

**First Regular Session  
Seventy-fifth General Assembly  
STATE OF COLORADO**

**INTRODUCED**

LLS NO. 25-0930.05 Pierce Lively x2059

**SENATE BILL 25-310**

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**SENATE SPONSORSHIP**

**Kirkmeyer and Bridges**, Amabile

**HOUSE SPONSORSHIP**

**Bird and Taggart**, Sirota

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**Senate Committees**  
Appropriations

**House Committees**

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**A BILL FOR AN ACT**

101 **CONCERNING THE IMPLEMENTATION OF PROPOSITION 130.**

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**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.** At the November 2024 statewide election, voters approved proposition 130, which requires the state to provide \$350 million in additional funding to local law enforcement agencies to improve recruitment, training, and retention of local law enforcement officers and to provide a \$1 million death benefit to the family of a first responder who is killed in the line of duty. The bill modifies and implements proposition 130.

The bill creates the peace officer training and support fund (fund).

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.

The bill establishes a formula by which the department of public safety (department) disburses \$350 million in additional funding to local law enforcement agencies from the fund for permissible purposes. Permissible purposes include the recruitment of peace officers, the hiring of additional peace officers to address specific geographic areas or specific types of criminal activity, the initial and continuing education and training for peace officers, and the compensation of peace officers. No later than January 15, 2026, the department is required to adopt policies and procedures to assist in the determination whether the expenditure of money received from the fund is for a permissible purpose.

Beginning July 1, 2026, the formula requires the department to disburse an amount to each law enforcement agency equal to the total of \$15,000 and an amount multiplied by the number of P.O.S.T.-certified officers, noncertified deputy sheriffs, and detention officers budgeted by a local government for the law enforcement agency. Law enforcement agencies and local governments may not use these funds to supplant or supplement other spending. Local governments must include evidence of compliance with the supplanting and supplementing requirement in their annual audit and provide a copy of this audit to the department. The department must review an audit provided by a local government for compliance with the requirements of the bill.

The bill also establishes funding for the fund. First, the bill directs the state treasurer to transfer \$15 million from the general fund to the fund on July 1, 2026. Second, the bill directs the state treasurer to issue a warrant from the general fund of \$500 million to the public employees' retirement association (PERA) on July 1, 2025. Beginning July 1, 2027, until the state treasurer has transferred a total of \$350 million from the general fund to the fund:

- The amount of each annual direct distribution made by the state to PERA is reduced by the amount of PERA's earnings from the \$500 million, up to a maximum of \$35 million; and
- The state treasurer annually transfers an amount equal to the amount of PERA's earnings from the \$500 million, up to a maximum of \$35 million, from the general fund to the fund.

However, beginning July 1, 2027, and each July 1 thereafter until the state treasurer has transferred a total of \$350 million from the general fund to the fund, the state treasurer is required to transfer at least \$15 million from the general fund to the fund regardless of the amount of PERA's earnings from the \$500 million.

The bill clarifies that the \$500 million in the warrant that the state treasurer transfers to PERA is included in the general fund reserve. Accordingly, the bill prohibits a future general assembly from lowering the general fund reserve to an amount less than \$1 billion. If the general

assembly does so reduce the reserve, the general assembly shall also make corresponding reductions to the direct distributions made by the state to PERA. The bill also requires the governor to adjust general fund expenditures so that they do not result in the general fund reserve being reduced to an amount less than \$1 billion.

The bill establishes a process by which the department distributes a \$1 million death benefit to the family of a first responder who dies on or after November 5, 2024, as either the direct and proximate result of a personal injury sustained while performing official duties as a first responder or because of an occupational disease arising out of and in the course of the first responder's employment or service as a first responder. These payments are paid out of the death benefit fund, which is created in the bill. The bill requires the state treasurer to transfer \$5 million from the general fund to the death benefit fund on both July 1, 2026, and July 1, 2027, and to make annual transfers from the general fund thereafter as necessary to ensure that the fund maintains a balance of \$10 million. The bill also requires a survivor of an eligible first responder to deduct an amount equal to these payments from their federal taxable income for the purpose of determining their state income tax liability unless the survivor qualifies for a corresponding federal income tax deduction.

The bill also requires the department to provide technical assistance to law enforcement agencies and local governments in complying with the requirements of the bill and allows the executive director of the department to adopt rules as necessary to implement the bill.

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

2           **SECTION 1.** In Colorado Revised Statutes, **repeal** 24-33.5-503  
3 (1)(gg).

4           **SECTION 2.** In Colorado Revised Statutes, **repeal** 24-33.5-535.

5           **SECTION 3.** In Colorado Revised Statutes, **repeal** 24-33.5-538.

6           **SECTION 4.** In Colorado Revised Statutes, **add** 24-33.5-121 as  
7 follows:

8           **24-33.5-121. Peace officer training and support fund - peace**  
9 **officer training and support distribution - first responder death**  
10 **benefit administration - death benefit fund - rules - definitions -**  
11 **repeal. (1) Definitions.** AS USED IN THIS SECTION, UNLESS THE CONTEXT

1 OTHERWISE REQUIRES:

2 (a) "CHILD" MEANS A FIRST RESPONDER'S ADOPTED CHILD,  
3 STEPCHILD, OR BIOLOGICAL CHILD AND INCLUDES A BIOLOGICAL CHILD  
4 BORN AFTER THE ELIGIBLE FIRST RESPONDER'S DEATH.

5 (b) "FIREFIGHTER" HAS THE SAME MEANING AS SET FORTH IN  
6 SECTION 29-5-501 (2).

7 (c) "FIRST RESPONDER" MEANS A PEACE OFFICER, FIREFIGHTER, OR  
8 EMERGENCY MEDICAL SERVICE PROVIDER.

9 (d) "FULFILLMENT YEAR" MEANS THE STATE FISCAL YEAR DURING  
10 WHICH THE STATE TREASURER HAS TRANSFERRED A TOTAL OF THREE  
11 HUNDRED FIFTY MILLION DOLLARS TO THE FUND PURSUANT TO  
12 SUBSECTION (2)(b) OF THIS SECTION.

13 (e) "FUND" MEANS THE PEACE OFFICER TRAINING AND SUPPORT  
14 FUND ESTABLISHED IN SUBSECTION (2) OF THIS SECTION.

15 (f) "LAW ENFORCEMENT AGENCY" MEANS A COUNTY SHERIFF'S  
16 OFFICE, A MUNICIPAL POLICE DEPARTMENT, A TOWN MARSHAL'S OFFICE, OR  
17 A MUNICIPAL COURT.

18 (g) "OCCUPATIONAL DISEASE" MEANS, BUT IS NOT LIMITED TO,  
19 CANCERS, RESPIRATORY ILLNESSES, CARDIOVASCULAR CONDITIONS, AND  
20 OTHER DISEASES OR CONDITIONS THAT ARE REASONABLY DETERMINED TO  
21 HAVE ARISEN FROM EXPOSURE TO HAZARDOUS SUBSTANCES, EXTREME  
22 PHYSICAL EXERTION, OR TRAUMATIC EVENTS WHILE SERVING AS A FIRST  
23 RESPONDER.

24 (h) "PARENT" MEANS A FIRST RESPONDER'S BIOLOGICAL PARENT.

25 (i) "PEACE OFFICER" MEANS A CERTIFIED PEACE OFFICER  
26 DESCRIBED IN SECTION 16-2.5-102 AND A NONCERTIFIED DEPUTY SHERIFF  
27 OR DETENTION OFFICER AS DESCRIBED IN SECTION 16-2.5-103 (2).

1 (j) (I) "PERMISSIBLE PURPOSE" MEANS THE RECRUITMENT OF PEACE  
2 OFFICERS, THE HIRING OF ADDITIONAL PEACE OFFICERS TO ADDRESS  
3 SPECIFIC GEOGRAPHIC AREAS OR SPECIFIC TYPES OF CRIMINAL ACTIVITY,  
4 THE INITIAL AND CONTINUING EDUCATION AND TRAINING FOR PEACE  
5 OFFICERS, AND THE COMPENSATION OF PEACE OFFICERS.

6 (II) AS USED IN THIS SUBSECTION (1)(j):

7 (A) "COMPENSATION" INCLUDES PEACE OFFICER PAY,  
8 REIMBURSEMENT TO A PEACE OFFICER FOR TUITION PAID TO ATTEND A  
9 TRAINING ACADEMY, AND BONUSES FOR PEACE OFFICER HIRING, REHIRING,  
10 MERIT, OR RETENTION; AND

11 (B) "RECRUITMENT" INCLUDES THE DIRECT AND INDIRECT COSTS  
12 ASSOCIATED WITH THE PROCESS OF SEEKING OUT AND ATTRACTING PEACE  
13 OFFICERS.

14 (k) "SPOUSE" MEANS AN INDIVIDUAL TO WHOM AN ELIGIBLE FIRST  
15 RESPONDER IS MARRIED OR WITH WHOM AN ELIGIBLE FIRST RESPONDER  
16 HAS ESTABLISHED A CIVIL UNION.

17 (l) "TRAINING ACADEMY" HAS THE SAME MEANING AS SET FORTH  
18 IN SECTION 24-31-304 (1).

19 (2) **Peace officer training and support fund.** (a) THE PEACE  
20 OFFICER TRAINING AND SUPPORT FUND IS CREATED IN THE STATE  
21 TREASURY. THE FUND CONSISTS OF GIFTS, GRANTS, DONATIONS, MONEY  
22 CREDITED TO THE FUND PURSUANT TO THIS SECTION, AND ANY OTHER  
23 MONEY THAT THE GENERAL ASSEMBLY MAY APPROPRIATE OR TRANSFER  
24 TO THE FUND.

25 (b) (I) (A) ON JULY 1, 2026, THE STATE TREASURER SHALL  
26 TRANSFER FIFTEEN MILLION DOLLARS FROM THE GENERAL FUND TO THE  
27 FUND.

1 (B) IN STATE FISCAL YEAR 2026-27, THE GENERAL ASSEMBLY MAY  
2 APPROPRIATE TWENTY MILLION DOLLARS FROM THE GENERAL FUND TO  
3 THE FUND.

4 (II) ON JULY 1, 2027, AND EACH JULY 1 THEREAFTER THROUGH  
5 JULY 1 OF THE FULFILLMENT YEAR, THE STATE TREASURER SHALL  
6 TRANSFER AN AMOUNT EQUAL TO THE GREATER OF FIFTEEN MILLION  
7 DOLLARS OR THE ADJUSTED INVESTMENT AMOUNT FROM THE GENERAL  
8 FUND TO THE FUND.

9 (III) AS USED IN THIS SUBSECTION (2)(b), UNLESS THE CONTEXT  
10 OTHERWISE REQUIRES:

11 (A) "ADJUSTED INVESTMENT AMOUNT" MEANS, FOR ANY YEAR,  
12 THE REPORTED REDUCTION IN THAT YEAR MINUS THE BACKFILL AMOUNT  
13 AND PLUS THE PAYBACK AMOUNT.

14 (B) "BACKFILL AMOUNT" MEANS THE CUMULATIVE DIFFERENCE  
15 BETWEEN THE REPORTED REDUCTION AND FIFTEEN MILLION DOLLARS IN  
16 EVERY PREVIOUS YEAR IN WHICH THE REPORTED REDUCTION WAS LESS  
17 THAN FIFTEEN MILLION DOLLARS.

18 (C) "REPORTED REDUCTION" MEANS, FOR ANY YEAR, THE AMOUNT  
19 OF THE REDUCTION IN THE WARRANT ISSUED PURSUANT TO SECTION  
20 24-51-414 (1) REPORTED TO THE STATE TREASURER BY THE OFFICE OF  
21 STATE PLANNING AND BUDGETING PURSUANT TO SECTION 24-51-414  
22 (8.5)(a)(II).

23 (D) "PAYBACK AMOUNT" MEANS THE CUMULATIVE DIFFERENCE  
24 BETWEEN THE REPORTED REDUCTION AND THE AMOUNT THAT THE STATE  
25 TREASURER TRANSFERRED FROM THE GENERAL FUND TO THE FUND IN  
26 EVERY PREVIOUS YEAR IN WHICH THE REPORTED REDUCTION WAS  
27 GREATER THAN FIFTEEN MILLION DOLLARS.

1           (c) THE STATE TREASURER SHALL CREDIT ALL INTEREST AND  
2 INCOME DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE  
3 FUND TO THE GENERAL FUND.

4           (d) MONEY IN THE FUND IS CONTINUOUSLY APPROPRIATED TO THE  
5 DEPARTMENT FOR THE DEPARTMENT TO DISTRIBUTE IN ACCORDANCE WITH  
6 SUBSECTION (3)(b) OF THIS SECTION.

7           **(3) Peace officer training and support distribution.** (a) **Law**  
8 **enforcement agency certification.** ON OR BEFORE DECEMBER 15, 2026,  
9 ANDEACH DECEMBER 15 THEREAFTER THROUGH THE FULFILLMENT YEAR,  
10 A LAW ENFORCEMENT AGENCY MAY SUBMIT A CERTIFICATION TO THE  
11 DEPARTMENT IN A FORM AND MANNER DETERMINED BY THE DEPARTMENT.  
12 THE CERTIFICATION SHALL INCLUDE:

13           (I) THE NUMBER OF PEACE OFFICERS THAT THE RELEVANT LOCAL  
14 GOVERNMENT HAS BUDGETED FOR THE LAW ENFORCEMENT AGENCY IN  
15 THE UPCOMING YEAR;

16           (II) THE TOTAL DOLLAR AMOUNT THAT THE RELEVANT LOCAL  
17 GOVERNMENT BUDGETED FOR THE LAW ENFORCEMENT AGENCY TO  
18 EXPEND FOR A PERMISSIBLE PURPOSE;

19           (III) A RESOLUTION OR ORDINANCE ADOPTED BY THE RELEVANT  
20 LOCAL GOVERNMENT THAT THE LOCAL GOVERNMENT WILL ONLY EXPEND  
21 MONEY AWARDED BY THE DEPARTMENT FROM THE FUND IN ACCORDANCE  
22 WITH THE REQUIREMENTS OF SUBSECTION (3)(c) OF THIS SECTION; AND

23           (IV) IF THE LAW ENFORCEMENT AGENCY IS A SHERIFF'S OFFICE, A  
24 CERTIFICATION BY THE LAW ENFORCEMENT AGENCY THAT IT WILL ONLY  
25 EXPEND MONEY AWARDED BY THE DEPARTMENT FROM THE FUND IN  
26 ACCORDANCE WITH THE REQUIREMENTS OF SUBSECTION (3)(c) OF THIS  
27 SECTION.

1           **(b) Distribution formula.** (I) NO LATER THAN DECEMBER 31,  
2   2026, AND EACH DECEMBER 31 THEREAFTER THROUGH THE FULFILLMENT  
3   YEAR, THE DEPARTMENT SHALL ANNUALLY DISBURSE FROM THE FUND TO  
4   EACH ELIGIBLE LAW ENFORCEMENT AGENCY AN AMOUNT EQUAL TO THE  
5   BASE AMOUNT PLUS THE TOTAL OF THE NUMBER OF PEACE OFFICERS THAT  
6   THE LAW ENFORCEMENT AGENCY IDENTIFIED FOR THAT YEAR PURSUANT  
7   TO SUBSECTION (3)(a)(I) OF THIS SECTION MULTIPLIED BY THE PEACE  
8   OFFICER ADJUSTMENT.

9           (II) AS USED IN THIS SUBSECTION (3)(b), UNLESS THE CONTEXT  
10   OTHERWISE REQUIRES:

11           (A) "BASE AMOUNT" MEANS FIFTEEN THOUSAND DOLLARS.

12           (B) "ELIGIBLE LAW ENFORCEMENT AGENCY" MEANS, FOR ANY  
13   YEAR, A LAW ENFORCEMENT AGENCY THAT SUBMITS A CERTIFICATION TO  
14   THE DEPARTMENT IN THAT YEAR PURSUANT TO SUBSECTION (3)(a) OF THIS  
15   SECTION.

16           (C) "PEACE OFFICER ADJUSTMENT" MEANS, FOR ANY YEAR, AN  
17   AMOUNT EQUAL TO THE AMOUNT THAT THE STATE TREASURER  
18   TRANSFERRED TO THE FUND IN THAT YEAR PURSUANT TO SUBSECTION  
19   (2)(b) OF THIS SECTION, MINUS THE AMOUNT APPROPRIATED BY THE  
20   GENERAL ASSEMBLY PURSUANT TO SUBSECTION (2)(d) OF THIS SECTION  
21   FOR THE FISCAL YEAR THAT COMMENCES IN THAT YEAR, MINUS THE BASE  
22   AMOUNT MULTIPLIED BY THE NUMBER OF ELIGIBLE LAW ENFORCEMENT  
23   AGENCIES THAT YEAR, DIVIDED BY THE TOTAL NUMBER OF PEACE OFFICERS  
24   THAT ELIGIBLE LAW ENFORCEMENT AGENCIES IDENTIFIED PURSUANT TO  
25   SUBSECTION (3)(a) OF THIS SECTION THAT YEAR.

26           **(c) Supplanting and supplementing.** (I) (A) A LAW  
27   ENFORCEMENT AGENCY SHALL ONLY SPEND, AND A LOCAL GOVERNMENT



1 SHALL ONLY BUDGET FOR A LAW ENFORCEMENT AGENCY TO SPEND, ANY  
2 MONEY RECEIVED PURSUANT TO THIS SUBSECTION (3) FOR A PERMISSIBLE  
3 PURPOSE; AND

4 (B) A LAW ENFORCEMENT AGENCY SHALL SPEND, AND A LOCAL  
5 GOVERNMENT SHALL BUDGET FOR A LAW ENFORCEMENT AGENCY TO  
6 SPEND, THE MONEY THAT THE LAW ENFORCEMENT AGENCY RECEIVES  
7 PURSUANT TO THIS SUBSECTION (3) TO INCREASE FUNDING THAT WOULD,  
8 IN THE ABSENCE OF MONEY FROM THE FUND, BE MADE AVAILABLE FROM  
9 OTHER STATE OR LOCAL SOURCES. A LAW ENFORCEMENT AGENCY SHALL  
10 NOT SPEND, AND A LOCAL GOVERNMENT SHALL NOT BUDGET FOR A LAW  
11 ENFORCEMENT AGENCY TO SPEND, MONEY THAT THE LAW ENFORCEMENT  
12 AGENCY RECEIVES PURSUANT TO THIS SUBSECTION (3) TO SUPPLANT  
13 OTHER MONEY THAT WOULD, IN THE ABSENCE OF THE MONEY RECEIVED  
14 PURSUANT TO THIS SUBSECTION (3), BE MADE AVAILABLE FROM OTHER  
15 STATE AND LOCAL SOURCES FOR A PERMISSIBLE PURPOSE.

16 (II) A LAW ENFORCEMENT AGENCY OR A LOCAL GOVERNMENT IS  
17 PRESUMED TO HAVE VIOLATED SUBSECTION (3)(c)(I)(B) OF THIS SECTION  
18 IF THE LAW ENFORCEMENT AGENCY OR LOCAL GOVERNMENT REDUCES OR  
19 REPLACES THE BUDGETING WITH OR EXPENDITURE OF, LOCAL, OR STATE  
20 MONEY IN THE IMMEDIATELY PRECEDING YEAR USED FOR A PERMISSIBLE  
21 PURPOSE WITH MONEY RECEIVED PURSUANT TO THIS SUBSECTION (3)  
22 BECAUSE THE LOCAL GOVERNMENT ALREADY BUDGETED FOR OR THE LAW  
23 ENFORCEMENT AGENCY ALREADY EXPECTED OR RECEIVED MONEY  
24 PURSUANT TO THIS SUBSECTION (3); AND

25 (III) A LAW ENFORCEMENT AGENCY OR LOCAL GOVERNMENT  
26 REBUTS A PRESUMPTION ESTABLISHED PURSUANT TO SUBSECTION (3)(c)(II)  
27 OF THIS SECTION IF THE LAW ENFORCEMENT AGENCY OR LOCAL

1 GOVERNMENT ESTABLISHES BY CONTEMPORANEOUS RECORDS THAT:

2 (A) THE LAW ENFORCEMENT AGENCY OR LOCAL GOVERNMENT  
3 REDUCED OR ELIMINATED EXPENDITURES FOR MULTIPLE PURPOSES OTHER  
4 THAN FOR A PERMISSIBLE PURPOSE;

5 (B) THERE WAS A REDUCTION IN, LOCAL, OR STATE MONEY PAID TO  
6 THE LAW ENFORCEMENT AGENCY OR LOCAL GOVERNMENT FOR A  
7 PERMISSIBLE PURPOSE; AND

8 (C) THE LAW ENFORCEMENT AGENCY OR LOCAL GOVERNMENT  
9 REDUCED OR ELIMINATED PERMISSIBLE PURPOSE EXPENDITURES WITHOUT  
10 TAKING INTO CONSIDERATION THE RECEIPT OR EXPECTED RECEIPT OF  
11 MONEY PURSUANT TO THIS SUBSECTION (3).

12 (IV) NO STATE AGENCY HAS A DUTY TO ENFORCE THE  
13 REQUIREMENTS OF THIS SUBSECTION (3)(c) AND NO STATE AGENCY IS  
14 LIABLE FOR A VIOLATION OF THE REQUIREMENTS OF THIS SUBSECTION  
15 (3)(c).

16 (V) NO LATER THAN JANUARY 15, 2026, THE DEPARTMENT SHALL  
17 ADOPT POLICIES AND PROCEDURES TO ASSIST IN THE DETERMINATION OF  
18 WHETHER THE EXPENDITURE OF MONEY RECEIVED PURSUANT TO THIS  
19 SUBSECTION (3) IS FOR A PERMISSIBLE PURPOSE.

20 (4) **First responder death benefit administration.** (a) (I) IF THE  
21 EXECUTIVE DIRECTOR DETERMINES THAT A FIRST RESPONDER HAS DIED ON  
22 OR AFTER NOVEMBER 5, 2024, AS THE DIRECT AND PROXIMATE RESULT OF  
23 A PERSONAL INJURY SUSTAINED WHILE PERFORMING THEIR OFFICIAL  
24 DUTIES OR BECAUSE OF AN OCCUPATIONAL DISEASE ARISING OUT OF AND  
25 IN THE COURSE OF THEIR EMPLOYMENT OR SERVICE AS A FIRST RESPONDER,  
26 THE DEPARTMENT SHALL PAY A BENEFIT OF ONE MILLION DOLLARS FROM  
27 THE DEATH BENEFIT FUND CREATED IN SUBSECTION (4)(e)(I) OF THIS

1 SECTION AS FOLLOWS, IF THE INDICATED PAYEE IS LIVING ON THE DATE ON  
2 WHICH THE EXECUTIVE DIRECTOR MAKES THE DETERMINATION DESCRIBED  
3 IN THIS SUBSECTION (4)(a)(I):

4 (A) IF THERE IS NO CHILD WHO SURVIVED THE FIRST RESPONDER,  
5 TO THE SURVIVING SPOUSE OF THE FIRST RESPONDER;

6 (B) IF THERE IS AT LEAST ONE CHILD WHO SURVIVED THE FIRST  
7 RESPONDER AND A SURVIVING SPOUSE OF THE FIRST RESPONDER, FIFTY  
8 PERCENT TO THE SURVIVING CHILD OR CHILDREN, IN EQUAL SHARES, AND  
9 FIFTY PERCENT TO THE SURVIVING SPOUSE;

10 (C) IF THERE IS NO SURVIVING SPOUSE OF THE FIRST RESPONDER,  
11 TO THE SURVIVING CHILD OR CHILDREN, IN EQUAL SHARES;

12 (D) IF THERE IS NO SURVIVING SPOUSE OF THE FIRST RESPONDER  
13 AND NO SURVIVING CHILD, TO THE SURVIVING INDIVIDUAL OR INDIVIDUALS  
14 DESIGNATED BY THE FIRST RESPONDER IN THE MOST RECENTLY EXECUTED  
15 DESIGNATION OF BENEFICIARY ON FILE AT THE TIME OF DEATH WITH THE  
16 GOVERNING BODY OR STATE AGENCY, APPORTIONED IN ACCORDANCE WITH  
17 THE DESIGNATION OF BENEFICIARY OR, IF APPORTIONMENT IS NOT  
18 INDICATED, IN EQUAL SHARES;

19 (E) IF THERE IS NO SURVIVING SPOUSE OF THE FIRST RESPONDER,  
20 NO SURVIVING CHILD OF THE ELIGIBLE FIRST RESPONDER, AND NO  
21 INDIVIDUAL QUALIFYING UNDER SUBSECTION (4)(a)(I)(D) OF THIS  
22 SECTION, TO THE SURVIVING BENEFICIARIES UNDER THE MOST RECENTLY  
23 EXECUTED LIFE INSURANCE POLICY OF THE FIRST RESPONDER ON FILE AT  
24 THE TIME OF DEATH WITH THE GOVERNING BODY OR STATE AGENCY,  
25 APPORTIONED IN ACCORDANCE WITH THE INSURANCE POLICY OR, IF  
26 APPORTIONMENT IS NOT INDICATED, IN EQUAL SHARES; OR

27 (F) IF THERE IS NO INDIVIDUAL QUALIFYING UNDER SUBSECTIONS

1 (4)(a)(I)(A) TO (4)(a)(I)(E) OF THIS SECTION, TO THE SURVIVING PARENT  
2 OR PARENTS, IN EQUAL SHARES, OF THE FIRST RESPONDER; AND

3 (II) IF THE EXECUTIVE DIRECTOR IS UNABLE TO IDENTIFY AN  
4 INDIVIDUAL DESCRIBED BY SUBSECTIONS (4)(a)(I)(A) TO (4)(a)(I)(F) OF  
5 THIS SECTION FOR A FIRST RESPONDER, THEN NO PAYMENT IS MADE  
6 PURSUANT TO THIS SECTION FOR THAT FIRST RESPONDER.

7 (b) IF THE EXECUTIVE DIRECTOR DETERMINES THAT A FIRST  
8 RESPONDER HAS DIED ON OR AFTER NOVEMBER 5, 2024, AS THE DIRECT  
9 AND PROXIMATE RESULT OF A PERSONAL INJURY SUSTAINED WHILE  
10 PERFORMING THEIR OFFICIAL DUTIES OR BECAUSE OF AN OCCUPATIONAL  
11 DISEASE ARISING OUT OF AND IN THE COURSE OF THEIR EMPLOYMENT OR  
12 SERVICE AS A FIRST RESPONDER, IF THAT FIRST RESPONDER HAS DIED  
13 AFTER SEPARATION FROM SERVICE AS A FIRST RESPONDER, WHILE ON AN  
14 AUTHORIZED LEAVE OF ABSENCE AS A FIRST RESPONDER, OR WHILE  
15 PERFORMING QUALIFIED MILITARY SERVICE, AS DEFINED IN 26 U.S.C. SEC.  
16 414 (u)(5), THE DEPARTMENT SHALL PAY A BENEFIT TO A PAYEE IN  
17 CONNECTION WITH THAT FIRST RESPONDER IN ACCORDANCE WITH  
18 SUBSECTION (4)(a) OF THIS SECTION.

19 (c) A PAYMENT UNDER THIS SECTION SHALL NOT BE USED TO  
20 OFFSET OR REDUCE PAYMENTS AVAILABLE FROM ANY OTHER SOURCE,  
21 INCLUDING A PUBLIC DISABILITY PLAN OR INSURANCE PLAN, PRIVATE  
22 DISABILITY PLAN OR INSURANCE PLAN, OR BENEFITS PROVIDED UNDER  
23 COLORADO'S WORKERS' COMPENSATION LAW.

24 (d) (I) THE EXECUTIVE DIRECTOR SHALL DETERMINE WHETHER A  
25 FIRST RESPONDER WHOSE DEATH RESULTS IN A PAYMENT PURSUANT TO  
26 THIS SUBSECTION (4) QUALIFIES FOR LINE-OF-DUTY STATUS UNDER  
27 SECTION 101 (h) OF THE FEDERAL "INTERNAL REVENUE CODE OF 1986"

1 AND WHETHER ANY OF THE EXCEPTIONS SPECIFIED IN SECTION 101 (h)(2)  
2 OF THE FEDERAL "INTERNAL REVENUE CODE OF 1986" ARE APPLICABLE  
3 AND SHALL INFORM THE TAXPAYER WHO RECEIVES THE PAYMENT AND THE  
4 DEPARTMENT OF REVENUE OF THE EXECUTIVE DIRECTOR'S DECISION.

5 (II) A TAXPAYER WHO RECEIVES A PAYMENT PURSUANT TO THIS  
6 SUBSECTION (4), AND DOES NOT QUALIFY FOR LINE-OF-DUTY STATUS  
7 UNDER SECTION 101 (h) OF THE FEDERAL "INTERNAL REVENUE CODE OF  
8 1986", SHALL, PURSUANT TO SECTION 39-22-104 (4)(dd), SUBTRACT THE  
9 AMOUNT OF THE PAYMENT FROM THE TAXPAYER'S FEDERAL TAXABLE  
10 INCOME, AND THE EXECUTIVE DIRECTOR SHALL PROVIDE THE TAXPAYER  
11 AND THE DEPARTMENT OF REVENUE ANY INFORMATION DEEMED  
12 NECESSARY BY THE DEPARTMENT OF REVENUE FOR THIS TAX  
13 SUBTRACTION.

14 (e) (I) THE DEATH BENEFIT FUND IS CREATED IN THE STATE  
15 TREASURY. THE FUND CONSISTS OF GIFTS, GRANTS, AND DONATIONS  
16 CREDITED TO THE FUND AND ANY OTHER MONEY THAT THE GENERAL  
17 ASSEMBLY MAY APPROPRIATE OR TRANSFER TO THE FUND.

18 (II) IN ACCORDANCE WITH SECTION 24-36-114 (1), THE STATE  
19 TREASURER SHALL CREDIT ALL INTEREST AND INCOME DERIVED FROM THE  
20 DEPOSIT AND INVESTMENT OF MONEY IN THE DEATH BENEFIT FUND TO THE  
21 GENERAL FUND.

22 (III) (A) MONEY IN THE FUND IS ANNUALLY APPROPRIATED TO THE  
23 DEPARTMENT FOR PAYING BENEFITS PURSUANT TO THIS SUBSECTION (4)  
24 AND FOR THE DIRECT AND INDIRECT COSTS OF ADMINISTERING THIS  
25 SUBSECTION (4).

26 (B) THE DEPARTMENT MAY EXPEND NO MORE THAN TWO PERCENT  
27 OF THE MONEY THAT THE GENERAL ASSEMBLY ANNUALLY APPROPRIATES

1 TO THE DEATH BENEFIT FUND FOR THE DIRECT AND INDIRECT COSTS OF  
2 ADMINISTERING THIS SUBSECTION (4).

3 (IV) (A) ON JULY 1, 2025, AND JULY 1, 2026, THE STATE  
4 TREASURER SHALL TRANSFER FIVE MILLION DOLLARS FROM THE GENERAL  
5 FUND TO THE DEATH BENEFIT FUND.

6 (B) ON JULY 1, 2027, AND EACH JULY 1 THEREAFTER, IF THE  
7 BALANCE OF THE DEATH BENEFIT FUND IS LESS THAN TEN MILLION  
8 DOLLARS, ON JULY 2 OF THAT YEAR, THE STATE TREASURER SHALL  
9 TRANSFER AN AMOUNT FROM THE GENERAL FUND TO THE DEATH BENEFIT  
10 FUND EQUAL TO THE DIFFERENCE BETWEEN TEN MILLION DOLLARS AND  
11 THE BALANCE OF THE DEATH BENEFIT FUND.

12 (5) **Technical assistance.** THE DEPARTMENT SHALL, SUBJECT TO  
13 AVAILABLE APPROPRIATIONS, PROVIDE TECHNICAL ASSISTANCE TO LAW  
14 ENFORCEMENT AGENCIES AND LOCAL GOVERNMENTS IN COMPLYING WITH  
15 THE REQUIREMENTS OF THIS SECTION AND SECTION 29-1-603.

16 (6) **Rules.** THE EXECUTIVE DIRECTOR SHALL ADOPT RULES THAT  
17 SPECIFY STANDARDS AND ESTABLISH PROCEDURES AS NECESSARY TO  
18 DETERMINE WHETHER SECTION 101 (h) OF THE FEDERAL "INTERNAL  
19 REVENUE CODE OF 1986", AS AMENDED, APPLIES TO A PAYMENT  
20 AWARDED PURSUANT TO SUBSECTION (4) OF THIS SECTION AND MAY  
21 ADOPT ADDITIONAL RULES AS NECESSARY TO IMPLEMENT THIS SECTION.

22 **SECTION 5.** In Colorado Revised Statutes, 24-51-414, **amend**  
23 (1)(a) and (4); and **add** (8.5) as follows:

24 **24-51-414. Direct distribution - definitions.** (1) (a) Except as  
25 otherwise provided in ~~subsections (6), (7), and (8)~~ SUBSECTIONS (6), (7),  
26 (8), AND (8.5) of this section, on July 1, 2018, on July 1, 2019, on July 1,  
27 2021, and on July 1 each year thereafter until there are no unfunded

1 actuarial accrued liabilities of any division of the association that receives  
2 the distribution pursuant to this section, the state treasurer shall issue a  
3 warrant to the association in an amount equal to two hundred twenty-five  
4 million dollars. Such amount shall be paid to the association from the  
5 general fund, or any other fund, subject to section 24-51-413.

6 (4) (a) The association shall allocate the direct distribution to the  
7 trust funds of each division of the association as it would an employer  
8 contribution, in a manner that is proportionate to the annual payroll of  
9 each division as reported to the association; except that the association  
10 shall not allocate any portion of the direct distribution amount to the local  
11 government division of the association.

12 (b) (I) NOTWITHSTANDING ANY PROVISION OF THIS SUBSECTION (4)  
13 TO THE CONTRARY, ON OR AFTER JULY 1, 2025, IF THE ALLOCATION  
14 METHODOLOGY DESCRIBED IN THIS SUBSECTION (4) WOULD RESULT IN THE  
15 BLENDED TOTAL CONTRIBUTION AMOUNT EQUALING LESS THAN  
16 NINETY-EIGHT PERCENT OF THE BLENDED TOTAL REQUIRED CONTRIBUTION  
17 THE ASSOCIATION MAY INSTEAD ALLOCATE THE DIRECT DISTRIBUTION TO  
18 THE TRUST FUNDS OF EACH DIVISION OF THE ASSOCIATION IN AN  
19 ACTUARIAL MANNER AS NECESSARY TO ACHIEVE AT LEAST NINETY-EIGHT  
20 PERCENT OF THE BLENDED TOTAL REQUIRED CONTRIBUTION; EXCEPT THAT  
21 THE ASSOCIATION SHALL NOT ALLOCATE ANY PORTION OF THE DIRECT  
22 DISTRIBUTION AMOUNT TO THE LOCAL GOVERNMENT DIVISION OF THE  
23 ASSOCIATION.

24 (II) AS USED IN THIS SUBSECTION (4)(b), UNLESS THE CONTEXT  
25 OTHERWISE REQUIRES:

26 (A) "BLENDED TOTAL CONTRIBUTION AMOUNT" HAS THE SAME  
27 MEANING AS IN SECTION 24-51-413 (1)(a).

1 (B) "BLENDED TOTAL REQUIRED CONTRIBUTION" HAS THE SAME  
2 MEANING AS IN SECTION 24-51-413 (1)(b).

3 (C) "FULFILLMENT YEAR" HAS THE SAME MEANING AS SET FORTH  
4 IN SUBSECTION (8.5)(d)(III) OF THIS SECTION.

5 (8.5) (a) (I) THE AMOUNT OF A WARRANT TO BE ISSUED ON JULY  
6 1, 2027, AND EACH JULY 1 THEREAFTER THROUGH THE FULFILLMENT  
7 YEAR, TO THE ASSOCIATION PURSUANT TO SUBSECTION (1) OF THIS  
8 SECTION IS REDUCED BY THE LEAST OF THIRTY-FIVE MILLION DOLLARS,  
9 THE DEFERRED INFLOW OF RESOURCES AMOUNT, THE DEFERRED INFLOW  
10 OF RESOURCES AMOUNT MULTIPLIED BY THE ANNUAL RATE OF RETURN ON  
11 INVESTMENTS FOR THE ASSOCIATION IN THE IMMEDIATELY PRECEDING  
12 ASSOCIATION FISCAL YEAR AS PUBLISHED IN THE RELEVANT ANNUAL  
13 ACTUARIAL VALUATION REPORT PURSUANT TO SECTION 25-41-204 (7), OR  
14 THE AMOUNT NECESSARY FOR THE TOTAL AMOUNT TRANSFERRED BY THE  
15 STATE TREASURER TO THE PEACE OFFICER TRAINING AND SUPPORT FUND  
16 PURSUANT TO SECTION 24-33.5-121 (2)(b) TO EQUAL THREE HUNDRED  
17 FIFTY MILLION DOLLARS; EXCEPT THAT, IF THE AMOUNT OF THE WARRANT  
18 IS REDUCED PURSUANT TO SECTION 24-75-201.1 (5)(b)(II), THE AMOUNT  
19 OF THE WARRANT IS NOT ALSO REDUCED PURSUANT TO THIS SUBSECTION  
20 (8.5)(a)(I).

21 (II) ON OR BEFORE JUNE 30, 2027, AND EACH JUNE 30 THEREAFTER  
22 THROUGH THE FULFILLMENT YEAR, THE OFFICE OF STATE PLANNING AND  
23 BUDGETING SHALL REPORT TO THE STATE TREASURER THE AMOUNT BY  
24 WHICH THE WARRANT ISSUED TO THE ASSOCIATION PURSUANT TO  
25 SUBSECTION (1) OF THIS SECTION IS REDUCED PURSUANT TO SUBSECTION  
26 (8.5)(a)(I) OF THIS SECTION.

27 (b) (I) ON OR BEFORE JUNE 30, 2034, AND EACH JUNE 30



1 THEREAFTER THROUGH THE FULFILLMENT YEAR, THE OFFICE OF STATE  
2 PLANNING AND BUDGETING SHALL CALCULATE, FOR THE PURPOSES OF  
3 DETERMINING THE ADJUSTED WARRANT REDUCTION AMOUNT AND THE  
4 FULFILLMENT YEAR:

5 (A) THE TOTAL OF THE AMOUNT THAT THE STATE TREASURER HAS  
6 PREVIOUSLY TRANSFERRED TO THE PEACE OFFICER TRAINING AND SUPPORT  
7 FUND PURSUANT TO SECTION 24-33.5-121 (2)(b) AND THE AMOUNT THAT  
8 THE STATE TREASURER IS PROJECTED TO TRANSFER TO THE PEACE OFFICER  
9 TRAINING AND SUPPORT FUND PURSUANT TO SECTION 24-33.5-121 (2)(b)  
10 ON JULY 1 OF THE NEXT STATE FISCAL YEAR; AND

11 (B) THE TOTAL OF THE AMOUNT DESCRIBED IN SUBSECTION  
12 (8.5)(b)(I)(A) OF THIS SECTION AND THE AMOUNT THAT THE STATE  
13 TREASURER IS PROJECTED TO TRANSFER TO THE PEACE OFFICER TRAINING  
14 AND SUPPORT FUND PURSUANT TO SECTION 24-33.5-121 (2)(b) ON JULY 1  
15 OF THE NEXT STATE FISCAL YEAR IMMEDIATELY SUCCEEDING THE NEXT  
16 STATE FISCAL YEAR.

17 (II) IF THE TOTAL AMOUNT CALCULATED BY THE OFFICE OF STATE  
18 PLANNING AND BUDGETING PURSUANT TO SUBSECTION (8.5)(b)(I)(A) OF  
19 THIS SECTION EXCEEDS THREE HUNDRED FIFTY MILLION DOLLARS, THE  
20 OFFICE OF STATE PLANNING AND BUDGETING SHALL REPORT TO THE STATE  
21 TREASURER, THE ASSOCIATION, THE DEPARTMENT OF PUBLIC SAFETY, AND  
22 THE JOINT BUDGET COMMITTEE THAT THE NEXT STATE FISCAL YEAR IS  
23 PROJECTED TO BE THE FULFILLMENT YEAR.

24 (III) IF THE TOTAL AMOUNT CALCULATED BY THE OFFICE OF STATE  
25 PLANNING AND BUDGETING PURSUANT TO SUBSECTION (8.5)(b)(I)(B) OF  
26 THIS SECTION EXCEEDS THREE HUNDRED FIFTY MILLION DOLLARS, THE  
27 OFFICE OF STATE PLANNING AND BUDGETING SHALL REPORT TO THE JOINT

1 BUDGET COMMITTEE OF THE GENERAL ASSEMBLY THAT THE OFFICE OF  
2 STATE PLANNING AND BUDGETING PROJECTS THAT THE STATE FISCAL YEAR  
3 IMMEDIATELY SUCCEEDING THE NEXT STATE FISCAL YEAR IS PROJECTED  
4 TO BE THE FULFILLMENT YEAR.

5 (c) (I) THE ASSOCIATION SHALL DEEM THE AMOUNT OF THE  
6 WARRANT ISSUED BY THE STATE TREASURER PURSUANT TO SECTION  
7 24-75-201.1 (5)(a)(I), ANY EARNINGS ON THAT AMOUNT, AND ANY  
8 ADJUSTMENTS MADE PURSUANT TO SUBSECTION (8.5)(c)(II) OF THIS  
9 SECTION AS A DEFERRED INFLOW OF RESOURCES.

10 (II) FOR 2027, AND EACH YEAR THEREAFTER THROUGH THE  
11 FULFILLMENT YEAR, IF, PURSUANT TO SUBSECTION (8.5)(a)(I) OF THIS  
12 SECTION OR SECTION 24-75-201.1 (5)(b)(II), THERE IS A REDUCTION IN THE  
13 AMOUNT OF THE WARRANT TO BE ISSUED TO THE ASSOCIATION PURSUANT  
14 TO SUBSECTION (1) OF THIS SECTION, THE ASSOCIATION SHALL RECOGNIZE  
15 A PORTION OF THE DEFERRED INFLOW OF RESOURCES AMOUNT EQUAL TO  
16 THE AMOUNT OF THAT REDUCTION AS A DIRECT DISTRIBUTION SUBJECT TO  
17 ALLOCATION PURSUANT TO SUBSECTION (4) OF THIS SECTION.

18 (III) AFTER THE FULFILLMENT YEAR, THE ASSOCIATION MAY  
19 RECOGNIZE ANY AMOUNT OF DEFERRED INFLOW OF RESOURCES AS A  
20 DIRECT DISTRIBUTION FOR PURPOSES OF SECTION 24-51-413 (1), AS  
21 NECESSARY PURSUANT TO SUBSECTION (4)(b) OF THIS SECTION.

22 (d) AS USED IN THIS SUBSECTION (8.5), UNLESS THE CONTEXT  
23 OTHERWISE REQUIRES:

24 (I) "ADJUSTED WARRANT REDUCTION AMOUNT" MEANS THE  
25 AMOUNT NECESSARY TO ENSURE THAT THE STATE TREASURER TRANSFERS  
26 A TOTAL AMOUNT EQUAL TO THREE HUNDRED FIFTY MILLION DOLLARS TO  
27 THE PEACE OFFICER TRAINING AND SUPPORT FUND PURSUANT TO SECTION

1 24-33.5-121 (2)(b).

2 (II) "DEFERRED INFLOW OF RESOURCES AMOUNT" MEANS THE  
3 AMOUNT DESIGNATED AS A DEFERRED INFLOW OF RESOURCES BY THE  
4 ASSOCIATION PURSUANT TO SUBSECTION (8.5)(c)(I) OF THIS SECTION.

5 (III) "FULFILLMENT YEAR" MEANS THE FIRST STATE FISCAL YEAR  
6 DURING WHICH THE TOTAL AMOUNT TRANSFERRED BY THE STATE  
7 TREASURER TO THE PEACE OFFICER TRAINING AND SUPPORT FUND  
8 PURSUANT TO SECTION 24-33.5-121 (2)(b) EQUALS OR EXCEEDS THREE  
9 HUNDRED FIFTY MILLION DOLLARS.

10 **SECTION 6.** In Colorado Revised Statutes, 24-75-201.1, **amend**  
11 (5) as follows:

12 **24-75-201.1. Restriction on state appropriations - legislative**  
13 **declaration - definitions - repeal.** (5) (a) (I) ON JULY 1, 2025, THE  
14 STATE TREASURER SHALL ISSUE A WARRANT TO THE PUBLIC EMPLOYEES'  
15 RETIREMENT ASSOCIATION IN THE AMOUNT OF FIVE HUNDRED MILLION  
16 DOLLARS FROM THE GENERAL FUND; AND

17 (II) FOR THE PURPOSE OF DETERMINING THE UNRESTRICTED  
18 GENERAL FUND YEAR-END BALANCES PURSUANT TO THIS SECTION, THE  
19 FIVE HUNDRED MILLION DOLLARS IN THE WARRANT ISSUED BY THE STATE  
20 TREASURER PURSUANT TO SUBSECTION (5)(a)(I) OF THIS SECTION IS  
21 INCLUDED IN THOSE BALANCES.

22 (b) (I) UNTIL THE STATE FISCAL YEAR AFTER THE FULFILLMENT  
23 YEAR, THE GENERAL ASSEMBLY SHALL NOT REDUCE THE FISCAL YEAR  
24 UNRESTRICTED GENERAL FUND YEAR-END BALANCES THAT MUST BE  
25 RETAINED AS A RESERVE TO AN AMOUNT LESS THAN ONE BILLION DOLLARS  
26 WITHOUT ALSO REDUCING THE AMOUNT OF THE WARRANT DESCRIBED IN  
27 SECTION 24-51-414;

1           (II) IF, DURING A STATE FISCAL YEAR BEFORE THE YEAR AFTER THE  
2 FULFILLMENT YEAR, THE GENERAL ASSEMBLY REDUCES THE FISCAL YEAR  
3 UNRESTRICTED GENERAL FUND YEAR-END BALANCES THAT MUST BE  
4 RETAINED AS A RESERVE TO AN AMOUNT LESS THAN ONE BILLION  
5 DOLLARS, NOTWITHSTANDING ANY LAW TO THE CONTRARY, THE GENERAL  
6 ASSEMBLY SHALL REDUCE THE TOTAL AMOUNT OF THE WARRANT  
7 DESCRIBED IN SECTION 24-51-414 FOR ONE OR MORE FISCAL YEARS BY A  
8 TOTAL AMOUNT EQUAL TO THE DIFFERENCE, NOT TO EXCEED THE  
9 REMAINING DEFERRED INFLOW OF RESOURCES AMOUNT, BETWEEN THE  
10 FISCAL YEAR UNRESTRICTED GENERAL FUND YEAR-END BALANCES THAT  
11 MUST BE RETAINED AS A RESERVE AND ONE BILLION DOLLARS; AND

12           (III) AS USED IN SUBSECTION (1)(d) OF THIS SECTION AND IN THIS  
13 SUBSECTION (5)(b), UNLESS THE CONTEXT OTHERWISE REQUIRES:

14           (A) "DEFERRED INFLOW OF RESOURCES AMOUNT" HAS THE SAME  
15 MEANING AS IN SECTION 24-51-414 (8.5)(e)(II).

16           (B) "FULFILLMENT YEAR" MEANS THE FIRST STATE FISCAL YEAR  
17 DURING WHICH THE STATE TREASURER HAS TRANSFERRED A TOTAL OF  
18 THREE HUNDRED FIFTY MILLION DOLLARS TO THE FUND.

19           **SECTION 7.** In Colorado Revised Statutes, 24-75-201.5, **add**  
20 (1)(h) as follows:

21           **24-75-201.5. Revenue shortfalls - required actions by the**  
22 **governor with respect to the reserve.** (1) (h) WHENEVER THE REVENUE  
23 ESTIMATE FOR THE CURRENT FISCAL YEAR, PREPARED IN ACCORDANCE  
24 WITH SECTION 24-75-201.3 (2), INDICATES THAT GENERAL FUND  
25 EXPENDITURES FOR THAT FISCAL YEAR BASED ON APPROPRIATIONS THEN  
26 IN EFFECT WILL RESULT IN THE USE OF AN AMOUNT OF THE RESERVE  
27 REQUIRED BY SECTION 24-75-201.1 (1)(d) THAT WOULD RESULT IN THAT

1 RESERVE EQUALING LESS THAN ONE BILLION DOLLARS, THE GOVERNOR  
2 SHALL FORMULATE A PLAN FOR REDUCING SUCH GENERAL FUND  
3 EXPENDITURES SO THAT SAID RESERVE, AS OF THE CLOSE OF THE FISCAL  
4 YEAR, WILL BE AT LEAST ONE BILLION DOLLARS. THE GOVERNOR SHALL  
5 PROMPTLY NOTIFY THE GENERAL ASSEMBLY OF THE PLAN AND PROMPTLY  
6 IMPLEMENT THE PLAN IN ACCORDANCE WITH SECTION 24-2-102 (4) OR  
7 24-50-109.5 OR ANY OTHER LAWFUL MEANS.

8 **SECTION 8.** In Colorado Revised Statutes, 29-1-603, **add** (6) as  
9 follows:

10 **29-1-603. Audits required.** (6) (a) FOR THE AUDIT OF A LOCAL  
11 GOVERNMENT FOR ANY BUDGET YEAR IN WHICH A LAW ENFORCEMENT  
12 AGENCY THAT THE LOCAL GOVERNMENT ESTABLISHES A BUDGET FOR  
13 RECEIVES FUNDS FROM THE PEACE OFFICER TRAINING AND SUPPORT FUND  
14 ESTABLISHED IN SECTION 24-33.5-121 (2), THE AUDIT REPORT FOR THAT  
15 LOCAL GOVERNMENT SHALL INCLUDE EVIDENCE THAT THE LOCAL  
16 GOVERNMENT COMPLIED WITH THE REQUIREMENTS OF SECTION  
17 24-33.5-121 (3). THE EVIDENCE IN THE AUDIT REPORT SHALL INCLUDE THE  
18 AMOUNT DISTRIBUTED BY THE DEPARTMENT OF PUBLIC SAFETY TO THE  
19 LAW ENFORCEMENT AGENCY PURSUANT TO SECTION 24-33.5-121 (4), HOW  
20 MUCH OF THAT AMOUNT THE LAW ENFORCEMENT AGENCY EXPENDED, AND  
21 THE PURPOSES FOR WHICH THE LAW ENFORCEMENT AGENCY EXPENDED  
22 THAT AMOUNT.

23 (b) A LOCAL GOVERNMENT SUBJECT TO AN AUDIT DESCRIBED IN  
24 SUBSECTION (6)(a) OF THIS SECTION SHALL PROVIDE A COPY OF THAT  
25 AUDIT TO THE DEPARTMENT OF PUBLIC SAFETY IN A FORM AND MANNER  
26 DETERMINED BY THE DEPARTMENT OF PUBLIC SAFETY. THE DEPARTMENT  
27 OF PUBLIC SAFETY SHALL REVIEW AN AUDIT RECEIVED PURSUANT TO THIS

1 SUBSECTION (6)(b) FOR COMPLIANCE WITH THE REQUIREMENTS OF SECTION  
2 24-33.5-121 (3).

3 **SECTION 9.** In Colorado Revised Statutes, 39-22-104, **add**  
4 (4)(dd) as follows:

5 **39-22-104. Income tax imposed on individuals, estates, and**  
6 **trusts - single rate - report - tax preference performance statement**  
7 **- legislative declaration - definitions - repeal.** (4) There shall be  
8 subtracted from federal taxable income:

9 (dd) (I) FOR INCOME TAX YEARS COMMENCING ON OR AFTER  
10 JANUARY 1, 2026, FOR A TAXPAYER WHO RECEIVES A PAYMENT PURSUANT  
11 TO SECTION 24-33.5-121 (4) AS A RESULT OF THE DEATH OF A PEACE  
12 OFFICER THAT DOES NOT QUALIFY FOR LINE-OF-DUTY STATUS UNDER  
13 SECTION 101 (h) OF THE FEDERAL "INTERNAL REVENUE CODE OF 1986",  
14 AN AMOUNT EQUAL TO THE AMOUNT RECEIVED PURSUANT TO SECTION  
15 24-33.5-121 (4); AND

16 (II) IN ACCORDANCE WITH SECTION 39-21-304 (1), WHICH  
17 REQUIRES EACH BILL THAT CREATES A NEW TAX EXPENDITURE TO INCLUDE  
18 A TAX PREFERENCE PERFORMANCE STATEMENT AS PART OF A STATUTORY  
19 LEGISLATIVE DECLARATION, THE GENERAL ASSEMBLY FINDS AND  
20 DECLARES THAT:

21 (A) THE PURPOSE OF THE INCOME TAX SUBTRACTION CREATED IN  
22 THIS SUBSECTION (4)(dd) IS TO PROVIDE TAX RELIEF FOR CERTAIN  
23 INDIVIDUALS, SPECIFICALLY TAXPAYERS WHO HAVE RECEIVED A PAYMENT  
24 IN CONNECTION WITH THE DEATH OF A FIRST RESPONDER PURSUANT TO  
25 SECTION 24-33.5-121 (4); AND

26 (B) THE GENERAL ASSEMBLY AND THE STATE AUDITOR SHALL  
27 MEASURE THE EFFECTIVENESS OF THE SUBTRACTION IN ACHIEVING THE

1 PURPOSE SPECIFIED IN SUBSECTION (4)(dd)(II)(A) OF THIS SECTION BASED  
2 ON THE NUMBER AND AGGREGATE AMOUNT OF SUBTRACTIONS CLAIMED;

3 (III) THE DEPARTMENT OF REVENUE SHALL MAINTAIN  
4 INFORMATION ABOUT THE NUMBER OF TAXPAYERS WHO CLAIM THE  
5 SUBTRACTION IN A TAX YEAR AND THE AGGREGATE AMOUNT OF  
6 SUBTRACTIONS CLAIMED IN A TAX YEAR, IN ADDITION TO ANY OTHER  
7 INFORMATION DETERMINED NECESSARY BY THE DEPARTMENT OF  
8 REVENUE, TO EVALUATE THE EFFECTIVENESS OF THE TAX SUBTRACTION  
9 ALLOWED IN THIS SUBSECTION (4)(dd) IN ACHIEVING THE PURPOSE  
10 SPECIFIED IN SUBSECTION (4)(dd)(II)(A) OF THIS SECTION, AND SHALL  
11 PROVIDE THIS INFORMATION UPON REQUEST OF THE GENERAL ASSEMBLY  
12 OR THE STATE AUDITOR; AND

13 (IV) NOTWITHSTANDING SECTION 39-21-304 (4), THE TAX  
14 SUBTRACTION ALLOWED IN THIS SUBSECTION (4)(dd) EXTENDS  
15 INDEFINITELY UNTIL NO LESS THAN FIVE YEARS AFTER THE EXECUTIVE  
16 DIRECTOR OF THE DEPARTMENT OF PUBLIC SAFETY DISBURSES THE LAST  
17 PAYMENT IN CONNECTION WITH THE DEATH OF A FIRST RESPONDER  
18 PURSUANT TO SECTION 24-33.5-121 (4).

19 **SECTION 10. Safety clause.** The general assembly finds,  
20 determines, and declares that this act is necessary for the immediate  
21 preservation of the public peace, health, or safety or for appropriations for  
22 the support and maintenance of the departments of the state and state  
23 institutions.