Second Regular Session Seventy-second General Assembly STATE OF COLORADO

REDRAFT 5.4.20
Double underlining denotes changes from

prior draft

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LLS NO. 20-1147.01 Pierce Lively x2059

SENATE BILL

SENATE SPONSORSHIP

Fenberg and Lee,

HOUSE SPONSORSHIP

(None),

BILL TOPIC: "PFAS Contamination Response Enterprise"

	A BILL FOR AN ACT
101	CONCERNING THE CREATION OF AN ENTERPRISE THAT IS EXEMPT FROM
102	THE REQUIREMENTS OF SECTION ${f 20}$ OF ARTICLE ${f X}$ OF THE STATE
103	CONSTITUTION TO FINANCE THE RESPONSE TO
104	PERFLUOROALKYL AND POLYFLUOROALKYL CONTAMINATION.

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.)

Section 1 of the bill creates the perfluoroalkyl and polyfluoroalkyl substances enterprise (enterprise). The enterprise is a government-owned business that has <u>the following primary purposes</u>:

- Administering a grant program that provides funding for the sampling, assessment, and investigation of perfluoroalkyl and polyfluoroalkyl substances in ground water; water system infrastructure used for the treatment of identified perfluoroalkyl and polyfluoroalkyl substances; and emergency assistance to communities and water systems affected by perfluoroalkyl and polyfluoroalkyl substances;
- Administering a takeback program that purchases and disposes of eligible materials that contain perfluoroalkyl and polyfluoroalkyl substances; and
- Providing techincal assistance in locating and studying perfluoroalkyl and polyfluoroalkyl substances to communities, stakeholders, and regulatory boards or commissions.

The enterprise will also establish and collect a fee reasonably related to the business services provided by the enterprise to each airport hangar used for aeronautical uses equipped with aqueous film forming foam for fire suppression. This fee is used solely to fund the enterprise.

Section 2 requires the executive director of the department of revenue to collect a fee equal to the environmental response surcharge from every first purchaser of odorized liquefied petroleum gas, every manufacturer of fuel products who manufactures such products for sale within Colorado or who ships such products from any point outside of Colorado to a distributor within Colorado, and every distributor who ships such products from any point outside of Colorado to a point within Colorado. This fee is used solely to fund the enterprise. The executive director of the department of revenue stops collecting the fee for a fiscal year once the executive director has collected \$8 million in fees for that fiscal year.

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

2 **SECTION 1.** In Colorado Revised Statutes, **add** 25-5-1309 as

3 follows:

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4 25-5-1309. Perfluoroalkyl and polyfluoroalkyl substances

5 enterprise - fund - goals - grant program - gifts, grants, or donations

6 - report - legislative declaration - definitions. (1) Legislative

declaration. The general assembly hereby finds, <u>determines</u>, <u>and</u>

8 <u>DECLARES</u> THAT:

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1	(a) PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES POSE
2	A RISK TO PUBLIC HEALTH AND THE ENVIRONMENT;
3	(b) Airports and Petroleum refining, Production,
4	DISTRIBUTION, AND USE CREATE A KNOWN FIRE HAZARD REQUIRING THE
5	${\tt USEOF\underline{\underline{}}CLASSBFIREFIGHTINGFOAMSCONTAININGPERFLUOROALKYL}$
6	AND POLYFLUOROALKYL SUBSTANCES:
7	$\underline{\text{(I)}}$ Class B firefighting foams containing perfluoroalkyl
8	AND POLYFLUOROALKYL SUBSTANCES ARE NOT GENERALLY USED FOR
9	PURPOSES OTHER THAN THE SUPPRESSION OF PETROLEUM-BASED FIRES AT
10	AIRPORTS, AIRPORT HANGARS, GAS STATIONS, OIL AND GAS PRODUCTION
11	AND STORAGE FACILITIES, AND REFINERIES OR TO COMPLY WITH FEDERAL
12	REGULATIONS; AND
13	(II) AIRPORTS, AIRPORT HANGARS, GAS STATIONS, OIL AND GAS
14	PRODUCTION AND STORAGE FACILITIES, AND REFINERIES BENEFIT FROM
15	FIRE SERVICE ACCESS TO FLUORINE-FREE CLASS B FIREFIGHTING FOAMS
16	AND MANAGEMENT OF RISKS ASSOCIATED WITH THE STORAGE AND USE OF
17	<u>FLUORINE-FREE CLASS B FIREFIGHTING FOAMS;</u> < {
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22	(c) Fire training facilities must simulate real world
23	ENVIRONMENTS, WHICH INCLUDES THE USE OF CLASS B FIREFIGHTING
24	FOAMS CONTAINING PERFLUOROALKYL AND POLYFLUOROALKYL
25	SUBSTANCES;
26	(d) High levels of Perfluoroalkyl and Polyfluoroalkyl
27	SUBSTANCES FOUND IN WATER SUPPLIES IN COLORADO HAVE BEEN TIED TO

1	The use of $\underline{\hspace{1cm}}$ class B firefighting foams containing
2	PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES AT OR NEAR
3	AIRPORTS, AIRPORT HANGARS, GAS STATIONS, OIL AND GAS PRODUCTION
4	AND STORAGE FACILITIES, AND REFINERIES, MILITARY BASES,FIRE
5	TRAINING FACILITIES, AND FIRE STATIONS;
6	(\underline{e}) Establishing the Perfluoroalkyl and Polyfluoroalkyl
7	SUBSTANCES ENTERPRISE PROVIDES USEFUL BUSINESS SERVICES TO
8	AIRPORTS, AIRPORT HANGARS, AND COLORADO MANUFACTURERS,
9	DISTRIBUTORS, AND FIRST PURCHASERS OF FUEL WHEN, IN EXCHANGE FOR
10	PAYMENT OF FEES, THE ENTERPRISE ISSUES GRANTS, PURCHASES AND
11	DISPOSES OF MATERIALS CONTAINING PERFLUOROALKYL AND
12	${\tt POLYFLUOROALKYLSUBSTANCES, AND\underline{PROVIDESTECHNICALASSISTANCE}}$
13	IN LOCATING AND STUDYING PERFLUOROALKYL AND POLYFLUOROALKYL
14	SUBSTANCES TO COMMUNITIES, STAKEHOLDERS, AND REGULATORY
15	BOARDS OR COMMISSIONS;
16	$(\underline{\underline{f}})$ It is necessary, appropriate, and in the best interest of
17	THE STATE TO ACKNOWLEDGE THAT, BY PROVIDING <u>BUSINESS SERVICES</u>
18	SPECIFIED IN SUBSECTION (1)(e) OF THIS SECTION, THE ENTERPRISE
19	ENGAGES IN AN ACTIVITY CONDUCTED IN THE PURSUIT OF A BENEFIT, GAIN,
20	OR LIVELIHOOD AND THEREFORE OPERATES AS A BUSINESS;
21	(\underline{g}) Consistent with the determination of the Colorado
22	SUPREME COURT IN NICHOLL V. E-470 PUBLIC HIGHWAY AUTHORITY, 896
23	P.2d 859 (Colo. 1995), that the power to impose taxes is
24	inconsistent with enterprise status under section $20\mathrm{of}$ article
25	X of the state constitution, it is the conclusion of the general
26	ASSEMBLY THAT THE $\underline{\text{FEES}}$ COLLECTED BY THE ENTERPRISE $\underline{\text{ARE FEES}}$, NOT
27	$\underline{\text{TAXES}}$, BECAUSE THE $\underline{\text{FEES ARE}}$ IMPOSED FOR THE SPECIFIC PURPOSE OF

l	ALLOWING	THE	ENTERPRISE	TO	DEFRAY	THE	COSTS	OF	PROVIDING	THE

- 2 BUSINESS SERVICES SPECIFIED IN <u>SUBSECTION (1)(e)</u> OF THIS SECTION TO
- 3 <u>FEE PAYERS</u> AND THE <u>FEES ARE</u> COLLECTED AT RATES THAT ARE
- 4 REASONABLY CALCULATED BASED ON THE BENEFITS RECEIVED BY THOSE

5 FEE PAYERS; AND

6 (h) SO LONG AS THE ENTERPRISE QUALIFIES AS AN ENTERPRISE FOR 7 PURPOSES OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION, THE 8 REVENUE FROM THE FEES COLLECTED BY THE ENTERPRISE IS NOT STATE 9 FISCAL YEAR SPENDING, AS DEFINED IN SECTION 24-77-102 (17), OR STATE 10 REVENUES, AS DEFINED IN SECTION 24-77-103.6 (6)(c), AND DOES NOT 11 COUNT AGAINST EITHER THE STATE FISCAL YEAR SPENDING LIMIT IMPOSED 12 BY SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION OR THE EXCESS 13 STATE REVENUES CAP, AS DEFINED IN SECTION 24-77-103.6 (6)(b)(I)(B).

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- (2) **Definitions.** As used in this section, unless the context otherwise requires:
- 17 (a) "BOARD" MEANS THE BOARD OF DIRECTORS OF THE 18 ENTERPRISE.
- (b) "Class B firefighting foam" means foam designed for
 Flammable Liquid fires.
- 21 (c) "Eligible entity" means an entity identified by the 22 Board as an entity that may qualify for the grant program.
- 23 (d) "ELIGIBLE MATERIAL" MEANS A MATERIAL CONTAINING
 24 PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES THAT IS
 25 IDENTIFIED BY THE BOARD AS ELIGIBLE FOR PURCHASE UNDER THE
 26 TAKEBACK PROGRAM.
- 27 (e) "Enterprise" means the perfluoroalkyl and

1	POLYFLUOROALKYL SUBSTANCES ENTERPRISE CREATED IN SUBSECTION (3)
2	OF THIS SECTION.
3	(\underline{f}) "Fees" means the <u>fees</u> imposed by <u>subsection (7) of this</u>
4	<u>SECTION AND SECTION 8-20-206.5 (6).</u>
5	(\underline{g}) "Fund" means the perfluoroalkyl and
6	POLYFLUOROALKYL SUBSTANCES CASH FUND CREATED IN SUBSECTION (4)
7	OF THIS SECTION.
8	$(\underline{\underline{h}})$ "Grant program" means the Perfluoroalkyl and
9	POLYFLUOROALKYL SUBSTANCES GRANT PROGRAM CREATED IN
10	SUBSECTION (5) OF THIS SECTION.
11	(\underline{i}) "Perfluoroalkyl and polyfluoroalkyl substances" or
12	"PFAS CHEMICALS" MEANS A CLASS OF FLUORINATED ORGANIC
13	CHEMICALS CONTAINING AT LEAST ONE FULLY FLUORINATED CARBON
14	ATOM.
15	(j) "TAKEBACK PROGRAM" MEANS THE PROGRAM CREATED IN
16	SUBSECTION (6) OF THIS SECTION THAT ALLOWS THE ENTERPRISE TO
17	PURCHASE AND DISPOSE OF MATERIALS THAT CONTAIN PERFLUOROALKYL
18	AND POLYFLUOROALKYL SUBSTANCES.
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20	(3) Enterprise. (a) There is hereby created in the
21	DEPARTMENT THE PERFLUOROALKYL AND POLYFLUOROALKYL
22	SUBSTANCES ENTERPRISE. THE ENTERPRISE IS AND OPERATES AS A
23	GOVERNMENT-OWNED BUSINESS WITHIN THE DEPARTMENT FOR THE
24	PURPOSE OF USING THE FEES CHARGED TO <u>AIRPORTS</u> , <u>AIRPORT HANGARS</u> ,
25	<u>AND</u> COLORADO MANUFACTURERS, DISTRIBUTORS, AND FIRST PURCHASERS
26	OF FUEL TO ACCOMPLISH THE PRIMARY PURPOSES AND DUTIES LISTED IN
27	SUBSECTION (3)(c) OF THIS SECTION.

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1	(b) The enterprise constitutes an enterprise for purposes
2	of section 20of article X of the state constitution so long as it
3	RETAINS THE AUTHORITY TO ISSUE REVENUE BONDS AND RECEIVES LESS
4	THAN TEN PERCENT OF ITS TOTAL REVENUES IN GRANTS FROM ALL
5	COLORADO STATE AND LOCAL GOVERNMENTS COMBINED. SO LONG AS IT
6	CONSTITUTES AN ENTERPRISE PURSUANT TO THIS SUBSECTION (3)(b), THE
7	Enterprise is not subject to section $20\mathrm{of}$ article X of the state
8	CONSTITUTION.
9	(c) THE ENTERPRISE'S PRIMARY POWERS AND DUTIES ARE TO:
10	(I) Administer the grant program and awarding grants in
11	ACCORDANCE WITH SUBSECTION (5) OF THIS SECTION;
12	(II) Administer the takeback program and <u>purchase and</u>
13	<u>DISPOSE</u> OF ELIGIBLE MATERIALS UNDER THE TAKEBACK PROGRAM IN
14	ACCORDANCE WITH SUBSECTION (6) OF THIS SECTION;
15	(III) PROVIDE TECHNICAL ASSISTANCE IN LOCATING AND STUDYING
16	PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES TO
17	COMMUNITIES, STAKEHOLDERS, AND REGULATORY BOARDS OR
18	COMMISSIONS FOR THE FOLLOWING PURPOSES:
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24	(A) Addressing the risks associated with identified, or yet
25	TO BE IDENTIFIED, PERFLUOROALKYL AND POLYFLUOROALKYL
26	SUBSTANCES IN GROUNDWATER, SURFACE WATER, AND DRINKING WATER;
27	(B) IDENTIFYING SAFE DISPOSAL METHODS OF MATERIALS

1	CONTAINING PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES;
2	(C) Identifying means of controlling the further
3	CONTAMINATION OF WATER SUPPLIES BY PERFLUOROALKYL AND
4	POLYFLUOROALKYL SUBSTANCES; AND
5	(D) SIMILAR ACTIVITIES CONSISTENT WITH THE ENTERPRISE'S
6	PRIMARY PURPOSES AND DUTIES;
7	(IV) By resolution, authorize and issue revenue bonds
8	THAT ARE PAYABLE ONLY FROM THE MONEY IN THE FUND, AND THAT MAY
9	BE ISSUED ONLY AFTER APPROVAL BY BOTH HOUSES OF THE GENERAL
10	ASSEMBLY EITHER BY BILL OR JOINT RESOLUTION AND AFTER APPROVAL
11	By the governor in accordance with section 39 of article V of
12	THE STATE CONSTITUTION;
13	$(\underline{\underline{V}})$ Adopt, amend, or repeal policies for the regulation of
14	ITS AFFAIRS AND THE CONDUCT OF ITS BUSINESS CONSISTENT WITH THIS
15	SECTION: AND
16	(VI) Engage the services of contractors, consultants, and
17	LEGAL COUNSEL, INCLUDING THE DEPARTMENT AND THE ATTORNEY
18	GENERAL'S OFFICE, FOR PROFESSIONAL AND TECHNICAL ASSISTANCE AND
19	ADVICE AND TO SUPPLY OTHER SERVICES RELATED TO THE CONDUCT OF
20	THE AFFAIRS OF THE ENTERPRISE, WITHOUT REGARD TO THE
21	"Procurement Code", articles 101 to 112 of title 24. The board
22	SHALL ENCOURAGE DIVERSITY IN APPLICANTS FOR CONTRACTS AND SHALL
23	GENERALLY AVOID USING SINGLE-SOURCE BIDS. THE DEPARTMENT SHALL
24	PROVIDE OFFICE SPACE AND ADMINISTRATIVE STAFF TO THE ENTERPRISE
25	PURSUANT TO A CONTRACT ENTERED INTO PURSUANT TO THIS SUBSECTION
26	(3)(c)(VI). The enterprise may hire staff in consultation with the
27	EXECUTIVE DIRECTOR OR THE EXECUTIVE DIRECTOR'S DESIGNEE.

	(d) The enterprise exercises its powers and performs its
DU	UTIES AND FUNCTIONS UNDER THE DEPARTMENT AS IF TRANSFERRED TO
<u>TH</u>	ie department by a type 1 transfer, as defined in the
<u>"A</u>	ADMINISTRATIVE ORGANIZATION ACT OF 1968", ARTICLE 1 OF TITLE 24.
	(\underline{e}) The enterprise is governed by a board of directors. The
ВС	OARD CONSISTS OF THE EXECUTIVE DIRECTOR OF THE DEPARTMENT OR
ΤH	IE EXECUTIVE DIRECTOR'S DESIGNEE AND THE FOLLOWING <u>OTHER EIGHT</u>
ΜJ	EMBERS APPOINTED BY THE EXECUTIVE DIRECTOR:
	(I) Two members of the water quality control commission,
CR	EATED IN PART 2 OF ARTICLE 8 OF TITLE 25;
	(II) Two members of the solid and hazardous waste
CC	OMMISSION, CREATED IN PART 3 OF ARTICLE 15 OF TITLE 25;
	(III) One member who is a representative of a county or
DI	STRICT PUBLIC HEALTH AGENCY ESTABLISHED UNDER SECTION 25-1-506;
	(IV) One member who is a representative from a fire
DE	EPARTMENT OR OTHER ENTITY THAT PROVIDES FIRE SUPPRESSSION
<u>SE</u>	RVICES;
	(V) One member who is a first purchaser of odorized
LI	QUEFIED PETROLEUM GAS, A MANUFACTURER OF FUEL PRODUCTS WHO
M	ANUFACTURES SUCH PRODUCTS FOR SALE WITHIN COLORADO OR WHO
SH	IPS SUCH PRODUCTS FROM ANY POINT OUTSIDE OF COLORADO TO A
DI	STRIBUTOR WITHIN COLORADO, OR A DISTRIBUTOR WHO SHIPS SUCH
PR	ODUCTS FROM ANY POINT OUTSIDE OF COLORADO TO A POINT WITHIN
Co	DLORADO; AND
	(VI) ONE MEMBER WHO IS A REPRESENTATIVE OF A PUBLIC WATER

1	SYSTEM.
2	(\underline{f}) The initial board members shall have terms beginning
3	on January 1, 2021, and the board shall have its first meeting by
4	March 1, 2021.
5	(\underline{g}) The terms of office of the board members are three
6	YEARS; EXCEPT THAT THE TERMS OF OFFICE OF THE INITIAL BOARD
7	MEMBERS ARE TWO YEARS. THE BOARD SHALL ELECT A CHAIR FROM
8	AMONG ITS MEMBERS TO SERVE FOR A TERM NOT TO EXCEED TWO YEARS.
9	(h) A VACANCY ON THE BOARD IS FILLED IN THE SAME MANNER AS
10	THE ORIGINAL APPOINTMENT WAS MADE. A PERSON APPOINTED TO FILL A
11	VACANCY SERVES FOR THE REMAINDER OF THE UNEXPIRED TERM.
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18	$(\underline{\underline{i}})$ The board shall meet at least quarterly and the chair
19	MAY CALL ADDITIONAL MEETINGS AS NECESSARY FOR THE BOARD TO
20	COMPLETE ITS DUTIES.
21	(i) Each member of the board is entitled to receive from
22	MONEY IN THE FUND A PER DIEM ALLOWANCE OF FIFTY DOLLARS FOR EACH
23	DAY SPENT ATTENDING OFFICIAL BOARD MEETINGS.
24	(4) Fund. (a) There is hereby created in the state treasury
25	THEPERFLUOROALKYLANDPOLYFLUOROALKYLSUBSTANCESCASHFUND.
26	THE FUND CONSISTS OF MONEY CREDITED TO THE FUND PURSUANT TO

<u>SUBSECTION (7) OF THIS SECTION AND</u> SECTION 8-20-206.5 (6).

(b) The money in the fund shall not be deposited in or
TRANSFERRED TO THE GENERAL FUND OR ANY OTHER FUND. THE STATE
TREASURER SHALL CREDIT ALL INTEREST AND INCOME DERIVED FROM THE
DEPOSIT AND INVESTMENT OF MONEY IN THE FUND TO THE FUND. ANY
UNEXPENDED AND UNENCUMBERED MONEY IN THE FUND SHALL REMAIN
IN THE FUND AND SHALL NOT BE CREDITED OR TRANSFERRED TO THE
GENERAL FUND OR ANY OTHER FUND.
(c) Money in the fund is continuously appropriated to the
ENTERPRISE FOR THE PURPOSE OF:
$(I)\ A {\tt DMINISTERING}\ {\tt THE}\ {\tt GRANT}\ {\tt PROGRAM}\ {\tt AND}\ {\tt AWARDING}\ {\tt GRANTS}$
IN ACCORDANCE WITH SUBSECTION (5) OF THIS SECTION;
(II) ADMINISTERING THE TAKEBACK PROGRAM AND PURCHASING
AND DISPOSING OF ELIGIBLE MATERIALS UNDER THE TAKEBACK PROGRAM
IN ACCORDANCE WITH SUBSECTION (6) OF THIS SECTION; AND
(III) Assisting the state board of health, the water
QUALITY CONTROL COMMISSION, THE AIR QUALITY CONTROL COMMISSION,
THE SOLID AND HAZARDOUS WASTE COMMISSION, AND THE OIL AND GAS
CONSERVATION COMMISSION IN LOCATING AND STUDYING

(d) The Board May Seek, accept, and expend gifts, grants, or donations from private or public sources for the purposes of this section, so long as the combination of grants from the state and local governments is less than ten percent of the enterprise's total annual revenue.

PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES.

(5) **Grant program.** (a) The enterprise shall administer the Perfluoroalkyl and polyfluoroalkyl substances grant program and shall award grants from the fund as provided in this

prior draft

1	SUBSECTION (5).
2	(b) The purpose of the grant program is to <u>provide</u> funding
3	FOR:
4	(I) SAMPLING, ASSESSMENT, AND INVESTIGATION OF
5	PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES IN GROUND
6	WATER;
7	(II) WATER SYSTEM INFRASTRUCTURE USED FOR THE TREATMENT
8	OF IDENTIFIED PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES;
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10	(III) CONTROLLING FURTHER CONTAMINATION OF WATER SUPPLIES
11	BY PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES;
12	(IV) REPLACING SAFELY DISPOSED OF AQUEOUS FILM FORMING
13	FOAM WITH FLOURINE-FREE AQUEOUS FILM FORMING FOAM;
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17	(V) FIRE SUPPRESSION TRAINING, EQUIPMENT, AND
18	INFRASTRUCTURE RESOURCES THAT ASSIST IN THE TRANSITION AWAY
19	FROM FIREFIGHTING THAT CONTAINS PERFLUOROALKYL AND
20	POLYFLUOROALKYL SUBSTANCES;
21	$(\underline{\mathrm{VI}})$ Emergency assistance to communities and water
22	SYSTEMS AFFECTED BY PERFLUOROALKYL AND POLYFLUOROALKYL
23	SUBSTANCES <u>; AND</u>
24	(VII) OTHER SERVICES DETERMINED BY THE BOARD TO BE
25	CONSISTENT WITH THE GOALS OF THE ENTERPRISE AS PROVIDED IN
26	SUBSECTION (3)(c) OF THIS SECTION.
27	(c) The board shall develop policies and procedures as

NECESSARY	TO IMPLEMENT	THE GRANT	PROGRAM.	At a mini	MUM,	ΓHESE

3 (I) Who may qualify as an eligible entity;

POLICIES AND PROCEDURES MUST SPECIFY:

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- 4 (II) THE TIME FRAMES FOR APPLYING FOR GRANTS;
- 5 (III) THE CRITERIA USED TO EVALUATE AND PRIORITIZE 6 APPLICATIONS FOR GRANTS;
- 7 (IV) THE FORM OF THE GRANT PROGRAM APPLICATION; AND
- 8 (V) THE TIME FRAMES FOR DISTRIBUTING GRANT MONEY.
 - (d) TO RECEIVE A GRANT, AN ELIGIBLE ENTITY MUST SUBMIT AN APPLICATION TO THE ENTERPRISE IN ACCORDANCE WITH THE POLICIES AND PROCEDURES SPECIFIED BY THE BOARD.
- 12 (e) A GRANTEE SHALL USE THE MONEY RECEIVED THROUGH THE 13 GRANT PROGRAM ONLY FOR ACHIEVING GOALS APPROVED BY THE BOARD.
 - (f) A GRANTEE SHALL REPORT ANNUALLY TO THE ENTERPRISE ON
 THE PROGRESS OF ANY PROJECT FINANCED BY THE GRANT PURSUANT TO
 TERMS SPECIFIED IN THE GRANT AWARD AGREEMENT.
 - (g) THE BOARD SHALL DEVELOP A POLICY REGARDING A GRANTEE'S NONCOMPLIANCE WITH THE GRANT AWARD AGREEMENT ENTERED INTO BY THE GRANTEE AND THE BOARD. THIS POLICY MAY INCLUDE A MECHANISM FOR THE BOARD TO CONVERT THE GRANT TO A LOAN WITH INTEREST.
 - (6) **Takeback program.** (a) The enterprise shall administer the perfluoroalkyl and polyfluoroalkyl substances takeback program and, subject to available appropriations and revenues from the fund, shall purchase and dispose of eligible materials.
 - (b) THE PURPOSE OF THE TAKEBACK PROGRAM IS TO CREATE AN INCENTIVE FOR THE PROPER DISPOSAL OF MATERIALS CONTAINING PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES BY ALLOWING

1	THE ENTERPRISE TO PURCHASE AND PROPERLY DISPOSE OF SUCH							
2	MATERIALS.							
3	(c) The board shall develop policies and procedures as							
4	NECESSARY TO IMPLEMENT THE TAKEBACK PROGRAM. AT A MINIMUM							
5	THESE POLICIES AND PROCEDURES MUST DESCRIBE:							
6	(I) What materials qualify as eligible materials;							
7	(II) THE PURCHASE PRICE FOR EACH ELIGIBLE MATERIAL;							
8	(III) THE PROPER METHOD OF DISPOSAL FOR EACH ELIGIBLE							
9	MATERIAL;							
10	(IV) THE TIME FRAME FOR APPLYING FOR THE PURCHASE OF							
11	ELIGIBLE MATERIALS;							
12	(V) The form of the eligible material purchase							
13	APPLICATION; AND							
14	(VI) THE TIME FRAME FOR PURCHASING ELIGIBLE MATERIALS.							
15	(d) To have the enterprise purchase an eligible material,							
16	A PERSON OR ENTITY MUST SUBMIT AN ELIGIBLE MATERIAL PURCHASE							
17	APPLICATION TO THE ENTERPRISE IN ACCORDANCE WITH THE POLICIES AND							
18	PROCEDURES ADOPTED BY THE BOARD.							
19	(e) The board shall publish the purchase price for each							
20	ELIGIBLE MATERIAL.							
21	(7) Airport fees. (a) The board shall establish by rule a fee							
22	REASONABLY RELATED TO THE BUSINESS SERVICES PROVIDED BY THE							
23	ENTERPRISE TO EACH AIRPORT HANGAR USED FOR AERONAUTICAL USES,							
24	AS DEFINED IN 14 CFR CHAPTER 1 "POLICY ON THE NON-AERONAUTICAL							
25	USE OF AIRPORT HANGARS", AND EQUIPPED WITH AQUEOUS FILM FORMING							
26	FOAM FOR FIRE SUPPRESSION.							
27	(b) THE BOARD SHALL ESTABLISH BY RULE A FEE NOT TO EXCEED							

1 FIVE CENTS FOR EACH GALLON OF AVIATION FUEL USED AT ANY AIRPORT 2 IN COLORADO. THE FEE SHALL BE REASONABLY RELATED TO THE BUSINESS SERVICES PROVIDED TO THE AIRPORT AND AVIATION INDUSTRIES BY THE 3 4 ENTERPRISE. 5 6 7 (c) THE EXECUTIVE DIRECTOR OF THE DEPARTMENT OF REVENUE 8 SHALL TRANSMIT ANY FEE COLLECTED IN ACCORDANCE WITH THIS 9 SUBSECTION (7) TO THE STATE TREASURER, WHO SHALL CREDIT THE SAME 10 TO THE PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES CASH 11 FUND CREATED IN SECTION 25-5-1309 (4). ANY FEE TRANSMITTED TO THE 12 STATE TREASURER THAT IS COLLECTED ON BEHALF OF THE 13 PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES ENTERPRISE IS 14 EXCLUDED FROM STATE FISCAL YEAR SPENDING, AS DEFINED IN SECTION 15 24-77-102 (17). 16 (8) **Reporting.** Notwithstanding section 24-1-136 (11)(a)(I), 17 18 19 20 THE BOARD SHALL SUBMIT A REPORT BY JANUARY 1 OF EACH YEAR TO THE 21 COMMITTEES OF REFERENCE OF THE GENERAL ASSEMBLY WITH 22 JURISDICTION OVER PUBLIC HEALTH REGARDING: 23 (a) Any amounts credited to the fund in the previous year 24 AND THE UNOBLIGATED BALANCE OF THE FUND; 25 (b) THE NUMBER OF GRANT APPLICANTS AND THE NUMBER AND

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VALUE OF GRANTS AWARDED;

1	ACTIONS TAKEN BY EACH GRANTEE, OTHER MEASUREMENTS OF SUCCESS
)	AND THE AMOUNT OF GRANT MONEY DISTRIBUTED TO EACH GRANTEE:

- (d) THE AMOUNT OF ELIGIBLE MATERIALS PURCHASED AND PROPERLY DISPOSED OF BY THE ENTERPRISE UNDER THE TAKEBACK PROGRAM DESCRIBED IN SUBSECTION (6) OF THIS SECTION;
- 6 (e) Any PERFLUOROALKYL NEWLY-LOCATED AND 7 POLYFLUOROALKYL SUBSTANCES; AND
- 8 (f) ANY SUGGESTED LEGISLATION OR POLICY CHANGES.

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- 9 **SECTION 2.** In Colorado Revised Statutes, 8-20-206.5, add (6) 10 as follows:
- 8-20-206.5. Environmental response surcharge liquefied petroleum gas and natural gas inspection fund - definitions. (6) (a) IN ADDITION TO THE PAYMENT COLLECTED UNDER SUBSECTION (1)(a) OF THIS SECTION, THE EXECUTIVE DIRECTOR OF THE DEPARTMENT OF REVENUE, ON BEHALF OF THE PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES ENTERPRISE CREATED IN SECTION 25-5-1309 (3), SHALL ALSO COLLECT A 17 FEE TO FUND THE ENTERPRISE.
 - THE FEE IS EQUAL TO THE AMOUNT THAT EVERY FIRST PURCHASER OF ODORIZED LIQUEFIED PETROLEUM GAS, EVERY MANUFACTURER OF FUEL PRODUCTS WHO MANUFACTURES SUCH PRODUCTS FOR SALE WITHIN COLORADO OR WHO SHIPS SUCH PRODUCTS FROM ANY POINT OUTSIDE OF COLORADO TO A DISTRIBUTOR WITHIN COLORADO, AND EVERY DISTRIBUTOR WHO SHIPS SUCH PRODUCTS FROM ANY POINT OUTSIDE OF COLORADO TO A POINT WITHIN COLORADO MUST PAY UNDER SUBSECTION (1)(a) OF THIS SECTION.
 - (c) The executive director of the department of revenue SHALL TRANSMIT ANY FEE COLLECTED IN ACCORDANCE WITH THIS

1	SUBSECTION ((6)	TO THE STATE TREASUR	RER, WHO	SHALL C	CREDIT	THE SAME

- TO THE PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES CASH
- FUND CREATED IN SECTION 25-5-1309 (4). ANY FEE TRANSMITTED TO THE
- 4 STATE TREASURER THAT IS COLLECTED ON BEHALF OF THE
- 5 PERFLUOROALKYL AND POLYFLUOROALKYL SUBSTANCES ENTERPRISE IS
- 6 EXCLUDED FROM STATE FISCAL YEAR SPENDING, AS DEFINED IN SECTION
- 7 24-77-102 (17).

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8 (d) Every first purchaser of odorized liquefied petroleum 9 GAS, EVERY MANUFACTURER OF FUEL PRODUCTS WHO MANUFACTURES 10 SUCH PRODUCTS FOR SALE WITHIN COLORADO OR WHO SHIPS SUCH 11 PRODUCTS FROM ANY POINT OUTSIDE OF COLORADO TO A DISTRIBUTOR 12 WITHIN COLORADO, AND EVERY DISTRIBUTOR WHO SHIPS SUCH PRODUCTS 13 FROM ANY POINT OUTSIDE OF COLORADO TO A POINT WITHIN COLORADO 14 SUBJECT TO THIS SUBSECTION (6) SHALL TRANSMIT THE FEE PRESCRIBED 15 IN THIS SUBSECTION (6) AT THE SAME TIME THAT THEY TRANSMIT THE

PAYMENT DESCRIBED IN SUBSECTION (1)(a) OF THIS SECTION.

- (e) Notwithstanding subsections (6)(a) to (6)(d) of this section, if the available fund balance in the petroleum storage tank fund is greater than eight million dollars, the executive director of the department of revenue shall not collect a fee, but if the available fund balance in the fund is less than eight million dollars within a fiscal year, the executive director of the department of revenue shall impose a fee in accordance with subsections (6)(a) to (6)(d) of this section.
- SECTION 3. 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.