

**Second Regular Session
Seventy-fourth General Assembly
STATE OF COLORADO**

ENGROSSED

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

LLS NO. 24-1061.01 Rebecca Bayetti x4348

HOUSE BILL 24-1422

HOUSE SPONSORSHIP

Bird and Taggart, Sirota

SENATE SPONSORSHIP

Zenzinger and Kirkmeyer, Bridges

House Committees
Appropriations

Senate Committees

A BILL FOR AN ACT

101 **CONCERNING THE COST THRESHOLD OF CONTROLLED MAINTENANCE**
102 **PROJECTS FOR CAPITAL RENEWAL.**

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/>.)

Joint Budget Committee. The bill increases the cost threshold above which a controlled maintenance project of real property is deemed to be "capital renewal" (cost threshold). The cost threshold is increased from \$2 million to \$5 million. The bill also requires the department of personnel to adjust the cost threshold for inflation every 3 years beginning on January 1, 2029, and to publish the cost threshold on its website.

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
Capital letters or bold & italic numbers indicate new material to be added to existing law.
Dashes through the words or numbers indicate deletions from existing law.

HOUSE
2nd Reading Unamended
March 28, 2024

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

2 **SECTION 1.** In Colorado Revised Statutes, 24-30-1301, **amend**
3 (3) as follows:

4 **24-30-1301. Definitions.** As used in this part 13, unless the
5 context otherwise requires:

6 (3) (a) "Capital renewal" means a controlled maintenance project
7 of real property or more than one integrated controlled maintenance
8 ~~projects~~ PROJECT of real property with costs exceeding ~~two~~ FIVE million
9 dollars in a fiscal year ~~and~~ that is more cost effective or better addressed
10 by corrective repairs or replacement to the real property rather than by
11 limited fixed equipment repair, replacement, or smaller individual
12 controlled maintenance projects.

13 (b) BEGINNING ON JANUARY 1, 2029, AND ON JANUARY 1 OF
14 EVERY THREE-YEAR PERIOD THEREAFTER, THE DEPARTMENT SHALL
15 ADJUST THE CAPITAL RENEWAL COST THRESHOLD FOR INFLATION IN
16 ACCORDANCE WITH THE PERCENTAGE CHANGE OVER THE PRECEDING
17 THREE-YEAR PERIOD IN THE UNITED STATES DEPARTMENT OF LABOR
18 BUREAU OF LABOR STATISTICS PRODUCER PRICE INDEX FOR THE BUILDING
19 MATERIALS AND SUPPLIES DEALERS INDUSTRY, OR ITS SUCCESSOR INDEX.
20 THE DEPARTMENT SHALL PUBLISH THE ADJUSTED CAPITAL RENEWAL COST
21 THRESHOLD ON ITS WEBSITE.

22 **SECTION 2. Act subject to petition - effective date -**
23 **applicability.** (1) This act takes effect at 12:01 a.m. on the day following
24 the expiration of the ninety-day period after final adjournment of the
25 general assembly; except that, if a referendum petition is filed pursuant
26 to section 1 (3) of article V of the state constitution against this act or an

1 item, section, or part of this act within such period, then the act, item,
2 section, or part will not take effect unless approved by the people at the
3 general election to be held in November 2024 and, in such case, will take
4 effect on the date of the official declaration of the vote thereon by the
5 governor.

6 (2) This act applies to controlled maintenance projects of real
7 property commencing on or after the applicable effective date of this act.