First Regular Session Seventy-third General Assembly STATE OF COLORADO

REREVISED

This Version Includes All Amendments Adopted in the Second House

LLS NO. 21-0897.01 Christy Chase x2008

HOUSE BILL 21-1285

HOUSE SPONSORSHIP

Benavidez and Herod, Amabile, Bacon, Bernett, Bird, Boesenecker, Caraveo, Cutter, Duran, Esgar, Exum, Froelich, Garnett, Gray, Jodeh, Kipp, Lontine, McCluskie, McCormick, Michaelson Jenet, Mullica, Ortiz, Pico, Ricks, Roberts, Sirota, Snyder, Titone, Valdez A., Valdez D., Weissman, Young

SENATE SPONSORSHIP

Jaquez Lewis and Buckner, Bridges, Donovan, Fenberg, Fields, Garcia, Ginal, Hansen, Kolker, Lee, Pettersen, Story, Zenzinger

House Committees

Business Affairs & Labor Appropriations

Senate Committees

Local Government Appropriations

A BILL FOR AN ACT

101	CONCERNING THE ALLOCATION OF GENERAL FUND MONEY TO PROVIDE
102	SUPPORT TO CREATIVE ARTS INDUSTRIES, AND, IN CONNECTION
103	THEREWITH, MAKING AN APPROPRIATION.

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.)

The bill:

• Transfers \$5 million from the general fund to the Colorado office of film, television, and media operational account cash fund and appropriates that amount to the governor's office for use in the 2021-22 state fiscal year by the

SENATE 3rd Reading Unamended

> SENATE Amended 2nd Reading June 4, 2021

HOUSE 3rd Reading Unamended May 7, 2021

HOUSE Amended 2nd Reading May 5, 2021

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing statute.

Dashes through the words indicate deletions from existing statute.

- Colorado office of film, television, and media in awarding performance-based incentives for film production in Colorado and for the loan guarantee program to finance production activities;
- For the 2020-21 state fiscal year, appropriates \$3.5 million, in addition to the amount appropriated pursuant to Senate Bill 20B-001, from the general fund to the creative industries cash fund for the arts relief program and removes the prohibition against an applicant that received a relief payment from the small business relief program from also receiving a relief payment under the arts relief program;
- For the 2020-21 state fiscal year, appropriates \$1.5 million from the general fund to the creative industries cash fund for allocation by the creative industries division to a nonprofit organization that administers grants to certain cultural facilities that focus on programming for and have board representation from defined historically marginalized and under-resourced communities; and
- Transfers any money appropriated for the small business relief program that is not encumbered or expended by June 30, 2021, to the creative industries cash fund for the arts relief program.

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

2 **SECTION 1.** In Colorado Revised Statutes, 24-48.5-116, amend

3 (5)(a) introductory portion and (5)(a)(II) as follows:

4 24-48.5-116. Film, television, and media - performance-based

5 incentive for film production in Colorado - Colorado office of film,

6 television, and media operational account cash fund - creation -

7 **definition.** (5) (a) There is hereby created in the state treasury the

Colorado office of film, television, and media operational account cash

fund, referred to in this section as the "fund". The fund shall consist

10 CONSISTS of:

1

8

9

13

11 (II) Moneys MONEY transferred to the fund, including three

million dollars that shall be transferred on July 1, 2012, AND FIVE MILLION

DOLLARS THAT SHALL BE TRANSFERRED ON JULY 1,2021, from the general

-2- 1285

1	fund AND UP TO ONE MILLION DOLLARS TRANSFERRED PURSUANT TO
2	SECTION 24-32-129 (3)(b)(II) to the Colorado office of film, television,
3	and media operational account cash fund; and
4	SECTION 2. In Colorado Revised Statutes, 24-48.5-301, amend
5	(2)(a)(V), (2)(a)(VI)(A), (2)(b)(IV), and (2)(b)(V)(A); and add
6	(2)(a)(VII), (2)(a)(VIII), and (2)(b)(VI) as follows:
7	24-48.5-301. Creative industries division - creative industries
8	cash fund - creation - definition - repeal. (2) (a) There is hereby
9	created in the state treasury the creative industries cash fund, referred to
10	in this section as the "fund". The fund consists of:
11	(V) Any gifts, grants, or donations from private or public sources
12	that the division is hereby authorized to seek and accept; and
13	(VI)(A) Seven million five hundred thousand dollars appropriated
14	by the general assembly FROM THE GENERAL FUND to the fund, PURSUANT
15	TO SENATE BILL 20B-001, ENACTED IN 2020, FIRST EXTRAORDINARY
16	SESSION, AND THREE MILLION FIVE HUNDRED THOUSAND DOLLARS
17	APPROPRIATED BY THE GENERAL ASSEMBLY FROM THE GENERAL FUND TO
18	The fund, pursuant to this House Bill $21-1285$, enacted in 2021 , for
19	the arts relief program established pursuant to section 24-48.5-316;
20	(VII) (A) <u>Up to twelve million dollars</u> transferred to the
21	FUND PURSUANT TO SECTION 24-32-129 (3)(b)(I).
22	(B) This subsection (2)(a)(VII) is repealed, effective
23	DECEMBER 31, 2022.
24	(VIII) (A) ONE MILLION FIVE HUNDRED THOUSAND DOLLARS
25	APPROPRIATED BY THE GENERAL ASSEMBLY FROM THE GENERAL FUND TO
26	THE FUND, FOR ALLOCATION IN ACCORDANCE WITH SECTION 24-48.5-317.
27	(B) This subsection (2)(a)(VIII) is repealed, effective

-3- 1285

1	DECEMBER 31, 2022.
2	(b) The money in the fund shall be annually appropriated to the
3	division for the operation of the division, and for the following:
4	(IV) For need-based funding for infrastructure development in
5	creative districts as authorized by section 24-48.5-314 (5)(b), to the extent
6	that the general assembly appropriates money to the fund for that purpose;
7	and
8	(V) (A) With regard to the amount appropriated to the fund
9	pursuant to subsection (2)(a)(VI) of this section AND THE AMOUNT
10	TRANSFERRED TO THE FUND PURSUANT TO SUBSECTION (2)(a)(VII) OF THIS
11	SECTION, for the arts relief program established pursuant to section
12	24-48.5-316.
13	(VI) (A) WITH REGARD TO THE AMOUNT APPROPRIATED TO THE
14	FUND PURSUANT TO SUBSECTION (2)(a)(VIII) OF THIS SECTION, FOR
15	ALLOCATION PURSUANT TO SECTION 24-48.5-317.
16	(B) This subsection (2)(b)(VI) is repealed, effective
17	DECEMBER 31, 2022.
18	SECTION 3. In Colorado Revised Statutes, 24-48.5-316, amend
19	(3) and (4) introductory portion; and repeal (2)(b) as follows:
20	24-48.5-316. COVID-19 relief program for arts, cultural, and
21	entertainment artists, crew members, and organizations - definitions
22	- report - repeal. (2) Arts relief program. (b) Notwithstanding any
23	provision of law to the contrary, an arts, culture, and entertainment artist,
24	crew member, or organization that receives an arts relief payment
25	pursuant to this section is not eligible for any other relief payments from
26	the small business relief program created in section 24-32-129, enacted
27	by Senate Bill 20B-001, enacted in the first extraordinary session of the

-4- 1285

seventy-second general assembly. An organization that applies for an arts relief payment pursuant to this section shall certify that the organization neither applied for nor received any other relief payments from the small business relief program created in section 24-32-129, enacted by Senate Bill 20B-001, enacted in the first extraordinary session of the seventy-second general assembly.

- YEARS, the general assembly shall appropriate seven million five hundred thousand A TOTAL OF ELEVEN MILLION dollars from the general fund to the creative industries cash fund created in section 24-48.5-301 (2) for the arts relief program. The division may use up to five percent of the amount appropriated pursuant to this section for its administrative costs in administering or contracting with a third party to administer the arts relief program.
- (4) **Report.** By November 1, 2021, AND NOVEMBER 1, 2022, the division shall submit a report to the governor, the business, labor, and technology committee of the senate or its successor committee, and the business affairs and labor committee of the house of representatives or its successor committee detailing how the money was allocated through the arts relief program, including:

SECTION 4. In Colorado Revised Statutes, **add** 24-48.5-317 as follows:

24-48.5-317. Allocation of funding for tier III cultural facilities serving historically marginalized and under-resourced communities - repeal. (1) The division shall allocate money appropriated to the creative industries cash fund pursuant to section 24-48.5-301 (2)(a)(VIII) to a nonprofit organization that administers the

-5- 1285

1	COMMUNITY ARTS, CULTURE, TRANSFORMATION, AND SCIENCE (ACTS)
2	FUND, OR ANY SUCCESSOR FUND, TO AWARD CAPACITY-BUILDING GRANTS
3	TO CULTURAL FACILITIES DESCRIBED IN SECTION 32-13-107 (3)(c) THAT
4	SATISFY THE FOLLOWING CRITERIA:
5	(a) THE CULTURAL FACILITY'S MISSION STATES A SPECIFIC FOCUS
6	ON DEFINED HISTORICALLY MARGINALIZED AND UNDER-RESOURCED
7	COMMUNITIES OR THE CULTURAL FACILITY FOCUSES AT LEAST FIFTY-ONE
8	PERCENT OF ITS PROGRAMMING ON ENGAGING AND SUPPORTING DEFINED
9	HISTORICALLY MARGINALIZED AND UNDER-RESOURCED COMMUNITIES;
10	AND
11	(b) AT LEAST FIFTY-ONE PERCENT OF THE BOARD OF DIRECTORS OR
12	STAFF OF THE CULTURAL FACILITY CONSISTS OF INDIVIDUALS FROM
13	DEFINED HISTORICALLY MARGINALIZED AND UNDER-RESOURCED
14	COMMUNITIES.
15	(2) The nonprofit organization to which the division
16	ALLOCATES MONEY PURSUANT TO SUBSECTION (1) OF THIS SECTION SHALL
17	REPORT TO THE DIVISION REGARDING THE USE OF THE MONEY, INCLUDING
18	INFORMATION ABOUT THE RECIPIENTS OF CAPACITY-BUILDING GRANTS,
19	HOW MUCH MONEY WAS ALLOCATED TO EACH GRANT RECIPIENT, AND HOW
20	THE GRANT RECIPIENTS USED THE GRANT DOLLARS. AS PART OF THE
21	REPORT REQUIRED PURSUANT TO SECTION 24-48.5-316 (4), THE DIVISION
22	SHALL REPORT INFORMATION RECEIVED FROM THE NONPROFIT
23	ORGANIZATION REGARDING THE USE OF THE MONEY ALLOCATED
24	PURSUANT TO THIS SECTION.
25	(3) This section is repealed, effective December 31, 2022.
26	SECTION 5. In Colorado Revised Statutes, 24-32-129, amend
27	(3) as follows:

-6- 1285

1	24-32-129. Small business relief program - address negative
2	effects of capacity limits due to COVID-19 pandemic - distribution
3	through local governments - definitions - report - repeal.
4	(3) Funding. (a) For the 2020-21 state fiscal year, the general assembly
5	shall appropriate thirty-seven million dollars from the general fund to the
6	department of local affairs for use by the division in accordance with this
7	section.
8	(b) THE DEPARTMENT OF LOCAL AFFAIRS SHALL NOTIFY THE STATE
9	TREASURER IF, ON JUNE 30, 2021, THERE IS UNEXPENDED AND
10	UNENCUMBERED MONEY REMAINING FROM THE AMOUNT APPROPRIATED
11	TO THE DEPARTMENT PURSUANT TO THIS SUBSECTION (3). IF THE STATE
12	TREASURER IS SO NOTIFIED, THE STATE TREASURER SHALL <u>TRANSFER:</u>
13	(I) UP TO TWELVE MILLION DOLLARS OF THE UNEXPENDED AND
14	UNENCUMBERED AMOUNT TO THE CREATIVE INDUSTRIES CASH FUND
15	${\tt CREATEDINSECTION24-48.5-301ForUSEINACCORDANCEWITHSECTION}$
16	24-48.5-301 <u>(2)(b)(V); AND</u>
17	(II) Up to one million dollars of the unexpended and
18	UNENCUMBERED AMOUNT TO THE COLORADO OFFICE OF FILM, TELEVISION,
19	AND MEDIA OPERATIONAL ACCOUNT CASH FUND CREATED IN SECTION
20	24-48.5-116 (5)(a) FOR USE IN ACCORDANCE WITH SECTION 24-48.5-116
21	<u>(5)(b).</u>
22	SECTION 6. Appropriation. (1) (a) For the 2020-21 state fiscal
23	year, \$5,000,000 is appropriated to the creative industries cash fund
24	created in section 24-48.5-301 (2)(a), C.R.S. This appropriation is from
25	the general fund. The office of the governor is responsible for the
26	accounting related to this appropriation.
27	(b) For the 2020-21 state fiscal year, \$5,000,000 is appropriated

-7- 1285

1 to the office of the governor for use by economic development programs. 2 This appropriation is from reappropriated funds in the creative industries 3 cash fund under subsection (1)(a) of this section. To implement this act, 4 the office may use the appropriation for the council on creative industries 5 as follows: 6 (I) \$3,500,000 for the arts relief program established pursuant to 7 section 24-48.5-316, C.R.S.; and 8 \$1,500,000 for allocation in accordance with section 9 24-48.5-317, C.R.S. 10 (2) For the 2021-22 state fiscal year, \$5,000,000 is appropriated 11 to the office of the governor for use by economic development programs. 12 This appropriation is from the Colorado office of film, television, and 13 media operational account cash fund created in section 24-48.5-116 14 (5)(a), C.R.S. To implement this act, the office may use the appropriation 15 for the Colorado office of film, television, and media in accordance with 16 section 24-48.5-116 (5)(b), C.R.S. 17 (3) (a) Except as set forth in subsection (3)(c) of this section, for 18 the 2021-22 state fiscal year, up to \$12,000,000 is appropriated to the 19 office of the governor for use by economic development programs. This 20 appropriation is from the creative industries cash fund created in section 21 24-48.5-301 (2)(a), C.R.S. To implement this act, the office may use this 22 appropriation for the arts relief program established pursuant to section 23 24-48.5-316, C.R.S. 24 (b) Except as set forth in subsection (3)(c) of this section, for the 25 2021-22 state fiscal year, up to \$1,000,000 is appropriated to the office 26 of the governor for economic development programs. This appropriation

is from the Colorado office of film, television, and media operational

27

-8- 1285

1	account cash fund created in section 24-48.5-116 (5)(a), C.R.S. To
2	implement this act, the office may use this appropriation for the Colorado
3	office of film, television, and media in accordance with section
4	24-48.5-116 (5)(b), C.R.S.
5	(c) The money appropriated by this subsection (3) becomes
6	available if transfers authorized by section 24-32-129 (3)(b), C.R.S. are
7	completed.
8	SECTION 7. Safety clause. The general assembly hereby finds,
9	determines, and declares that this act is necessary for the immediate
10	preservation of the public peace, health, or safety.

-9- 1285