NOTE: This bill has been prepared for the signatures of the appropriate legislative officers and the Governor. To determine whether the Governor has signed the bill or taken other action on it, please consult the legislative status sheet, the legislative history, or the Session Laws.



**HOUSE BILL 18-1073** 

BY REPRESENTATIVE(S) Gray, Arndt, Esgar, Hansen, McKean, Michaelson Jenet, Pabon, Young; also SENATOR(S) Gardner, Baumgardner, Cooke, Crowder, Jahn, Marble, Martinez Humenik, Priola, Scott, Sonnenberg, Tate, Grantham.

CONCERNING WATER DISTRICTS' ABILITY TO ENTER INTO CONTRACTS REGARDING THEIR WATER-RELATED ASSETS.

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

**SECTION 1.** In Colorado Revised Statutes, **amend** 37-45-131 as follows:

37-45-131. Sale of water by contract. The board may sell, lease, or otherwise dispose of the use of water OR CAPACITY IN WORKS by term contracts or by contracts for the perpetual use of such THE water OR WORKS to public corporations, DISTRICTS, AS THAT TERM IS DEFINED IN SECTION 37-45.1-102 (1), UTILITIES, persons, mutual ditch companies, water users' associations, and other private corporations for irrigation, domestic, MUNICIPAL, INDUSTRIAL, or commercial, use OR OTHER AUTHORIZED USES as shall be provided by contracts, in writing, authorized and entered into by the board. and The board shall require that security be given to secure the payments to be made under such THE contracts, WHICH SECURITY MAY

INCLUDE THE SECURITY SPECIFIED IN SECTION 37-45-132 OR SUCH OTHER SECURITY AS THE BOARD DETERMINES TO BE APPROPRIATE. THE CONTRACTS MAY INCLUDE THE CONTRACTUAL PROVISIONS SPECIFIED IN SECTION 31-35-402 (1)(h) AS DETERMINED BY THE BOARD.

**SECTION 2.** In Colorado Revised Statutes, 37-45.1-106, add (4) as follows:

**37-45.1-106. Contracts.** (4) A DISTRICT OR ITS WATER ACTIVITY ENTERPRISE MAY CONTRACT WITH ANY OTHER PERSON, INCLUDING A DISTRICT OR A WATER ACTIVITY ENTERPRISE OF ANOTHER DISTRICT, FOR THE USE OF WATER OR A WATER PROJECT OR FACILITY, WHICH CONTRACT MAY CONTAIN PROVISIONS SPECIFIED IN SECTION 31-35-402 (1)(h) AS DETERMINED BY THE DISTRICT OR WATER ACTIVITY ENTERPRISE.

**SECTION 3.** 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 (August 8, 2018, if adjournment sine die is on May 9, 2018); 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 2018 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.	
Crisanta Duran	Kevin J. Grantham
SPEAKER OF THE HOUSE	PRESIDENT OF
OF REPRESENTATIVES	THE SENATE
Marilyn Eddins	Effie Ameen
CHIEF CLERK OF THE HOUSE	SECRETARY OF
OF REPRESENTATIVES	THE SENATE
APPROVED	
John W. Hickenlooper	
GOVERNOR OF THE S	STATE OF COLORADO