HELP PROPERTY
25	OWNERS IMPLEMENT BUILDING PERFORMANCE IMPROVEMENTS; AND
26	(h) It is in the interest of the state to:
27	(I) ESTABLISH A DROGRAM TO HELD COLORADO CITIZENS

-4- HB21-1286

1	UNDERSTAND AND TRACK ENERGY USE AND GREENHOUSE GAS EMISSIONS
2	FROM LARGE BUILDINGS; AND
3	(II) ENACT PERFORMANCE STANDARDS NECESSARY TO MEET STATE
4	GREENHOUSE-GAS-EMISSION-REDUCTION GOALS.
5	(2) <b>Definitions.</b> As used in this section, unless the context
6	OTHERWISE REQUIRES:
7	(a) "AGGREGATED DATA" MEANS ELECTRIC OR GAS METER DATA
8	FROM WHICH ANY UNIQUE IDENTIFIER OR OTHER PERSONAL INFORMATION
9	HAS BEEN REMOVED AND THAT A QUALIFYING UTILITY COLLECTS AND
10	AGGREGATES IN AT LEAST MONTHLY INTERVALS FOR AN ENTIRE COVERED
11	BUILDING.
12	(b) "AGGREGATION THRESHOLD" MEANS, FOR EACH QUALIFYING
13	UTILITY, THE MINIMUM NUMBER OF CUSTOMER ACCOUNTS ASSOCIATED
14	WITH A COVERED BUILDING FOR WHICH THE QUALIFYING UTILITY MAY
15	PROVIDE THE OWNER OF THE COVERED BUILDING WITH AGGREGATED DATA
16	UPON REQUEST WITHOUT REQUIRING EACH CUSTOMER'S CONSENT TO HAVE
17	THE CUSTOMER'S ENERGY-USE DATA ACCESSED OR SHARED.
18	(c) "ANSI" MEANS THE AMERICAN NATIONAL STANDARDS
19	INSTITUTE OR ITS SUCCESSOR ORGANIZATION.
20	(d) "ASHRAE" MEANS THE AMERICAN SOCIETY OF HEATING,
21	REFRIGERATING, AND AIR-CONDITIONING ENGINEERS OR ITS SUCCESSOR
22	SOCIETY.
23	(e) "BASELINE YEAR" MEANS A YEAR TO WHICH A PERFORMANCE
24	YEAR IS COMPARED, STARTING IN 2021 AND CONTINUING EVERY FIVE
25	YEARS THEREAFTER.
26	(f) "BENCHMARK" MEANS TO INPUT BENCHMARKING DATA INTO A
27	BENCHMARKING TOOL TO MEASURE AND ASSESS THE ENERGY

-5- HB21-1286

1	PERFORMANCE AND GREENHOUSE GAS POLLUTION FOR A COVERED
2	BUILDING FOR THE REPORTING YEAR.
3	(g) EXCEPT AS THE COMMISSION MAY MODIFY BY RULE PURSUANT
4	TO SUBSECTION (7) OF THIS SECTION, "BENCHMARKING DATA" MEANS THE
5	INFORMATION RELATED TO A COVERED BUILDING THAT IS INPUT INTO OR
6	CALCULATED BY A BENCHMARKING TOOL AND INCLUDES, AT A MINIMUM:
7	(I) A PHYSICAL DESCRIPTION OF THE COVERED BUILDING AND
8	DESCRIPTIONS OF ITS OPERATIONAL CHARACTERISTICS, INCLUDING:
9	(A) THE NAME OF THE COVERED BUILDING, IF ANY;
10	(B) THE ADDRESS OF THE COVERED BUILDING;
11	(C) THE PRIMARY USES OF THE COVERED BUILDING;
12	(D) THE COVERED BUILDING'S GROSS FLOOR AREA; AND
13	(E) THE YEARS IN WHICH THE COVERED BUILDING HAS BEEN
14	CERTIFIED BY ENERGY STAR AND THE MOST RECENT DATE OF
15	CERTIFICATION, IF APPLICABLE; AND
16	(II) DATA GENERATED BY THE BENCHMARKING TOOL, INCLUDING:
17	(A) THE ENERGY STAR SCORE, IF AVAILABLE;
18	(B) MONTHLY ENERGY USE BY FUEL TYPE;
19	(C) SITE AND SOURCE ENERGY-USE INTENSITY;
20	(D) WEATHER-NORMALIZED SITE AND SOURCE ENERGY-USE
21	INTENSITY;
22	(E) CONFIRMATION THAT DATA QUALITY HAS BEEN CHECKED;
23	(F) ANNUAL MAXIMUM ELECTRICITY DEMAND, IN KILOWATTS;
24	(G) IF AVAILABLE FOR REPORTING THROUGH THE BENCHMARKING
25	TOOL, MONTHLY PEAK ELECTRICITY DEMAND; AND
26	(H) Greenhouse gas emissions, including total, indirect,
27	AND DIRECT EMISSIONS.

-6- HB21-1286

1	(h) EXCEPT AS THE COMMISSION MAY MODIFY BY RULE PURSUANT
2	TO SUBSECTION (7) OF THIS SECTION, "BENCHMARKING TOOL" MEANS THE
3	ENERGY STAR PORTFOLIO MANAGER® OR A SUCCESSOR ONLINE RESOURCE
4	USED TO TRACK AND ASSESS THE PERFORMANCE OF CERTAIN PROPERTIES
5	RELATIVE TO SIMILAR PROPERTIES.
6	(i) "BIOMEDICAL RESEARCH LABORATORY" MEANS A SCIENTIFIC
7	LABORATORY USED TO CONDUCT RESEARCH RELATING TO BOTH BIOLOGY
8	AND MEDICINE.
9	(j) "CAMPUS" MEANS TWO OR MORE ADJACENT BUILDINGS THAT
10	ARE OWNED AND OPERATED BY THE SAME PERSON AND HAVE A SINGLE,
11	SHARED PRIMARY FUNCTION.
12	(k) "Colorado energy office" or "office" means the
13	COLORADO ENERGY OFFICE CREATED IN SECTION 24-38.5-101.
14	(1) "CORRECTIONAL FACILITY" MEANS:
15	(I) A CORRECTIONAL FACILITY, AS DEFINED IN SECTION 17-1-102
16	(1.7); AND
17	(II) A PRIVATE CONTRACT PRISON, AS DEFINED IN SECTION
18	17-1-102 (7.3).
19	(m) (I) EXCEPT AS THE COMMISSION MAY MODIFY BY RULE
20	PURSUANT TO SUBSECTION (7) OF THIS SECTION, "COVERED BUILDING"
21	MEANS A BUILDING COMPRISING A GROSS FLOOR AREA OF FIFTY THOUSAND
22	SQUARE FEET OR MORE THAT IS OCCUPIED BY A SINGLE OCCUPANT OR
23	GROUP OF TENANTS.
24	(II) "COVERED BUILDING" DOES NOT INCLUDE:
25	(A) A STORAGE FACILITY OR STAND-ALONE PARKING GARAGE
26	THAT LACKS HEATING AND COOLING;
27	(B) A BUILDING IN WHICH MORE THAN HALF OF THE GROSS FLOOR

-7- HB21-1286

1	AREA IS USED FOR MANUFACTURING, INDUSTRIAL, OR AGRICULTURAL
2	PURPOSES; OR
3	(C) A SINGLE-FAMILY HOME, DUPLEX, OR TRIPLEX.
4	(n) "ENERGY STAR" MEANS THE FEDERAL PROGRAM AUTHORIZED
5	BY 42 U.S.C. SEC. 6294a, AS AMENDED, TO HELP CUSTOMERS, BUSINESSES,
6	AND INDUSTRY SAVE MONEY AND PROTECT THE ENVIRONMENT THROUGH
7	THE ADOPTION OF ENERGY-EFFICIENT PRODUCTS AND PRACTICES.
8	(o) "ENERGY STAR SCORE" MEANS THE ONE-TO-ONE-HUNDRED
9	NUMERIC RATING GENERATED BY THE ENERGY STAR PORTFOLIO
10	MANAGER® AS A MEASUREMENT OF A BUILDING'S ENERGY EFFICIENCY.
11	(p) "Energy-use intensity" means a building's energy use,
12	EXPRESSED AS TOTAL SITE ENERGY USE PER SQUARE FOOT PER YEAR.
13	(q) "Financial Hardship" means that a property is
14	EXPERIENCING AT LEAST ONE OF THE FOLLOWING CONDITIONS:
15	(I) THE PROPERTY HAS BEEN INCLUDED ON A CITY'S, COUNTY'S, OR
16	CITY AND COUNTY'S ANNUAL TAX LIEN SALE LIST WITHIN THE PREVIOUS
17	TWO YEARS;
18	(II) THE PROPERTY IS AN ASSET SUBJECT TO A COURT-APPOINTED
19	RECEIVER THAT CONTROLS THE ASSET DUE TO FINANCIAL STRESS;
20	(III) THE PROPERTY IS OWNED BY A FINANCIAL INSTITUTION AS A
21	RESULT OF A DEFAULT BY A BORROWER;
22	(IV) THE PROPERTY HAS BEEN ACQUIRED BY A DEED IN LIEU OF
23	FORECLOSURE;
24	(V) THE PROPERTY IS THE SUBJECT OF A SENIOR MORTGAGE
25	SUBJECT TO A NOTICE OF DEFAULT; OR
26	(VI) DUE TO THE GOVERNOR DECLARING A DISASTER EMERGENCY
27	PURSUANT TO SECTION 24-33.5-704 (4), THE PROPERTY, IN AT LEAST TWO

-8- HB21-1286

1	OF THE PREVIOUS FIVE YEARS, GENERATED ANNUAL RENTAL INCOME OR
2	REVENUE THAT TOTALS SIXTY PERCENT OR LESS OF THE FIVE-YEAR
3	AVERAGE IMMEDIATELY PRECEDING THE DISASTER EMERGENCY
4	DECLARATION.
5	(r) "Greenhouse gas" has the meaning set forth in section
6	25-7-140 (6).
7	(s) "GROSS FLOOR AREA" MEANS THE TOTAL BUILDING AREA, AS
8	MEASURED FROM THE OUTSIDE SURFACE OF EACH EXTERIOR WALL OF THE
9	BUILDING, INCLUDING ABOVE-GRADE AND BELOW-GRADE SPACE.
10	(t) "IES" means the Illuminating Engineering Society or its
11	SUCCESSOR SOCIETY.
12	(u) "LOCAL GOVERNMENT" MEANS A STATUTORY OR HOME RULE
13	MUNICIPALITY, COUNTY, OR CITY AND COUNTY.
14	(v) "OWNER" MEANS A PERSON POSSESSING TITLE TO A PROPERTY
15	OR THE PERSON'S DESIGNATED AGENT.
16	(w) "PERFORMANCE YEAR" MEANS THE YEAR IN WHICH
17	PERFORMANCE STANDARDS ARE REQUIRED TO BE MET PURSUANT TO
18	subsection (8) of this section, beginning in $2026$ and continuing
19	EVERY FIVE YEARS THEREAFTER UNTIL 2051.
20	(x) "QUALIFYING UTILITY" MEANS:
21	(I) AN ELECTRIC OR GAS UTILITY WITH FIVE THOUSAND OR MORE
22	ACTIVE COMMERCIAL AND INDUSTRIAL SERVICE CONNECTIONS, ACCOUNTS,
23	OR CUSTOMERS IN THE STATE, INCLUDING:
24	(A) AN INVESTOR-OWNED ELECTRIC OR GAS UTILITY;
25	(B) A COOPERATIVE ELECTRIC ASSOCIATION; OR
26	(C) A MUNICIPALLY OWNED ELECTRIC OR GAS UTILITY; OR
27	(II) A NATURAL GAS SUDDITED WITH FIVE OR MORE ACTIVE

-9- HB21-1286

1	COMMERCIAL OR INDUSTRIAL CONNECTIONS, ACCOUNTS, OR CUSTOMERS
2	IN THE STATE.
3	(y) "RENEWABLE ENERGY" MEANS ENERGY:
4	(I) THAT MEETS THE DEFINITION OF "ELIGIBLE ENERGY
5	RESOURCES" SET FORTH IN SECTION 40-2-124 (1)(a);
6	(II) THAT, TO THE MAXIMUM EXTENT TECHNICALLY FEASIBLE AND
7	LEGALLY ALLOWABLE, IS PRODUCED AS RETAIL DISTRIBUTED GENERATION,
8	AS DEFINED IN SECTION 40-2-124 (1)(a)(VIII), WITH THE REMAINDER
9	PRODUCED BY OFF-SITE SOURCES; AND
10	(III) FOR WHICH ITS RENEWABLE ENERGY CERTIFICATES HAVE
11	BEEN RETIRED ON BEHALF OF THE COVERED BUILDING, AFTER BEING USED
12	FOR COMPLIANCE WITH THE PERFORMANCE STANDARDS SET FORTH IN
13	SUBSECTION (8) OF THIS SECTION.
14	(z) "RENEWABLE ENERGY CERTIFICATE" MEANS THE
15	ENVIRONMENTAL ATTRIBUTES OF ONE MEGAWATT-HOUR OF RENEWABLE
16	ENERGY.
17	(aa) "STATE INSTITUTION OF HIGHER EDUCATION":
18	(I) Has the meaning set forth in section $23-1-108$ (7)(g)(II);
19	(II) INCLUDES THE AURARIA HIGHER EDUCATION CENTER,
20	GOVERNED PURSUANT TO ARTICLE 70 OF TITLE 23; AND
21	(III) DOES NOT INCLUDE A BIOMEDICAL RESEARCH LABORATORY.
22	(bb) "Tenant" means a person that, pursuant to a rental
23	OR LEASE AGREEMENT, OCCUPIES OR HOLDS POSSESSION OF A BUILDING OR
24	PART OF A BUILDING OR PREMISES.
25	(cc) "Unique identifier" means a customer's contact
26	INFORMATION DISPLAYED ON A UTILITY BILL SUCH AS THE CUSTOMER'S
27	NAME, MAILING ADDRESS, TELEPHONE NUMBER, OR E-MAIL ADDRESS.

-10- HB21-1286

1	(dd) "Utility customer" means the building owner or
2	TENANT LISTED ON THE UTILITY'S RECORDS AS THE CUSTOMER LIABLE FOR
3	PAYMENT OF THE UTILITY SERVICE OR ADDITIONAL CHARGES ASSESSED ON
4	THE UTILITY ACCOUNT.
5	(3) Benchmarking requirements on owners. (a) ON OR BEFORE
6	DECEMBER 1, 2022, AND ON OR BEFORE JUNE 1 OF EACH SUBSEQUENT
7	YEAR, THE OWNER OF A COVERED BUILDING SHALL SUBMIT A REPORT OF
8	THE BENCHMARKING DATA FOR THE PREVIOUS CALENDAR YEAR TO THE
9	OFFICE.
10	(b) Before providing a benchmarking report pursuant to
11	SUBSECTION (3)(a) OF THIS SECTION, AN OWNER SHALL RUN ANY
12	AUTOMATED DATA CHECKING FUNCTION OF THE BENCHMARKING TOOL
13	AND CORRECT ANY ERRORS DISCOVERED.
14	(c) THE FOLLOWING OWNERS MAY COMPLY WITH THIS SUBSECTION
15	(3) COLLECTIVELY AT THE CAMPUS-WIDE LEVEL:
16	(I) THE OWNER OF MULTIPLE COVERED BUILDINGS THAT ARE PART
17	OF A MASTER METERED GROUP OF BUILDINGS WITHOUT SUBMETERING;
18	(II) THE OWNER OF A CORRECTIONAL FACILITY; AND
19	(III) THE OWNER OF A STATE INSTITUTION OF HIGHER EDUCATION.
20	(4) Utility data requirements. (a) On or Before January 1,
21	2022, A QUALIFYING UTILITY SHALL:
22	(I) ESTABLISH AN AGGREGATION THRESHOLD THAT IS FOUR OR
23	FEWER UTILITY CUSTOMER ACCOUNTS;
24	(II) PUBLISH ITS AGGREGATION THRESHOLD ON ITS PUBLIC
25	WEBSITE; AND
26	(III) UPON REQUEST OF AN OWNER OF A COVERED BUILDING, BEGIN
2.7	PROVIDING ENERGY-USE DATA TO THE OWNER

-11- HB21-1286

1	(b) ENERGY-USE DATA THAT A QUALIFYING UTILITY PROVIDES AN
2	OWNER PURSUANT TO THIS SUBSECTION (4) MUST BE:
3	(I) AVAILABLE ON, OR ABLE TO BE REQUESTED THROUGH, AN
4	EASILY NAVIGABLE WEB PORTAL OR ONLINE REQUEST FORM USING
5	UP-TO-DATE STANDARDS FOR DIGITAL AUTHENTICATION, INCLUDING
6	SINGLE ONE-TIME PASSWORDS OR MULTI-FACTOR AUTHENTICATION;
7	(II) PROVIDED TO THE OWNER WITHIN THIRTY DAYS AFTER
8	RECEIVING THE OWNER'S VALID WRITTEN OR ELECTRONIC REQUEST;
9	(III) DIRECTLY UPLOADED TO THE OWNER'S BENCHMARKING TOOL
10	ACCOUNT, DELIVERED IN THE SPREADSHEET TEMPLATE SPECIFIED BY THE
11	BENCHMARKING TOOL, OR DELIVERED IN ANOTHER FORMAT APPROVED BY
12	THE OFFICE;
13	(IV) PROVIDED TO THE OWNER ON AT LEAST AN ANNUAL BASIS
14	UNTIL THE OWNER REVOKES THE REQUEST FOR ENERGY-USE DATA OR
15	SELLS THE COVERED BUILDING; AND
16	(V) PROVIDED IN ACCORDANCE WITH THIS SUBSECTION (4),
17	REGARDLESS OF WHETHER THE OWNER IS NAMED ON THE UTILITY
18	ACCOUNT FOR THE COVERED BUILDING.
19	(c) FOR COVERED BUILDINGS THAT DO NOT MEET THE QUALIFYING
20	UTILITY'S AGGREGATION THRESHOLD, AND THUS REQUIRE UTILITY
21	CUSTOMER CONSENT TO ACCESS OR SHARE ENERGY-USE DATA, THE
22	CONSENT:
23	(I) MAY BE IN WRITTEN OR ELECTRONIC FORM;
24	(II) MAY BE PROVIDED IN A LEASE AGREEMENT PROVISION;
25	(III) IS VALID UNTIL THE UTILITY CUSTOMER REVOKES IT; AND
26	(IV) IS NOT REQUIRED IF A UTILITY CUSTOMER VACATES THE
27	COVERED BUILDING BEFORE EXPLICITLY DENYING THE OWNER CONSENT TO

-12- HB21-1286

1	ACCESS AND SHARE THE UTILITY CUSTOMER'S ENERGY-USE DATA.
2	(5) Benchmarking waivers and extensions of time. (a) AN
3	OWNER OF A COVERED BUILDING MAY SEEK A WAIVER FROM THE
4	BENCHMARKING REQUIREMENTS SET FORTH IN SUBSECTION (3) OF THIS
5	SECTION IF THE OWNER SUBMITS DOCUMENTATION TO, AND RECEIVES
6	APPROVAL FROM, THE OFFICE, WHICH DOCUMENTATION ESTABLISHES THAT
7	THE COVERED BUILDING HAS MET ONE OR MORE OF THE FOLLOWING
8	CONDITIONS FOR THE CALENDAR YEAR TO BE BENCHMARKED:
9	(I) THE COVERED BUILDING WAS UNOCCUPIED FOR AT LEAST
10	THIRTY CONSECUTIVE DAYS OF THE YEAR;
11	(II) A DEMOLITION PERMIT WAS ISSUED FOR THE ENTIRE COVERED
12	BUILDING;
13	(III) THE COVERED BUILDING MET ONE OR MORE OF THE
14	CONDITIONS FOR FINANCIAL HARDSHIP; OR
15	(IV) THE COVERED BUILDING DOES NOT MEET A QUALIFYING
16	UTILITY'S AGGREGATION THRESHOLD, ONE OR MORE OF THE UTILITY
17	CUSTOMERS REFUSED TO PROVIDE THE OWNER WITH PERMISSION TO
18	ACCESS THE UTILITY CUSTOMER'S RELEVANT ENERGY-USE DATA, THE
19	OWNER PROVIDES PROOF TO THE OFFICE THAT IT REQUESTED PERMISSION
20	FROM THE UTILITY CUSTOMER OR UTILITY CUSTOMERS WITHHOLDING
21	CONSENT AT LEAST THIRTY DAYS BEFORE THE BENCHMARKING REPORT
22	WAS DUE, AND THE OWNER SUBMITS A PLAN TO INCLUDE AN ENERGY-USE
23	DATA SHARING PERMISSION PROVISION IN THE NEXT LEASE RENEWAL.
24	(b) AN OWNER OF A COVERED BUILDING MAY REQUEST A TIME
25	EXTENSION FROM THE OFFICE TO SUBMIT A BENCHMARKING REPORT IF THE
26	OWNER SUBMITS DOCUMENTATION TO THE OFFICE DEMONSTRATING THAT,
27	DESPITE THE OWNER'S GOOD-FAITH EFFORT, THE OWNER WAS UNABLE TO

-13- HB21-1286

1	COMPLETE THE BENCHMARKING REPORT IN A TIMELY MANNER BECAUSE OF
2	THE FAILURE OR REFUSAL OF A QUALIFYING UTILITY OR A UTILITY
3	CUSTOMER TO PROVIDE THE NECESSARY INFORMATION OR PERMISSION, AS
4	APPLICABLE.
5	(c) THE OFFICE SHALL NOTIFY THE DIVISION OF ALL APPROVED
6	WAIVERS AND EXTENSIONS OF TIME, THE APPROVAL OF WHICH IS SOLELY
7	WITHIN THE OFFICE'S DISCRETION.
8	(d) Pursuant to subsection (7) of this section, the
9	COMMISSION MAY, BY RULE, MODIFY THE REQUIREMENTS FOR OBTAINING
10	A WAIVER OR EXTENSION OF TIME PURSUANT TO THIS SUBSECTION (5).
11	(6) Requirements upon sale or lease of a covered building.
12	(a) AT THE TIME OF LISTING A COVERED BUILDING OR A PORTION OF A
13	COVERED BUILDING FOR SALE OR LEASE, THE OWNER OF THE COVERED
14	BUILDING SHALL FURNISH A COPY OF REPORTED BENCHMARKING DATA
15	FROM THE PREVIOUS CALENDAR YEAR OR FROM THE MOST RECENT
16	TWELVE-MONTH PERIOD OF CONTINUOUS OCCUPANCY TO THE FOLLOWING:
17	(I) PROSPECTIVE BUYERS OR LESSEES;
18	(II) Any brokers, as defined in section 12-10-201 (6), who
19	MAKE INQUIRY ABOUT THE PROPERTY; AND
20	(III) MAJOR COMMERCIAL REAL ESTATE LISTING SERVICES ON
21	WHICH THE PROPERTY IS LISTED.
22	(b) UPON RECEIPT OF THE BENCHMARKING DATA, A COMMERCIAL
23	REAL ESTATE LISTING SERVICE THAT LISTS PROPERTIES IN THE STATE
24	SHALL INCLUDE IN THE PROPERTY'S LISTING, AT A MINIMUM, THE
25	PROPERTY'S ENERGY STAR SCORE, IF APPLICABLE, AND THE PROPERTY'S
26	ENERGY-USE INTENSITY.
27	(c) IF A COVERED BUILDING CHANGES OWNERSHIP, THE FORMER

-14- HB21-1286

1	OWNER SHALL MAKE AVAILABLE TO THE NEW OWNER THE ENERGY-USE
2	DATA; UTILITY CUSTOMER CONSENT DOCUMENTATION, IF ANY; AND ANY
3	OTHER INFORMATION ABOUT THE PROPERTY THAT IS NECESSARY TO
4	BENCHMARK THE COVERED BUILDING. THE FORMER OWNER SHALL
5	TRANSFER TO THE NEW OWNER BOTH THE RECORD REPRESENTING THE
6	COVERED BUILDING WITHIN THE BENCHMARKING TOOL AND THE REQUEST
7	TO A QUALIFIED UTILITY FOR AGGREGATED DATA. THE NEW OWNER MAY
8	REQUEST AND RECEIVE FROM A QUALIFYING UTILITY THE AGGREGATED
9	DATA NECESSARY TO FULFILL BENCHMARKING REPORTING REQUIREMENTS.
10	(7) <b>Benchmarking rules.</b> The commission may promulgate
11	RULES TO IMPLEMENT THE BENCHMARKING PROGRAM SET FORTH IN THIS
12	SECTION. ADDITIONALLY, THE COMMISSION MAY, BY RULE, MODIFY THE
13	FOLLOWING:
14	(a) The provisions regarding waivers and extensions of
15	TIME SET FORTH IN SUBSECTION (5) OF THIS SECTION;
16	(b) THE DEFINITION OF "BENCHMARKING DATA", BUT ONLY IF THE
17	MODIFIED DEFINITION CONCERNS DATA THAT:
18	$(I)\ Is {\tt CAPABLE} {\tt OF} {\tt BEING} {\tt RECORDED} {\tt BY} {\tt THE} {\tt BENCHMARK} {\tt ING} {\tt TOOL};$
19	AND
20	(II) INCLUDES THE ENERGY STAR SCORE, IF APPLICABLE, AND
21	ENERGY-USE INTENSITY;
22	(c) THE BENCHMARKING TOOL THAT OWNERS ARE REQUIRED TO
23	USE TO BENCHMARK;
24	(d) DATA VERIFICATION REQUIREMENTS; AND
25	(e) After June 1, 2029, the minimum gross floor area
26	INCLUDED IN THE DEFINITION OF "COVERED BUILDING".
27	(8) Performance standard requirements. (a) TO HELP ACHIEVE

-15- HB21-1286

1	THE STATEWIDE GREENHOUSE-GAS-EMISSION-REDUCTION TARGETS SET
2	FORTH IN SECTION 25-7-102 (2)(g), THE STATE SHALL IMPLEMENT
3	PERFORMANCE STANDARDS FOR COVERED BUILDINGS.
4	(b) (I) EXCEPT AS PROVIDED IN SUBSECTION (8)(b)(II) OF THIS
5	SECTION, ON OR BEFORE JUNE 1 OF A YEAR FOLLOWING A PERFORMANCE
6	YEAR, AN OWNER OF A COVERED BUILDING SHALL SUBMIT TO THE OFFICE
7	A REPORT, IN A FORM AND MANNER DETERMINED BY THE OFFICE,
8	DEMONSTRATING THAT, IN THE MOST RECENT PERFORMANCE YEAR, THE
9	COVERED BUILDING MET THE PERFORMANCE STANDARDS SET FORTH IN
10	SUBSECTION $(8)(c)$ OR $(8)(d)$ OF THIS SECTION OR, IF THE COMMISSION BY
11	RULE MODIFIES THE PERFORMANCE STANDARDS PURSUANT TO SUBSECTION
12	(10) OF THIS SECTION, THE MODIFIED PERFORMANCE STANDARDS SET
13	FORTH IN THE COMMISSION'S RULES.
14	(II) FOR A COVERED BUILDING OWNED BY THE STATE, THE OWNER
15	NEED COMPLY WITH THE PERFORMANCE REQUIREMENTS SET FORTH IN THIS
16	SUBSECTION (8) ONLY IF THE OWNER COMMENCES WORK ON A
17	CONSTRUCTION OR RENOVATION PROJECT THAT HAS AN ESTIMATED COST
18	OF AT LEAST FIVE HUNDRED THOUSAND DOLLARS.
19	(c) For Performance year 2026, an owner of a covered
20	BUILDING SHALL DEMONSTRATE IN ACCORDANCE WITH THE REPORTING
21	REQUIREMENT SET FORTH IN SUBSECTION $(8)(b)(I)$ of this section that
22	THE COVERED BUILDING MET ONE OR MORE OF THE FOLLOWING
23	PERFORMANCE STANDARDS OR THE PERFORMANCE STANDARD SET FORTH
24	IN SUBSECTION $(8)(d)$ OF THIS SECTION:
25	$(I)\ The \ covered \ building \ received \ an \ Energy \ Star \ score \ of:$
26	(A) SEVENTY-FIVE OR HIGHER; OR
27	(B) FIFTEEN POINTS HIGHER THAN THE ENERGY STAR SCORE THAT

-16- HB21-1286

1	THE COVERED BUILDING RECEIVED DURING ITS MOST RECENT BASELINE
2	YEAR;
3	(II) THE COVERED BUILDING'S WEATHER-NORMALIZED SITE AND
4	SOURCE ENERGY-USE INTENSITY WAS REDUCED BY AT LEAST FIFTEEN
5	PERCENT COMPARED TO ITS PERFORMANCE DURING THE MOST RECENT
6	BASELINE YEAR;
7	(III) THE COVERED BUILDING'S ENERGY-USE INTENSITY MET OR
8	SURPASSED:
9	(A) THE SECTOR-SPECIFIC AND CLIMATE-ZONE-SPECIFIC TARGET
10	DETERMINED BY THE COMMISSION BY RULE; OR
11	(B) IF THE COMMISSION HAS NOT YET PROMULGATED A RULE
12	ESTABLISHING THE TARGET DESCRIBED IN SUBSECTION (8)(c)(III)(A) OF
13	THIS SECTION, THE SECTOR-SPECIFIC AND CLIMATE-ZONE-SPECIFIC TARGET
14	CONTAINED IN THE MOST RECENT EDITION OF ANSI/ASHRAE/IES
15	STANDARD 100-2018, "ENERGY EFFICIENCY IN EXISTING BUILDINGS", OR
16	ITS SUCCESSOR STANDARD; OR
17	(IV) THE COVERED BUILDING IS A MIXED-USE PROPERTY AND THE
18	OWNER OF THE COVERED BUILDING SUBMITS PROOF THAT THE COVERED
19	BUILDING MEETS OR EXCEEDS THE ENERGY-USE INTENSITY STANDARD SET
20	FORTH IN SUBSECTION $(8)(c)(III)$ OF THIS SECTION, AS DETERMINED BY A
21	WEIGHTED AVERAGE OF SQUARE FOOTAGE BY FUNCTION OR USE.
22	(d) As an alternative to the performance standards set
23	FORTH IN SUBSECTION (8)(c) OF THIS SECTION, AN OWNER MAY COMPLY
24	WITH THE PERFORMANCE STANDARD REQUIREMENT FOR PERFORMANCE
25	YEAR $2026$ by demonstrating that, for at least four of the five
26	YEARS IMMEDIATELY AFTER THE MOST RECENT BASELINE YEAR, AT LEAST
27	FIFTY PERCENT OF THE COVERED BUILDING'S ELECTRICITY WAS

-17- HB21-1286

1	GENERATED FROM RENEWABLE ENERGY AND:
2	(I) THE COVERED BUILDING RECEIVED AN ENERGY STAR SCORE OF:
3	(A) SIXTY-FIVE OR HIGHER; OR
4	(B) TEN POINTS HIGHER THAN THE ENERGY STAR SCORE THAT THE
5	COVERED BUILDING RECEIVED DURING ITS MOST RECENT BASELINE YEAR;
6	(II) THE COVERED BUILDING'S WEATHER-NORMALIZED SITE AND
7	SOURCE ENERGY-USE INTENSITY WAS REDUCED BY AT LEAST TEN PERCENT
8	COMPARED TO ITS PERFORMANCE DURING THE MOST RECENT BASELINE
9	YEAR; OR
10	(III) THE COVERED BUILDING'S ENERGY-USE INTENSITY WAS
11	WITHIN TEN PERCENT OF:
12	(A) THE SECTOR-SPECIFIC AND CLIMATE-ZONE-SPECIFIC TARGET
13	DETERMINED BY THE COMMISSION BY RULE;
14	(B) IF THE COMMISSION HAS NOT YET PROMULGATED A RULE
15	ESTABLISHING THE TARGET DESCRIBED IN SUBSECTION $(8)(d)(III)(A)$ OF
16	THIS SECTION, THE SECTOR-SPECIFIC AND CLIMATE-ZONE-SPECIFIC TARGET
17	CONTAINED IN ANSI/ASHRAE/IES STANDARD 100-2018, "ENERGY
18	EFFICIENCY IN EXISTING BUILDINGS", OR ITS SUCCESSOR STANDARD; OR
19	(C) IF THE COVERED BUILDING IS A MIXED-USE PROPERTY, THE
20	SECTOR-SPECIFIC AND CLIMATE-ZONE-SPECIFIC TARGET DETERMINED BY
21	THE COMMISSION BY RULE OR, IF THE COMMISSION HAS NOT YET
22	PROMULGATED A RULE ESTABLISHING THE TARGET, BY THE STANDARD
23	REFERENCED IN SUBSECTION (8)(d)(III)(B) OF THIS SECTION, AS
24	DETERMINED BY A WEIGHTED AVERAGE OF SQUARE FOOTAGE BY FUNCTION
25	OR USE.
26	(e) IN SUBMITTING A PERFORMANCE REPORT DEMONSTRATING
27	THAT A COVERED BUILDING HAS MET PERFORMANCE STANDARDS, THE

-18- HB21-1286

1	OWNER OF THE COVERED BUILDING MAY SUBSTITUTE A YEAR WITHIN TWO
2	YEARS BEFORE OR AFTER THE RELEVANT BASELINE YEAR AS THE YEAR TO
3	WHICH THE PERFORMANCE YEAR MAY BE COMPARED.
4	(f) The following may comply with this subsection (8)
5	COLLECTIVELY AT THE CAMPUS-WIDE LEVEL:
6	(I) THE OWNER OF MULTIPLE COVERED BUILDINGS THAT ARE PART
7	OF A MASTER METERED GROUP OF BUILDINGS WITHOUT SUBMETERING;
8	(II) THE OWNER OF A CORRECTIONAL FACILITY; AND
9	(III) THE OWNER OF A STATE INSTITUTION OF HIGHER EDUCATION.
10	(9) Performance standard waivers or extensions of time.
11	(a) For Performance year 2026 and, if extended by the
12	Commission by rule pursuant to subsection $(10)$ of this section,
13	FOR SUBSEQUENT PERFORMANCE YEARS, THE OFFICE SHALL GRANT AN
14	OWNER OF A COVERED BUILDING A WAIVER FROM THE REQUIREMENT TO
15	MEET THE PERFORMANCE STANDARDS BY DEMONSTRATING IN THE
16	PERFORMANCE REPORT THAT:
17	(I) IN THE MOST RECENT FIVE YEARS, THE OFFICE GRANTED A
18	WAIVER FROM BENCHMARKING REPORTING FOR THE COVERED BUILDING
19	IN AT LEAST TWO OF THE FIVE YEARS;
20	(II) THE COVERED BUILDING IS A TENANT-OWNED MULTIFAMILY
21	RESIDENTIAL BUILDING;
22	(III) AT LEAST EIGHTY PERCENT OF THE RESIDENTIAL TENANTS IN
23	THE COVERED BUILDING HAVE A HOUSEHOLD INCOME THAT IS LESS THAN
24	EIGHTY PERCENT OF THE AREA MEDIAN INCOME;
25	(IV) THE COVERED BUILDING IS DESIGNATED A HISTORIC
26	PROPERTY UNDER FEDERAL, STATE, OR LOCAL LAW OR REGISTRY AND:
27	(A) THE COVERED BUILDING WAS BUILT BEFORE 1950;

-19- HB21-1286

1	(B) THE OWNER OF THE COVERED BUILDING SUBMITS PROOF THAT
2	THE OWNER CANNOT PERFORM ANY ADDITIONAL ENERGY EFFICIENCY
3	UPGRADES IN WHICH THE INITIAL COSTS OF THE UPGRADES COULD BE
4	RECOVERED FROM ENERGY BILL SAVINGS IN FEWER THAN FIVE YEARS
5	WITHOUT JEOPARDIZING THE HISTORIC DESIGNATION OR STRUCTURAL
6	INTEGRITY OF THE PROPERTY; AND
7	(C) THE OWNER SUBMITS PROOF THAT THE COVERED BUILDING HAS
8	BEEN COMMISSIONED OR RECOMMISSIONED SINCE THE MOST RECENT
9	BASELINE YEAR IN ACCORDANCE WITH ANSI/ASHRAE/IES STANDARD
10	202-2018, "Commissioning Process for Buildings and Systems", or
11	ITS SUCCESSOR STANDARD; OR
12	(V) IN OR AFTER THE MOST RECENT BASELINE YEAR, THE COVERED
13	BUILDING RECEIVED A CERTIFICATE OF OCCUPANCY AND THE OWNER
14	SUBMITS PROOF TO THE OFFICE THAT THE COVERED BUILDING WAS
15	CONSTRUCTED TO MEET OR SURPASS THE EFFICIENCY LEVELS IN ONE OF
16	THE FOLLOWING:
17	(A) ONE OF THE TWO MOST RECENT EDITIONS OF THE
18	INTERNATIONAL CODE COUNCIL'S, OR ITS SUCCESSOR ORGANIZATION'S,
19	INTERNATIONAL ENERGY CONSERVATION CODE;
20	(B) ANSI/ASHRAE/IES STANDARD 90.1-2019, "ENERGY
21	STANDARD FOR BUILDINGS EXCEPT LOW-RISE RESIDENTIAL BUILDINGS",
22	OR ITS SUCCESSOR STANDARD; OR
23	(C) ANSI/ASHRAE STANDARD 90.2-2018, "ENERGY-EFFICIENT
24	DESIGN OF LOW-RISE RESIDENTIAL BUILDINGS", OR ITS SUCCESSOR
25	STANDARD OR CODE.
26	(b) An owner of a covered building may request an
27	EXTENSION OF TIME FROM THE OFFICE IF THE OWNER SUBMITS

-20- HB21-1286

1	DOCUMENTATION TO THE OFFICE DEMONSTRATING THAT:
2	(I) AFTER THE MOST RECENT BASELINE YEAR, THE BENCHMARKING
3	TOOL CONDUCTED A LARGE-SCALE RECALIBRATION, RENDERING THE
4	COVERED BUILDING'S ENERGY STAR SCORE INSUFFICIENT TO MEET THE
5	PERFORMANCE STANDARDS SET FORTH IN SUBSECTION (8) OF THIS
6	SECTION;
7	(II) THE PRIMARY FUNCTION OF THE BUILDING HAS CHANGED SINCE
8	THE LAST PERFORMANCE YEAR; OR
9	(III) THE BUILDING CHANGED OWNERSHIP SINCE THE MOST RECENT
10	BASELINE YEAR.
11	(10) <b>Performance standard rules.</b> (a) ON OR AFTER DECEMBER
12	$1,2026, \verb butnolaterthan   December  1,2027, \verb the commission , \verb after    1,2026, \verb butnolaterthan   December  1,2027, \verb the commission , \verb after    1,2026, \verb butnolaterthan   1,2026, \verb butnolaterthan   1,2026, \verb butnolaterthan   1,2027, \verb the commission , \verb after    1,2027, \verb after    1,2027$
13	CONSULTATION WITH AFFECTED STAKEHOLDERS, SHALL PROMULGATE
14	RULES TO EITHER EXTEND OR MODIFY THE PERFORMANCE STANDARDS,
15	WAIVERS, OR EXTENSIONS OF TIME SET FORTH IN SUBSECTIONS (8)(c),
16	(8)(d), (9)(a), AND (9)(b) OF THIS SECTION TO REQUIRE ALL COVERED
17	PROPERTIES, IN THE AGGREGATE, TO ACHIEVE OR EXCEED TWENTY
18	PERCENT ENERGY AND GREENHOUSE GAS REDUCTIONS BY $2031\text{COMPARED}$
19	TO THE ENERGY AND GREENHOUSE GAS LEVELS IN 2021.
20	(b) On or before December 1 of each subsequent baseline
21	YEAR THROUGH 2047, THE COMMISSION, AFTER CONSULTATION WITH
22	AFFECTED STAKEHOLDERS, SHALL PROMULGATE RULES TO EXTEND OR
23	MODIFY THE PERFORMANCE STANDARDS TO ACHIEVE OR EXCEED EMISSION
24	REDUCTIONS THAT ARE CONSISTENT WITH THE STATEWIDE
25	GREENHOUSE-GAS-EMISSION-REDUCTION TARGETS SET FORTH IN SECTION
26	25-7-102 (2)(g).
27	(c) The calculation of greenhouse gas reductions

-21- HB21-1286

1	Pursuant to this subsection $(10)$ must not include savings from
2	SYSTEM-WIDE DECARBONIZATION OF ELECTRICITY OR NATURAL GAS
3	UTILITY GRIDS, BUT THE REDUCTIONS MAY INCLUDE SAVINGS FROM
4	UTILITY OR LOCAL ENERGY EFFICIENCY PROGRAMS.
5	(d) THE COMMISSION'S RULES MUST NOT UNDULY BURDEN ANY OF
6	THE FOLLOWING BUILDINGS:
7	(I) HIGH-PERFORMANCE BUILDINGS;
8	(II) TENANT-OWNED MULTIFAMILY RESIDENTIAL BUILDINGS;
9	(III) RESIDENTIAL BUILDINGS PRIMARILY USED TO HOUSE
10	LOW-INCOME HOUSEHOLDS;
11	(IV) Properties built before 1950 that have been
12	DESIGNATED HISTORIC PROPERTIES; OR
13	(V) BUILDINGS OWNED BY A LOCAL GOVERNMENT.
14	(e) On or after June 1, 2029, but before June 1, 2030, the
15	COMMISSION SHALL COMMENCE A RULE-MAKING PROCEEDING TO
16	CONSIDER REDUCING THE SIZE THRESHOLD OF A COVERED BUILDING FOR
17	PURPOSES OF MEETING THE PERFORMANCE STANDARDS SET FORTH IN
18	SUBSECTION (8) OF THIS SECTION OR RULES PROMULGATED PURSUANT TO
19	This subsection (10). The commission may adopt subsequent rules
20	TO LOWER THE SIZE THRESHOLD.
21	(f) THE COMMISSION SHALL NOT ADOPT RULES TO RESCIND OR
22	MODIFY THE EXEMPTIONS FOR LOCAL GOVERNMENTS AND DISTRICTS FROM
23	PAYMENT OF THE ANNUAL FEE, AS SET FORTH IN SECTION 24-38.5-110
24	(1)(e)(II), or the exemptions for local governments and districts
25	FROM PAYMENT OF CIVIL PENALTIES, AS SET FORTH IN SECTION 25-7-122
26	(1)(i).
27	(11) Saving clause. This section does not restrict:

-22- HB21-1286

1	(a) THE ABILITY OF A QUALIFYING UTILITY TO PROVIDE INCENTIVES
2	OR OTHER ENERGY EFFICIENCY PROGRAM SERVICES FOR COVERED
3	BUILDINGS;
4	(b) The ability of an investor-owned utility to take credit,
5	AS DEEMED APPROPRIATE BY THE PUBLIC UTILITIES COMMISSION, FOR
6	ENERGY OR GREENHOUSE GAS EMISSION SAVINGS ACHIEVED FOR COVERED
7	BUILDINGS;
8	(c) THE ABILITY OF A QUALIFIED UTILITY TO SET AN AGGREGATION
9	THRESHOLD THAT IS LESS THAN FOUR; OR
10	$(d) \ A \ LOCAL \ GOVERNMENT FROM \ ADOPTING \ OR \ IMPLEMENTING \ AN$
11	ORDINANCE OR RESOLUTION THAT IMPOSES MORE STRINGENT
12	BENCHMARKING OR PERFORMANCE STANDARD REQUIREMENTS.
13	<b>SECTION 2.</b> In Colorado Revised Statutes, <b>add</b> 24-38.5-102.6
14	and 24-38.5-110 as follows:
15	24-38.5-102.6. Climate change mitigation and adaptation fund
16	- $creation$ - $use.$ (1) The climate change mitigation and adaptation
17	FUND, REFERRED TO IN THIS SECTION AS THE "FUND", IS HEREBY CREATED
18	IN THE STATE TREASURY. THE FUND CONSISTS OF:
19	(a) CIVIL PENALTIES CREDITED TO THE FUND PURSUANT TO
20	SECTION 25-7-122 (1)(i)(III);
21	(b) Building performance program fees credited to the
22	FUND PURSUANT TO SECTION 24-38.5-110 (1)(e), WHICH FEES MUST BE
23	SEPARATELY ACCOUNTED FOR IN THE FUND;
24	(c) GIFTS, GRANTS, AND DONATIONS MADE TO THE COLORADO
25	ENERGY OFFICE TO HELP FINANCE ITS ADMINISTRATION OF CLIMATE
26	CHANGE MITIGATION OR ADAPTATION PROGRAMS AND POLICIES;

-23- HB21-1286

1	OR TRANSFER TO THE FUND; AND
2	(e) ANY OTHER MONEY CREDITED TO THE FUND.
3	(2) MONEY IN THE FUND IS CONTINUOUSLY APPROPRIATED TO THE
4	COLORADO ENERGY OFFICE FOR THE PURPOSE OF FINANCING AND
5	ADMINISTERING PROGRAMS AND POLICIES DEVELOPED TO MITIGATE OR
6	ADAPT TO CLIMATE CHANGE THROUGHOUT THE STATE.
7	(3) The state treasurer shall credit all interest and
8	INCOME DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE
9	FUND TO THE FUND.
10	24-38.5-110. Building performance program - duties of the
11	office - county assessor records database - fees - definitions. (1) The
12	COLORADO ENERGY OFFICE SHALL IMPLEMENT A BUILDING PERFORMANCE
13	PROGRAM AS FOLLOWS:
14	(a) Based on county assessor records and other available
15	SOURCES OF INFORMATION, THE OFFICE SHALL CREATE A DATABASE OF
16	COVERED BUILDINGS AND OF OWNERS REQUIRED TO COMPLY WITH THE
17	BUILDING PERFORMANCE PROGRAM.
18	(b) Upon request of the office, a county assessor shall, if
19	FEASIBLE USING EXISTING RESOURCES, PROVIDE READILY AVAILABLE
20	PROPERTY DATA FROM EXISTING RECORDS TO THE OFFICE AS NECESSARY
21	FOR IMPLEMENTATION OF THIS SECTION.
22	(c) THE OFFICE SHALL MAKE PUBLICLY AVAILABLE, THROUGH
23	DIGITALLY INTERACTIVE MAPS, LISTS, OR OTHER TECHNOLOGY AS
24	DETERMINED BY THE OFFICE, BENCHMARKING DATA FOR ALL COVERED
25	BUILDINGS THAT HAVE REPORTED IN EACH YEAR PURSUANT TO SECTION
26	25-7-142 (3). The publicly available data must not include any
27	CONTACT INFORMATION FOR A COVERED BUILDING THAT IS NOT

-24- HB21-1286

1	OTHERWISE PUBLICLY AVAILABLE.
2	(d) THE OFFICE SHALL COORDINATE WITH ANY LOCAL
3	GOVERNMENT THAT IMPLEMENTS ITS OWN ENERGY BENCHMARKING OR
4	ENERGY PERFORMANCE PROGRAM, INCLUDING THE COORDINATION OF
5	REPORTING REQUIREMENTS.
6	(e) (I) EXCEPT AS PROVIDED IN SUBSECTION (1)(e)(II) OF THIS
7	SECTION, TO FINANCE THE OFFICE'S ADMINISTRATION OF THE BUILDING
8	PERFORMANCE PROGRAM, THE OFFICE SHALL COLLECT FROM EACH OWNER
9	OF A COVERED BUILDING AN ANNUAL FEE OF ONE HUNDRED DOLLARS PER
10	COVERED BUILDING. THE OFFICE SHALL TRANSFER THE FEES COLLECTED
11	TO THE STATE TREASURER, WHO SHALL CREDIT THEM TO THE CLIMATE
12	CHANGE MITIGATION AND ADAPTATION FUND CREATED IN SECTION
13	24-38.5-102.6.
14	(II) THE FOLLOWING ENTITIES ARE EXEMPT FROM PAYING THE
15	ANNUAL FEE DESCRIBED IN SUBSECTION $(1)(e)(I)$ OF THIS SECTION:
16	(A) A STATUTORY OR HOME RULE CITY, CITY AND COUNTY, OR
17	COUNTY; OR
18	(B) A DISTRICT OR SPECIAL DISTRICT GOVERNED BY TITLE 32.
19	(2) As used in this section, unless the context otherwise
20	REQUIRES:
21	( ) "Devices ( Partie B. T. II and The Action By Control By Devices By Device

- 21 (a) "BENCHMARKING DATA" HAS THE MEANING SET FORTH IN 22 SECTION 25-7-142 (2)(g).
- 23 (b) "BUILDING PERFORMANCE PROGRAM" MEANS THE
  24 BENCHMARKING AND PERFORMANCE STANDARD REQUIREMENTS SET
  25 FORTH IN SECTION 25-7-142 (3) AND (8).
- 26 (c) "COLORADO ENERGY OFFICE" OR "OFFICE" MEANS THE COLORADO ENERGY OFFICE CREATED IN SECTION 24-38.5-101.

-25- HB21-1286

1	(d) "COVERED BUILDING" HAS THE MEANING SET FORTH IN SECTION
2	25-7-142 (2)(m).
3	(e) "OWNER" HAS THE MEANING SET FORTH IN SECTION 25-7-142
4	(2)(v).
5	SECTION 3. In Colorado Revised Statutes, 25-7-122, add (1)(i)
6	as follows:
7	25-7-122. Civil penalties - rules - definitions. (1) Upon
8	application of the division, the division may collect penalties as
9	determined under this article 7 by instituting an action in the district court
10	for the district in which the air pollution source affected is located, in
11	accordance with the following provisions:
12	(i) (I) On and after January 1, 2024, and except as provided
13	IN SUBSECTION (1)(i)(II) OF THIS SECTION, AN OWNER OF A COVERED
14	BUILDING THAT VIOLATES SECTION 25-7-142 $(3)$ OR $(6)$ IS SUBJECT TO A
15	CIVIL PENALTY OF UP TO FIVE HUNDRED DOLLARS FOR A FIRST VIOLATION
16	AND UP TO TWO THOUSAND DOLLARS FOR EACH SUBSEQUENT VIOLATION.
17	An owner of a covered building that violates section $25$ -7-142 (8)
18	IS SUBJECT TO A CIVIL PENALTY OF UP TO TWO THOUSAND DOLLARS FOR A
19	FIRST VIOLATION AND FOR A SUBSEQUENT VIOLATION UP TO FIVE
20	THOUSAND DOLLARS PLUS, FOR EACH DAY THAT THE VIOLATION
21	CONTINUES, UP TO TWO CENTS PER SQUARE FOOT OF GROSS FLOOR AREA
22	OF THE COVERED BUILDING.
23	(II) THE DIVISION SHALL NOT ASSESS A CIVIL PENALTY WITH
24	REGARD TO A BUILDING OWNED BY:
25	(A) THE STATE;
26	(B) A STATUTORY OR HOME RULE CITY, CITY AND COUNTY, OR
27	COUNTY;

-26- HB21-1286

1	(C) A SCHOOL DISTRICT AS DEFINED IN SECTION 22-11-103 (29);
2	(D) A STATE INSTITUTION OF HIGHER EDUCATION AS DEFINED IN
3	SECTION 23-1-108 (7)(g)(II), BUT INCLUDING THE AURARIA HIGHER
4	EDUCATION CENTER GOVERNED PURSUANT TO ARTICLE 70 OF TITLE 23; OR
5	(E) A DISTRICT OR SPECIAL DISTRICT GOVERNED BY TITLE 32.
6	(III) NOTWITHSTANDING SECTION 25-7-129, THE DIVISION SHALL
7	TRANSMIT CIVIL PENALTIES COLLECTED PURSUANT TO THIS SUBSECTION
8	(1)(i) TO THE STATE TREASURER, WHO SHALL CREDIT THEM TO THE
9	CLIMATE CHANGE MITIGATION AND ADAPTATION FUND CREATED IN
10	SECTION 24-38.5-102.6.
11	(IV) AS USED IN THIS SUBSECTION (1)(i):
12	(A) "COVERED BUILDING" HAS THE MEANING SET FORTH IN
13	SECTION 25-7-142 (2)(m).
14	(B) "Gross floor area" has the meaning set forth in
15	SECTION 25-7-142 (2)(s).
16	(C) "OWNER" HAS THE MEANING SET FORTH IN SECTION 25-7-142
17	(2)(v).
18	SECTION 4. In Colorado Revised Statutes, 29-12.5-101, amend
19	(3) introductory portion, (3)(f), and (3)(h); and repeal (3)(g) as follows:
20	<b>29-12.5-101. Definitions.</b> As used in this article 12.5:
21	(3) "Energy performance contract" means a contract for
22	evaluations, recommendations, or implementation of one or more energy
23	saving measures designed to produce utility costs COST savings, operation
24	and maintenance cost savings, or vehicle fleet operational and fuel cost
25	savings, which contract:
26	(f) Requires such A board, upon termination or expiration of the
2.7	contract, to return to such THE party any moneys MONEY THAT THE PARTY

-27- HB21-1286

deposited with such THE board that are AND DID not forfeited FORFEIT to such THE board pursuant to paragraph (e) of this subsection (3) SUBSECTION (3)(e) OF THIS SECTION; AND

- (g) Requires that not less than one-tenth of all payments, except payments for maintenance and repairs and obligations on the termination of the contract prior to expiration, to be made by such board shall be made within two years from the date of execution of the contract; and
- (h) Requires that the remaining such payments to be made by such board shall be made within twelve years from the date of execution of the contract; except that the maximum term of the payments shall THAT THE BOARD MAKES MUST be less than the cost-weighted average useful life of energy cost-savings equipment for which the contract is made, not to exceed twenty-five years.
- **SECTION 5.** Act subject to petition effective date applicability. (1) 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 2022 and, in such case, will take effect on the date of the official declaration of the vote thereon by the governor.
- (2) This act applies to conduct occurring on or after the applicable effective date of this act.

-28- HB21-1286