First Regular Session Seventy-third General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

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

Senate Committees

Energy & Environment Finance

	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 http://leg.colorado.gov.)

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.

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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;
2.7	(e) (I) BENCHMARKING AND BUILDING PERFORMANCE STANDARDS

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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 PROGRAM TO HELP COLORADO CITIZENS

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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) Definitions. 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

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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.

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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);
17	(II) A PRIVATE CONTRACT PRISON, AS DEFINED IN SECTION
18	17-1-102 (7.3);
19	(III) A LOCAL JAIL AS DEFINED IN SECTION 17-1-102 (7);
20	(IV) A MUNICIPAL JAIL AS AUTHORIZED IN SECTION 31-15-401
21	(1)(j); AND
22	(V) A JUVENILE DETENTION FACILITY GOVERNED BY PART 4 OF
23	ARTICLE 2 OF TITLE 19.
24	(m) (I) EXCEPT AS THE COMMISSION MAY MODIFY BY RULE
25	PURSUANT TO SUBSECTION (7) OF THIS SECTION, "COVERED BUILDING"
26	MEANS A BUILDING COMPRISING A GROSS FLOOR AREA OF FIFTY THOUSAND
27	SQUARE FEET OR MORE THAT IS OCCUPIED BY A SINGLE OCCUPANT OR

(h) EXCEPT AS THE COMMISSION MAY MODIFY BY RULE PURSUANT

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1	GROUP OF TENANTS.
2	(II) "COVERED BUILDING" DOES NOT INCLUDE:
3	(A) A STORAGE FACILITY OR STAND-ALONE PARKING GARAGE
4	THAT LACKS HEATING AND COOLING;
5	(B) A BUILDING IN WHICH MORE THAN HALF OF THE GROSS FLOOR
6	AREA IS USED FOR MANUFACTURING, INDUSTRIAL, OR AGRICULTURAL
7	PURPOSES; OR
8	(C) A SINGLE-FAMILY HOME, DUPLEX, OR TRIPLEX.
9	(n) "ENERGY STAR" MEANS THE FEDERAL PROGRAM AUTHORIZED
10	BY 42 U.S.C. SEC. 6294a, AS AMENDED, TO HELP CUSTOMERS, BUSINESSES,
11	AND INDUSTRY SAVE MONEY AND PROTECT THE ENVIRONMENT THROUGH
12	THE ADOPTION OF ENERGY-EFFICIENT PRODUCTS AND PRACTICES.
13	(o) "ENERGY STAR SCORE" MEANS THE ONE-TO-ONE-HUNDRED
14	NUMERIC RATING GENERATED BY THE ENERGY STAR PORTFOLIO
15	Manager® as a measurement of a building's energy efficiency.
16	(p) "Energy-use intensity" means a building's energy use,
17	EXPRESSED AS TOTAL SITE ENERGY USE PER SQUARE FOOT PER YEAR.
18	(q) "Financial hardship" means that a property is
19	EXPERIENCING AT LEAST ONE OF THE FOLLOWING CONDITIONS:
20	(I) THE PROPERTY HAS BEEN INCLUDED ON A CITY'S, COUNTY'S, OR
21	CITY AND COUNTY'S ANNUAL TAX LIEN SALE LIST WITHIN THE PREVIOUS
22	TWO YEARS;
23	(II) THE PROPERTY IS AN ASSET SUBJECT TO A COURT-APPOINTED
24	RECEIVER THAT CONTROLS THE ASSET DUE TO FINANCIAL STRESS;
25	(III) THE PROPERTY IS OWNED BY A FINANCIAL INSTITUTION AS A
26	RESULT OF A DEFAULT BY A BORROWER;
27	(IV) THE PROPERTY HAS BEEN ACQUIRED BY A DEED IN LIEU OF

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1	FORECLOSURE;
2	(V) THE PROPERTY IS THE SUBJECT OF A SENIOR MORTGAGE
3	SUBJECT TO A NOTICE OF DEFAULT; OR
4	(VI) DUE TO THE GOVERNOR DECLARING A DISASTER EMERGENCY
5	PURSUANT TO SECTION 24-33.5-704 (4), THE PROPERTY, IN AT LEAST TWO
6	OF THE PREVIOUS FIVE YEARS, GENERATED ANNUAL RENTAL INCOME OR
7	REVENUE THAT TOTALS SIXTY PERCENT OR LESS OF THE FIVE-YEAR
8	AVERAGE IMMEDIATELY PRECEDING THE DISASTER EMERGENCY
9	DECLARATION.
10	(r) "Greenhouse gas" has the meaning set forth in section
11	25-7-140 (6).
12	(s) "GROSS FLOOR AREA" MEANS THE TOTAL BUILDING AREA, AS
13	MEASURED FROM THE OUTSIDE SURFACE OF EACH EXTERIOR WALL OF THE
14	BUILDING, INCLUDING ABOVE-GRADE AND BELOW-GRADE SPACE.
15	(t) "IES" MEANS THE ILLUMINATING ENGINEERING SOCIETY OR ITS
16	SUCCESSOR SOCIETY.
17	(u) "LOCAL GOVERNMENT" MEANS A STATUTORY OR HOME RULE
18	MUNICIPALITY, COUNTY, OR CITY AND COUNTY.
19	(v) "OWNER" MEANS A PERSON POSSESSING TITLE TO A PROPERTY
20	OR THE PERSON'S DESIGNATED AGENT.
21	(w) "PERFORMANCE YEAR" MEANS THE YEAR IN WHICH
22	PERFORMANCE STANDARDS ARE REQUIRED TO BE MET PURSUANT TO
23	SUBSECTION (8) OF THIS SECTION, BEGINNING IN 2026 AND CONTINUING
24	EVERY FIVE YEARS THEREAFTER UNTIL 2051.
25	(x) "QUALIFYING UTILITY" MEANS:
26	(I) AN ELECTRIC OR GAS UTILITY WITH FIVE THOUSAND OR MORE
27	ACTIVE COMMERCIAL AND INDUSTRIAL SERVICE CONNECTIONS, ACCOUNTS,

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1	OR CUSTOMERS IN THE STATE, INCLUDING:
2	(A) AN INVESTOR-OWNED ELECTRIC OR GAS UTILITY;
3	(B) A COOPERATIVE ELECTRIC ASSOCIATION; OR
4	(C) A MUNICIPALLY OWNED ELECTRIC OR GAS UTILITY; OR
5	(II) A NATURAL GAS SUPPLIER WITH FIVE OR MORE ACTIVE
6	COMMERCIAL OR INDUSTRIAL CONNECTIONS, ACCOUNTS, OR CUSTOMERS
7	IN THE STATE.
8	(y) "RENEWABLE ENERGY" MEANS ENERGY:
9	(I) That meets the definition of "eligible energy
10	RESOURCES" SET FORTH IN SECTION 40-2-124 (1)(a);
11	(II) THAT, TO THE MAXIMUM EXTENT TECHNICALLY FEASIBLE AND
12	LEGALLY ALLOWABLE, IS PRODUCED AS RETAIL DISTRIBUTED GENERATION,
13	AS DEFINED IN SECTION 40-2-124 (1)(a)(VIII), WITH THE REMAINDER
14	PRODUCED BY OFF-SITE SOURCES; AND
15	(III) FOR WHICH ITS RENEWABLE ENERGY CERTIFICATES HAVE
16	BEEN RETIRED ON BEHALF OF THE COVERED BUILDING, AFTER BEING USED
17	FOR COMPLIANCE WITH THE PERFORMANCE STANDARDS SET FORTH IN
18	SUBSECTION (8) OF THIS SECTION.
19	(z) "RENEWABLE ENERGY CERTIFICATE" MEANS THE
20	ENVIRONMENTAL ATTRIBUTES OF ONE MEGAWATT-HOUR OF RENEWABLE
21	ENERGY.
22	(aa) "STATE INSTITUTION OF HIGHER EDUCATION":
23	(I) Has the meaning set forth in section $23-1-108$ (7)(g)(II);
24	(II) INCLUDES THE AURARIA HIGHER EDUCATION CENTER,
25	GOVERNED PURSUANT TO ARTICLE 70 OF TITLE 23; AND
26	(III) DOES NOT INCLUDE A BIOMEDICAL RESEARCH LABORATORY.
27	(bb) "Tenant" means a person that, pursuant to a rental

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1	OR LEASE AGREEMENT, OCCUPIES OR HOLDS POSSESSION OF A BUILDING OR
2	PART OF A BUILDING OR PREMISES.
3	(cc) "Unique identifier" means a customer's contact
4	INFORMATION DISPLAYED ON A UTILITY BILL SUCH AS THE CUSTOMER'S
5	NAME, MAILING ADDRESS, TELEPHONE NUMBER, OR E-MAIL ADDRESS.
6	(dd) "Utility customer" means the building owner or
7	TENANT LISTED ON THE UTILITY'S RECORDS AS THE CUSTOMER LIABLE FOR
8	PAYMENT OF THE UTILITY SERVICE OR ADDITIONAL CHARGES ASSESSED ON
9	THE UTILITY ACCOUNT.
10	(3) Benchmarking requirements on owners. (a) ON OR BEFORE
11	DECEMBER 1, 2022, AND ON OR BEFORE JUNE 1 OF EACH SUBSEQUENT
12	YEAR, THE OWNER OF A COVERED BUILDING SHALL SUBMIT A REPORT OF
13	THE BENCHMARKING DATA FOR THE PREVIOUS CALENDAR YEAR TO THE
14	OFFICE.
15	(b) BEFORE PROVIDING A BENCHMARKING REPORT PURSUANT TO
16	SUBSECTION (3)(a) OF THIS SECTION, AN OWNER SHALL RUN ANY
17	AUTOMATED DATA CHECKING FUNCTION OF THE BENCHMARKING TOOL
18	AND CORRECT ANY ERRORS DISCOVERED.
19	(c) THE FOLLOWING OWNERS MAY COMPLY WITH THIS SUBSECTION
20	(3) COLLECTIVELY AT THE CAMPUS-WIDE LEVEL:
21	(I) THE OWNER OF MULTIPLE COVERED BUILDINGS THAT ARE PART
22	OF A MASTER METERED GROUP OF BUILDINGS WITHOUT SUBMETERING;
23	(II) THE OWNER OF A CORRECTIONAL FACILITY; AND
24	(III) THE OWNER OF A STATE INSTITUTION OF HIGHER EDUCATION.
25	(4) Utility data requirements. (a) ON OR BEFORE JANUARY 1,
26	2022, A QUALIFYING UTILITY SHALL:
27	(I) ESTABLISH AN AGGREGATION THRESHOLD THAT IS FOUR OR

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

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

(I) MAY BE IN WRITTEN OR ELECTRONIC FORM;

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1	DATA SHARING PERMISSION PROVISION IN THE NEXT LEASE RENEWAL.
2	(b) AN OWNER OF A COVERED BUILDING MAY REQUEST A TIME
3	EXTENSION FROM THE OFFICE TO SUBMIT A BENCHMARKING REPORT IF THE
4	OWNER SUBMITS DOCUMENTATION TO THE OFFICE DEMONSTRATING THAT,
5	DESPITE THE OWNER'S GOOD-FAITH EFFORT, THE OWNER WAS UNABLE TO
6	COMPLETE THE BENCHMARKING REPORT IN A TIMELY MANNER BECAUSE OF
7	THE FAILURE OR REFUSAL OF A QUALIFYING UTILITY OR A UTILITY
8	CUSTOMER TO PROVIDE THE NECESSARY INFORMATION OR PERMISSION, AS
9	APPLICABLE.
10	(c) THE OFFICE SHALL NOTIFY THE DIVISION OF ALL APPROVED
11	WAIVERS AND EXTENSIONS OF TIME, THE APPROVAL OF WHICH IS SOLELY
12	WITHIN THE OFFICE'S DISCRETION.
13	(d) Pursuant to subsection (7) of this section, the
14	COMMISSION MAY, BY RULE, MODIFY THE REQUIREMENTS FOR OBTAINING
15	A WAIVER OR EXTENSION OF TIME PURSUANT TO THIS SUBSECTION (5).
16	(6) Requirements upon sale or lease of a covered building.
17	(a) AT THE TIME OF LISTING A COVERED BUILDING OR A PORTION OF A
18	COVERED BUILDING FOR SALE OR LEASE, THE OWNER OF THE COVERED
19	BUILDING SHALL FURNISH AN ELECTRONIC COPY OF REPORTED
20	BENCHMARKING DATA FROM THE PREVIOUS CALENDAR YEAR OR FROM THE
21	MOST RECENT TWELVE-MONTH PERIOD OF CONTINUOUS OCCUPANCY TO
22	THE FOLLOWING:
23	(I) PROSPECTIVE BUYERS OR LESSEES;
24	(II) ANY BROKERS, AS DEFINED IN SECTION 12-10-201 (6), WHO
25	MAKE INQUIRY ABOUT THE PROPERTY; AND
26	(III) MAJOR COMMERCIAL REAL ESTATE LISTING SERVICES ON
27	WHICH THE PROPERTY IS LISTED.

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1	(b) UPON RECEIPT OF THE BENCHMARKING DATA, A COMMERCIAL
2	REAL ESTATE LISTING SERVICE THAT LISTS PROPERTIES IN THE STATE
3	SHALL INCLUDE IN THE PROPERTY'S LISTING, AT A MINIMUM, THE
4	PROPERTY'S ENERGY STAR SCORE, IF APPLICABLE, AND THE PROPERTY'S
5	ENERGY-USE INTENSITY.
6	(c) IF A COVERED BUILDING CHANGES OWNERSHIP, THE FORMER
7	OWNER SHALL MAKE AVAILABLE TO THE NEW OWNER THE ENERGY-USE
8	DATA; UTILITY CUSTOMER CONSENT DOCUMENTATION, IF ANY; AND ANY
9	OTHER INFORMATION ABOUT THE PROPERTY THAT IS NECESSARY TO
10	BENCHMARK THE COVERED BUILDING. THE FORMER OWNER SHALL
11	TRANSFER TO THE NEW OWNER BOTH THE RECORD REPRESENTING THE
12	COVERED BUILDING WITHIN THE BENCHMARKING TOOL AND THE REQUEST
13	TO A QUALIFIED UTILITY FOR AGGREGATED DATA. THE NEW OWNER MAY
14	REQUEST AND RECEIVE FROM A QUALIFYING UTILITY THE AGGREGATED
15	DATA NECESSARY TO FULFILL BENCHMARKING REPORTING REQUIREMENTS.
16	(7) Benchmarking rules. The commission may promulgate
17	RULES TO IMPLEMENT THE BENCHMARKING PROGRAM SET FORTH IN THIS
18	SECTION. ADDITIONALLY, THE COMMISSION MAY, BY RULE, MODIFY THE
19	FOLLOWING:
20	(a) The provisions regarding waivers and extensions of
21	TIME SET FORTH IN SUBSECTION (5) OF THIS SECTION;
22	(b) THE DEFINITION OF "BENCHMARKING DATA", BUT ONLY IF THE
23	MODIFIED DEFINITION CONCERNS DATA THAT:
24	(I) Is capable of being recorded by the benchmarking tool;
25	AND
26	(II) INCLUDES THE ENERGY STAR SCORE, IF APPLICABLE, AND
27	ENERGY-USE INTENSITY;

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1	(c) THE BENCHMARKING TOOL THAT OWNERS ARE REQUIRED TO
2	USE TO BENCHMARK;
3	(d) DATA VERIFICATION REQUIREMENTS; AND
4	(e) After June 1, 2029, the minimum gross floor area
5	INCLUDED IN THE DEFINITION OF "COVERED BUILDING".
6	(8) Performance standard requirements. (a) TO HELP ACHIEVE
7	THE STATEWIDE GREENHOUSE-GAS-EMISSION-REDUCTION TARGETS SET
8	FORTH IN SECTION 25-7-102 (2)(g), THE STATE SHALL IMPLEMENT
9	PERFORMANCE STANDARDS FOR COVERED BUILDINGS.
10	(b) (I) EXCEPT AS PROVIDED IN SUBSECTION (8)(b)(II) OF THIS
11	SECTION, ON OR BEFORE JUNE 1 OF A YEAR FOLLOWING A PERFORMANCE
12	YEAR, AN OWNER OF A COVERED BUILDING SHALL SUBMIT TO THE OFFICE
13	A REPORT, IN A FORM AND MANNER DETERMINED BY THE OFFICE,
14	DEMONSTRATING THAT, IN THE MOST RECENT PERFORMANCE YEAR, THE
15	COVERED BUILDING MET THE PERFORMANCE STANDARDS SET FORTH IN
16	SUBSECTION $(8)(c)$ OR $(8)(d)$ OF THIS SECTION OR, IF THE COMMISSION BY
17	RULE MODIFIES THE PERFORMANCE STANDARDS PURSUANT TO SUBSECTION
18	(10) OF THIS SECTION, THE MODIFIED PERFORMANCE STANDARDS SET
19	FORTH IN THE COMMISSION'S RULES.
20	(II) FOR A COVERED BUILDING OWNED BY THE STATE, A LOCAL
21	GOVERNMENT, A SPECIAL DISTRICT REGULATED UNDER TITLE 32, A STATE
22	INSTITUTION OF HIGHER EDUCATION, A SCHOOL DISTRICT CREATED
23	PURSUANT TO ARTICLE 30 OF TITLE 22, OR A CHARTER SCHOOL
24	AUTHORIZED PURSUANT TO PART 1 OF ARTICLE 30.5 OF TITLE 22, THE
25	OWNER NEED COMPLY WITH THE PERFORMANCE REQUIREMENTS SET FORTH
26	IN THIS SUBSECTION (8) ONLY IF THE OWNER COMPLETES WORK ON A
27	CONSTRUCTION OR RENOVATION PROJECT THAT HAS AN ESTIMATED COST

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1	OF AT LEAST FIVE HUNDRED THOUSAND DOLLARS AND IMPACTS AT LEAST
2	TWENTY-FIVE PERCENT OF THE COVERED BUILDING'S SQUARE FOOTAGE.
3	(c) For Performance year 2026, an owner of a covered
4	BUILDING SHALL DEMONSTRATE IN ACCORDANCE WITH THE REPORTING
5	REQUIREMENT SET FORTH IN SUBSECTION $(8)(b)(I)$ of this section that
6	THE COVERED BUILDING MET ONE OR MORE OF THE FOLLOWING
7	PERFORMANCE STANDARDS OR THE PERFORMANCE STANDARD SET FORTH
8	IN SUBSECTION $(8)(d)$ OF THIS SECTION:
9	$(I)\ The covered \ building \ received \ an \ Energy \ Star \ score \ of:$
10	(A) SEVENTY-FIVE OR HIGHER; OR
11	(B) FIFTEEN POINTS HIGHER THAN THE ENERGY STAR SCORE THAT
12	THE COVERED BUILDING RECEIVED DURING ITS MOST RECENT BASELINE
13	YEAR;
14	(II) THE COVERED BUILDING'S WEATHER-NORMALIZED SITE AND
15	SOURCE ENERGY-USE INTENSITY WAS REDUCED BY AT LEAST FIFTEEN
16	PERCENT COMPARED TO ITS PERFORMANCE DURING THE MOST RECENT
17	BASELINE YEAR;
18	(III) THE COVERED BUILDING'S ENERGY-USE INTENSITY MET OR
19	SURPASSED:
20	(A) THE SECTOR-SPECIFIC AND CLIMATE-ZONE-SPECIFIC TARGET
21	DETERMINED BY THE COMMISSION BY RULE; OR
22	(B) IF THE COMMISSION HAS NOT YET PROMULGATED A RULE
23	ESTABLISHING THE TARGET DESCRIBED IN SUBSECTION $(8)(c)(III)(A)$ of
24	THIS SECTION, THE TWENTY-FIFTH PERCENTILE SECTOR-SPECIFIC AND
25	CLIMATE-ZONE-SPECIFIC TARGET CONTAINED IN THE MOST RECENT
26	EDITION OF ANSI/ASHRAE/IES STANDARD 100-2018, "ENERGY
27	EFFICIENCY IN EXISTING BUILDINGS", OR ITS SUCCESSOR STANDARD; OR

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1	(IV) THE COVERED BUILDING IS A MIXED-USE PROPERTY AND THE
2	OWNER OF THE COVERED BUILDING SUBMITS PROOF THAT THE COVERED
3	BUILDING MEETS OR EXCEEDS THE ENERGY-USE INTENSITY STANDARD SET
4	FORTH IN SUBSECTION $(8)(c)(III)$ OF THIS SECTION, AS DETERMINED BY A
5	WEIGHTED AVERAGE OF SQUARE FOOTAGE BY FUNCTION OR USE.
6	(d) As an alternative to the performance standards set
7	FORTH IN SUBSECTION (8)(c) OF THIS SECTION, AN OWNER MAY COMPLY
8	WITH THE PERFORMANCE STANDARD REQUIREMENT FOR PERFORMANCE
9	YEAR 2026 by demonstrating that, for at least four of the five
10	YEARS IMMEDIATELY AFTER THE MOST RECENT BASELINE YEAR, AT LEAST
11	FIFTY PERCENT OF THE COVERED BUILDING'S ELECTRICITY WAS
12	GENERATED FROM RENEWABLE ENERGY AND:
13	$(I)\ The \ covered \ building \ received \ an \ Energy \ Star \ score \ of:$
14	(A) SIXTY-FIVE OR HIGHER; OR
15	(B) TEN POINTS HIGHER THAN THE ENERGY STAR SCORE THAT THE
16	COVERED BUILDING RECEIVED DURING ITS MOST RECENT BASELINE YEAR;
17	(II) THE COVERED BUILDING'S WEATHER-NORMALIZED SITE AND
18	SOURCE ENERGY-USE INTENSITY WAS REDUCED BY AT LEAST TEN PERCENT
19	COMPARED TO ITS PERFORMANCE DURING THE MOST RECENT BASELINE
20	YEAR; OR
21	(III) THE COVERED BUILDING'S ENERGY-USE INTENSITY WAS
22	WITHIN TEN PERCENT OF:
23	(A) THE SECTOR-SPECIFIC AND CLIMATE-ZONE-SPECIFIC TARGET
24	DETERMINED BY THE COMMISSION BY RULE;
25	(B) IF THE COMMISSION HAS NOT YET PROMULGATED A RULE
26	ESTABLISHING THE TARGET DESCRIBED IN SUBSECTION $(8)(d)(III)(A)$ of
27	THIS SECTION, THE TWENTY-FIFTH PERCENTILE SECTOR-SPECIFIC AND

-18- 1286

1	CLIMATE-ZONE-SPECIFIC TARGET CONTAINED IN ANSI/ASHRAE/IES
2	STANDARD 100-2018, "ENERGY EFFICIENCY IN EXISTING BUILDINGS", OR
3	ITS SUCCESSOR STANDARD; OR
4	(C) IF THE COVERED BUILDING IS A MIXED-USE PROPERTY, THE
5	SECTOR-SPECIFIC AND CLIMATE-ZONE-SPECIFIC TARGET DETERMINED BY
6	THE COMMISSION BY RULE OR, IF THE COMMISSION HAS NOT YET
7	PROMULGATED A RULE ESTABLISHING THE TARGET, BY THE STANDARD
8	REFERENCED IN SUBSECTION (8)(d)(III)(B) OF THIS SECTION, AS
9	DETERMINED BY A WEIGHTED AVERAGE OF SQUARE FOOTAGE BY FUNCTION
10	OR USE.
11	(e) IN SUBMITTING A PERFORMANCE REPORT DEMONSTRATING
12	THAT A COVERED BUILDING HAS MET PERFORMANCE STANDARDS, THE
13	OWNER OF THE COVERED BUILDING MAY SUBSTITUTE A YEAR WITHIN TWO
14	YEARS BEFORE OR AFTER THE RELEVANT BASELINE YEAR AS THE YEAR TO
15	WHICH THE PERFORMANCE YEAR MAY BE COMPARED.
16	(f) The following may comply with this subsection (8)
17	COLLECTIVELY AT THE CAMPUS-WIDE LEVEL:
18	(I) THE OWNER OF MULTIPLE COVERED BUILDINGS THAT ARE PART
19	OF A MASTER METERED GROUP OF BUILDINGS WITHOUT SUBMETERING;
20	(II) THE OWNER OF A CORRECTIONAL FACILITY; AND
21	(III) THE OWNER OF A STATE INSTITUTION OF HIGHER EDUCATION.
22	(9) Performance standard waivers or extensions of time.
23	(a) For Performance year 2026 and, if extended by the
24	COMMISSION BY RULE PURSUANT TO SUBSECTION (10) OF THIS SECTION,
25	FOR SUBSEQUENT PERFORMANCE YEARS, THE OFFICE SHALL GRANT AN
26	OWNER OF A COVERED BUILDING A WAIVER FROM THE REQUIREMENT TO
27	MEET THE PERFORMANCE STANDARDS BY DEMONSTRATING IN THE

-19- 1286

1	PERFORMANCE REPORT THAT:
2	(I) IN THE MOST RECENT FIVE YEARS, THE OFFICE GRANTED A
3	WAIVER FROM BENCHMARKING REPORTING FOR THE COVERED BUILDING
4	IN AT LEAST TWO OF THE FIVE YEARS;
5	(II) IN AT LEAST TWO OF THE MOST RECENT FIVE YEARS, THE
6	COVERED BUILDING MET ONE OR MORE OF THE CONDITIONS FOR FINANCIAL
7	HARDSHIP;
8	(III) THE COVERED BUILDING IS A TENANT-OWNED MULTIFAMILY
9	RESIDENTIAL BUILDING;
10	(IV) AT LEAST SIXTY-SIX PERCENT OF THE RESIDENTIAL TENANTS
11	IN THE COVERED BUILDING HAVE A HOUSEHOLD INCOME THAT IS LESS
12	THAN EIGHTY PERCENT OF THE AREA MEDIAN INCOME;
13	(\overline{V}) The covered building is designated a historic property
14	UNDER FEDERAL, STATE, OR LOCAL LAW OR REGISTRY AND:
15	(A) THE COVERED BUILDING WAS BUILT BEFORE 1950;
16	(B) THE OWNER OF THE COVERED BUILDING SUBMITS PROOF THAT
17	THE OWNER CANNOT PERFORM ANY ADDITIONAL ENERGY EFFICIENCY
18	UPGRADES IN WHICH THE INITIAL COSTS OF THE UPGRADES COULD BE
19	RECOVERED FROM ENERGY BILL SAVINGS IN FEWER THAN FIVE YEARS
20	WITHOUT JEOPARDIZING THE HISTORIC DESIGNATION OR STRUCTURAL
21	INTEGRITY OF THE PROPERTY; AND
22	(C) THE OWNER SUBMITS PROOF THAT THE COVERED BUILDING HAS
23	BEEN COMMISSIONED OR RECOMMISSIONED SINCE THE MOST RECENT
24	BASELINE YEAR IN ACCORDANCE WITH ANSI/ASHRAE/IES STANDARD
25	202-2018, "Commissioning Process for Buildings and Systems", or
26	ITS SUCCESSOR STANDARD; OR
27	(VI) IN OR AFTER THE MOST RECENT BASELINE YEAR, THE

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2	OWNER SUBMITS PROOF TO THE OFFICE THAT THE COVERED BUILDING WAS
3	CONSTRUCTED TO MEET OR SURPASS THE EFFICIENCY LEVELS IN ONE OF
4	THE FOLLOWING:
5	(A) ONE OF THE TWO MOST RECENT EDITIONS OF THE
6	INTERNATIONAL CODE COUNCIL'S, OR ITS SUCCESSOR ORGANIZATION'S,
7	INTERNATIONAL ENERGY CONSERVATION CODE;
8	(B) ANSI/ASHRAE/IES STANDARD 90.1-2019, "ENERGY
9	STANDARD FOR BUILDINGS EXCEPT LOW-RISE RESIDENTIAL BUILDINGS",
10	OR ITS SUCCESSOR STANDARD; OR
11	(C) ANSI/ASHRAE STANDARD 90.2-2018, "ENERGY-EFFICIENT
12	DESIGN OF LOW-RISE RESIDENTIAL BUILDINGS", OR ITS SUCCESSOR
13	STANDARD OR CODE.
14	(b) An owner of a covered building may request an
15	EXTENSION OF TIME FROM THE OFFICE IF THE OWNER SUBMITS
16	DOCUMENTATION TO THE OFFICE DEMONSTRATING THAT:
17	$(I)\ AFTER\ THE\ MOST\ RECENT\ BASELINE\ YEAR, THE\ BENCHMARKING$
18	TOOL CONDUCTED A LARGE-SCALE RECALIBRATION, RENDERING THE
19	COVERED BUILDING'S ENERGY STAR SCORE INSUFFICIENT TO MEET THE
20	PERFORMANCE STANDARDS SET FORTH IN SUBSECTION (8) OF THIS
21	SECTION;
22	(II) THE PRIMARY FUNCTION OF THE BUILDING HAS CHANGED SINCE
23	THE LAST PERFORMANCE YEAR; OR
24	(III) THE BUILDING CHANGED OWNERSHIP SINCE THE MOST RECENT
25	BASELINE YEAR.
26	(10) Performance standard rules - task force
27	recommendations for implementation - repeal. (a) (I) NO LATER THAN

COVERED BUILDING RECEIVED A CERTIFICATE OF OCCUPANCY AND THE

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1	NOVEMBER 1, 2021, THE DIRECTOR OF THE OFFICE SHALL APPOINT,
2	CONVENE, AND FACILITATE A TASK FORCE TO DEVELOP AND PROVIDE
3	CONSENSUS RECOMMENDATIONS TO THE COMMISSION, THE GENERAL
4	ASSEMBLY, AND THE GOVERNOR ON MODIFICATIONS TO THE
5	IMPLEMENTATION OF BENCHMARKING AND PERFORMANCE STANDARDS.
6	(II) THE TASK FORCE MAY CONSIDER RECOMMENDATIONS RELATED
7	TO:
8	(A) WORKFORCE AVAILABILITY AND DEVELOPMENT RELATED TO
9	BUILDING ENERGY PERFORMANCE;
10	(B) FINANCIAL AND NONFINANCIAL COSTS AND BENEFITS OF
11	UPGRADED BUILDING ENERGY PERFORMANCE;
12	(C) AVAILABILITY OF PROGRAMS, TECHNICAL ASSISTANCE, AND
13	INCENTIVES TO SUPPORT BUILDING OWNERS, UTILITIES, AND LOCAL
14	GOVERNMENTS;
15	(D) OPPORTUNITIES TO IMPROVE COMMERCIAL BUILDING ENERGY
16	USE IN COLORADO; AND
17	(E) FUTURE ACTIONS THAT THE COMMISSION AND THE GENERAL
18	ASSEMBLY MAY TAKE RELATED TO IMPLEMENTING THE BENCHMARKING
19	AND PERFORMANCE STANDARDS.
20	(III) THE TASK FORCE SHALL DEVELOP AND DELIVER TO THE
21	COMMISSION, THE GENERAL ASSEMBLY, AND THE GOVERNOR:
22	(A) INTERIM CONSENSUS RECOMMENDATIONS NO LATER THAN
23	DECEMBER 1, 2022; AND
24	(B) FINAL CONSENSUS RECOMMENDATIONS NO LATER THAN
25	DECEMBER 1, 2024.
26	(IV) THE TASK FORCE CONSISTS OF THE FOLLOWING MEMBERS:
27	(A) THE DIRECTOR OF THE OFFICE OR THE DIRECTOR'S DESIGNEE;

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1	(B) THE DIRECTOR OF ENVIRONMENTAL PROGRAMS IN THE
2	DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT OR THE DIRECTOR'S
3	DESIGNEE;
4	(C) Two members who are building owners or who
5	REPRESENT BUILDING OWNERS, WITH ONE REPRESENTING COMMERCIAL
6	BUILDINGS AND ONE REPRESENTING MULTIFAMILY RESIDENTIAL
7	BUILDINGS;
8	(D) Two members who have direct experience in, or are
9	MEMBERS OF ORGANIZATIONS REPRESENTING WORKERS IN, MECHANICAL,
10	PLUMBING, OR ELECTRICAL WORK;
11	(E) Two members representing design professionals,
12	DEVELOPERS, BUILDING ENGINEERS, CONSTRUCTION ORGANIZATIONS, OR
13	BUILDING CONTRACTORS;
14	(F) Two members of environmental conservation or
15	ENVIRONMENTAL JUSTICE GROUPS WITH EXPERIENCE IN ENERGY
16	EFFICIENCY OR THE BUILT ENVIRONMENT;
17	(G) ONE MEMBER FROM A LOCAL GOVERNMENT THAT HAS
18	ENACTED OR ADOPTED A BENCHMARKING OR BUILDING ENERGY
19	PERFORMANCE ORDINANCE OR RESOLUTION; AND
20	(H) ONE MEMBER FROM A LOCAL GOVERNMENT THAT HAS NOT
21	ENACTED OR ADOPTED A BENCHMARKING OR BUILDING ENERGY
22	PERFORMANCE ORDINANCE OR RESOLUTION.
23	(V) This subsection (10)(a) is repealed, effective July 1,
24	2025.
25	(b) On or after December 1, 2026, but no later than
26	DECEMBER 1, 2027, THE COMMISSION, AFTER CONSULTATION WITH
27	AFFECTED STAKEHOLDERS, SHALL PROMULGATE RULES TO EITHER EXTEND

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1	OR MODIFY THE PERFORMANCE STANDARDS, WAIVERS, OR EXTENSIONS OF
2	TIME SET FORTH IN SUBSECTIONS $(8)(c)$, $(8)(d)$, $(9)(a)$, AND $(9)(b)$ OF THIS
3	SECTION TO REQUIRE ALL COVERED BUILDINGS, IN THE AGGREGATE, TO
4	ACHIEVE OR EXCEED TWENTY PERCENT ENERGY AND GREENHOUSE GAS
5	REDUCTIONS AS MEASURED IN 2031 COMPARED TO THE ENERGY AND
6	GREENHOUSE GAS LEVELS IN 2021.
7	(c) On or before December 1 of each subsequent baseline
8	YEAR THROUGH 2047, THE COMMISSION, AFTER CONSULTATION WITH
9	AFFECTED STAKEHOLDERS, SHALL PROMULGATE RULES TO EXTEND OR
10	MODIFY THE PERFORMANCE STANDARDS TO ACHIEVE OR EXCEED EMISSION
11	REDUCTIONS THAT ARE CONSISTENT WITH THE STATEWIDE
12	GREENHOUSE-GAS-EMISSION-REDUCTION TARGETS SET FORTH IN SECTION
13	25-7-102 (2)(g).
14	(d) The calculation of greenhouse gas reductions
15	PURSUANT TO THIS SUBSECTION (10) MUST NOT INCLUDE SAVINGS FROM
16	SYSTEM-WIDE DECARBONIZATION OF ELECTRICITY OR NATURAL GAS
17	UTILITY GRIDS, BUT THE REDUCTIONS MAY INCLUDE SAVINGS FROM
18	UTILITY OR LOCAL ENERGY EFFICIENCY PROGRAMS.
19	(e) THE COMMISSION'S RULES MUST NOT UNDULY BURDEN ANY OF
20	THE FOLLOWING BUILDINGS:
21	(I) HIGH-PERFORMANCE BUILDINGS;
22	(II) TENANT-OWNED MULTIFAMILY RESIDENTIAL BUILDINGS;
23	(III) RESIDENTIAL BUILDINGS PRIMARILY USED TO HOUSE
24	LOW-INCOME HOUSEHOLDS;
25	(IV) Properties built before 1950 that have been
26	DESIGNATED HISTORIC PROPERTIES; OR
27	(V) BUILDINGS OWNED BY A LOCAL GOVERNMENT.

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1	(f) On or after June 1, 2029, but before June 1, 2030, the
2	COMMISSION SHALL COMMENCE A RULE-MAKING PROCEEDING TO
3	CONSIDER REDUCING THE SIZE THRESHOLD OF A COVERED BUILDING FOR
4	PURPOSES OF MEETING THE PERFORMANCE STANDARDS SET FORTH IN
5	SUBSECTION (8) OF THIS SECTION OR RULES PROMULGATED PURSUANT TO
6	THIS SUBSECTION (10). THE COMMISSION MAY ADOPT SUBSEQUENT RULES
7	TO LOWER THE SIZE THRESHOLD.
8	(g) THE COMMISSION SHALL NOT ADOPT RULES TO RESCIND OR
9	MODIFY THE EXEMPTIONS FOR LOCAL GOVERNMENTS AND DISTRICTS FROM
10	PAYMENT OF THE ANNUAL FEE, AS SET FORTH IN SECTION 24-38.5-110
11	(1)(e)(II), or the exemptions for local governments and districts
12	FROM PAYMENT OF CIVIL PENALTIES, AS SET FORTH IN SECTION 25-7-122
13	(1)(i).
14	(11) Saving clause. This section does not restrict:
15	(a) THE ABILITY OF A QUALIFYING UTILITY TO PROVIDE INCENTIVES
16	OR OTHER ENERGY EFFICIENCY PROGRAM SERVICES FOR COVERED
17	BUILDINGS;
18	(b) The ability of an investor-owned utility to take credit,
19	AS DEEMED APPROPRIATE BY THE PUBLIC UTILITIES COMMISSION, FOR
20	ENERGY OR GREENHOUSE GAS EMISSION SAVINGS ACHIEVED FOR COVERED
21	BUILDINGS;
22	(c) THE ABILITY OF A QUALIFIED UTILITY TO SET AN AGGREGATION
23	THRESHOLD THAT IS LESS THAN FOUR; OR
24	(d) A LOCAL GOVERNMENT FROM ADOPTING OR IMPLEMENTING AN
25	ORDINANCE OR RESOLUTION THAT IMPOSES MORE STRINGENT
26	BENCHMARKING OR PERFORMANCE STANDARD REQUIREMENTS.
27	SECTION 2. In Colorado Revised Statutes, 24-38.5-102.4,

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I	amend $(2)(b)(VII)$; and add $(2)(b)(VII.5)$ as follows:
2	24-38.5-102.4. Energy fund - creation - use of fund -
3	definitions - repeal. (2) (b) The Colorado energy office may expend
4	money from the energy fund:
5	(VII) To educate the general public on energy issues and
6	opportunities; and
7	(VII.5) TO IMPLEMENT THE BUILDING PERFORMANCE PROGRAM
8	DEFINED IN SECTION $24-38.5-110(2)(b)$ AND DESCRIBED IN THAT SECTION
9	AND SECTION 25-7-142; AND
10	SECTION 3. In Colorado Revised Statutes, add 24-38.5-102.6
11	and 24-38.5-110 as follows:
12	24-38.5-102.6. Climate change mitigation and adaptation fund
13	- creation - use. (1) The climate change mitigation and adaptation
14	FUND, REFERRED TO IN THIS SECTION AS THE "FUND", IS HEREBY CREATED
15	IN THE STATE TREASURY. THE FUND CONSISTS OF:
16	(a) CIVIL PENALTIES CREDITED TO THE FUND PURSUANT TO
17	SECTION 25-7-122 (1)(i)(III);
18	(b) Building performance program fees credited to the
19	FUND PURSUANT TO SECTION 24-38.5-110 (1)(e), WHICH FEES MUST BE
20	SEPARATELY ACCOUNTED FOR IN THE FUND;
21	(c) Gifts, grants, and donations made to the Colorado
22	ENERGY OFFICE TO HELP FINANCE ITS ADMINISTRATION OF CLIMATE
23	CHANGE MITIGATION OR ADAPTATION PROGRAMS AND POLICIES;
24	(d) ANY MONEY THAT THE GENERAL ASSEMBLY MAY APPROPRIATE
25	OR TRANSFER TO THE FUND; AND
26	(e) ANY OTHER MONEY CREDITED TO THE FUND.
27	(2) MONEY IN THE FUND IS CONTINUOUSLY APPROPRIATED TO THE

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

COLORADO ENERGY OFFICE FOR THE PURPOSE OF FINANCING AND

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1	ENERGY PERFORMANCE PROGRAM, INCLUDING THE COORDINATION OF
2	REPORTING REQUIREMENTS.
3	(e) (I) EXCEPT AS PROVIDED IN SUBSECTION (1)(e)(II) OF THIS
4	SECTION, TO FINANCE THE OFFICE'S ADMINISTRATION OF THE BUILDING
5	PERFORMANCE PROGRAM, THE OFFICE SHALL COLLECT FROM EACH OWNER
6	OF A COVERED BUILDING AN ANNUAL FEE OF ONE HUNDRED DOLLARS PER
7	COVERED BUILDING. THE OFFICE SHALL TRANSFER THE FEES COLLECTED
8	TO THE STATE TREASURER, WHO SHALL CREDIT THEM TO THE CLIMATE
9	CHANGE MITIGATION AND ADAPTATION FUND CREATED IN SECTION
10	24-38.5-102.6.
11	(II) THE FOLLOWING ENTITIES ARE EXEMPT FROM PAYING THE
12	ANNUAL FEE DESCRIBED IN SUBSECTION $(1)(e)(I)$ OF THIS SECTION:
13	(A) A STATUTORY OR HOME RULE CITY, CITY AND COUNTY, OR
14	COUNTY; OR
15	(B) A DISTRICT OR SPECIAL DISTRICT GOVERNED BY TITLE 32.
16	(2) AS USED IN THIS SECTION, UNLESS THE CONTEXT OTHERWISE
17	REQUIRES:
18	(a) "BENCHMARKING DATA" HAS THE MEANING SET FORTH IN
19	SECTION 25-7-142 $(2)(g)$.
20	(b) "BUILDING PERFORMANCE PROGRAM" MEANS THE
21	BENCHMARKING AND PERFORMANCE STANDARD REQUIREMENTS SET
22	FORTH IN SECTION 25-7-142 (3) AND (8).
23	(c) "COLORADO ENERGY OFFICE" OR "OFFICE" MEANS THE
24	COLORADO ENERGY OFFICE CREATED IN SECTION 24-38.5-101.
25	(d) "COVERED BUILDING" HAS THE MEANING SET FORTH IN SECTION
26	25-7-142 (2)(m).
27	(e) "OWNER" HAS THE MEANING SET FORTH IN SECTION 25-7-142

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1	(2)(v).
2	SECTION 4. In Colorado Revised Statutes, 25-7-122, add (1)(i)
3	as follows:
4	25-7-122. Civil penalties - rules - definitions. (1) Upon
5	application of the division, the division may collect penalties as
6	determined under this article 7 by instituting an action in the district court
7	for the district in which the air pollution source affected is located, in
8	accordance with the following provisions:
9	(i) (I) On and after January 1, 2024, and except as provided
10	IN SUBSECTION (1)(i)(II) OF THIS SECTION, AN OWNER OF A COVERED
11	BUILDING THAT VIOLATES SECTION $25-7-142(3)$ or (6) is subject to a
12	CIVIL PENALTY OF UP TO FIVE HUNDRED DOLLARS FOR A FIRST VIOLATION
13	AND UP TO TWO THOUSAND DOLLARS FOR EACH SUBSEQUENT VIOLATION.
14	AN OWNER OF A COVERED BUILDING THAT VIOLATES SECTION 25-7-142 (8)
15	IS SUBJECT TO A CIVIL PENALTY OF UP TO TWO THOUSAND DOLLARS FOR A
16	FIRST VIOLATION AND UP TO FIVE THOUSAND DOLLARS FOR A SUBSEQUENT
17	VIOLATION.
18	(II) THE DIVISION SHALL NOT ASSESS A CIVIL PENALTY WITH
19	REGARD TO A BUILDING OWNED BY:
20	(A) THE STATE;
21	(B) A STATUTORY OR HOME RULE CITY, CITY AND COUNTY, OR
22	COUNTY;
23	(C) A SCHOOL DISTRICT AS DEFINED IN SECTION 22-11-103 (29);
24	(D) A STATE INSTITUTION OF HIGHER EDUCATION AS DEFINED IN
25	SECTION 23-1-108 (7)(g)(II), BUT INCLUDING THE AURARIA HIGHER
26	EDUCATION CENTER GOVERNED PURSUANT TO ARTICLE $70\mathrm{of}$ TITLE $23;$ or
27	(E) A DISTRICT OR SPECIAL DISTRICT GOVERNED BY TITLE 32.

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1	(III) NOTWITHSTANDING SECTION 25-7-129, THE DIVISION SHALL
2	TRANSMIT CIVIL PENALTIES COLLECTED PURSUANT TO THIS SUBSECTION
3	(1)(i) TO THE STATE TREASURER, WHO SHALL CREDIT THEM TO THE
4	CLIMATE CHANGE MITIGATION AND ADAPTATION FUND CREATED IN
5	SECTION 24-38.5-102.6.
6	(IV) AS USED IN THIS SUBSECTION (1)(i):
7	(A) "COVERED BUILDING" HAS THE MEANING SET FORTH IN
8	SECTION 25-7-142 (2)(m).
9	(B) "GROSS FLOOR AREA" HAS THE MEANING SET FORTH IN
10	SECTION 25-7-142 (2)(s).
11	(C) "OWNER" HAS THE MEANING SET FORTH IN SECTION 25-7-142
12	(2)(v).
13	SECTION 5. In Colorado Revised Statutes, 29-12.5-101, amend
14	(3) introductory portion, (3)(f), and (3)(h); and repeal (3)(g) as follows:
15	29-12.5-101. Definitions. As used in this article 12.5:
16	(3) "Energy performance contract" means a contract for
17	evaluations, recommendations, or implementation of one or more energy
18	saving measures designed to produce utility costs COST savings, operation
19	and maintenance cost savings, or vehicle fleet operational and fuel cost
20	savings, which contract:
21	(f) Requires such A board, upon termination or expiration of the
22	contract, to return to such THE party any moneys MONEY THAT THE PARTY
23	deposited with such THE board that are AND DID not forfeited FORFEIT to
24	such THE board pursuant to paragraph (e) of this subsection (3)
25	SUBSECTION (3)(e) OF THIS SECTION; AND
26	(g) Requires that not less than one-tenth of all payments, except
27	payments for maintenance and repairs and obligations on the termination

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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 6. 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.

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