Second Regular Session Seventy-third General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 22-1001.01 Chelsea Princell x4335

HOUSE BILL 22-1377

HOUSE SPONSORSHIP

Woodrow and Exum,

SENATE SPONSORSHIP

Kolker and Gonzales,

House Committees

Senate Committees

Transportation & Local Government

	A BILL FOR AN ACT
101	CONCERNING THE CREATION OF THE CONNECTING COLORADANS
102	EXPERIENCING HOMELESSNESS WITH SERVICES, TREATMENT
103	AND HOUSING SUPPORTS GRANT PROGRAM.

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 creates the connecting Coloradans experiencing homelessness with services, treatment, and housing supports grant program (grant program), administered by the division of housing (division) in the department of local affairs (department).

The grant program provides grants to local governments and nonprofit organizations to enable those entities to make investments and improvements in their communities or regions of the state to address and respond to the needs of people experiencing homelessness.

The bill requires the division to develop policies, procedures, and guidelines governing the administration of the grant program. The bill specifies how grant funding is to be awarded and the eligible uses of grant money awarded under the grant program. The bill specifies requirements for grant recipients.

The bill creates the connecting Coloradans experiencing homelessness with services, treatment, and housing supports fund (fund) in the department. The bill specifies requirements pertaining to the administration of the fund. The bill requires a transfer of \$105 million from the economic recovery and relief cash fund to the fund to administer the grant program.

The bill sets forth specified reporting requirements pertaining to the grant program.

The bill requires the department, in conjunction with the department of health care policy and financing, to report to the house of representatives public and behavioral health and human services committee and the senate health and human services committee, and to its committee of reference during its "State Measurement for Accountable, Responsive, and Transparent (SMART) Government Act" hearing, any results, recommendations, and federal implications concerning any supportive housing pilot program currently being administered by the department in conjunction with the department of health care policy and financing.

The bill requires the division to report on the activities of the grant program as part of the regular annual public report prepared by the division on affordable and emergency housing spending.

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

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SECTION 1. Legislative declaration. (1) The general assembly finds, determines, and declares that:

(a) The state of Colorado is focused on supporting communities to create proven responses to homelessness that are designed to connect people without stable housing to services, care, and housing to help ensure that when homelessness occurs, it is rare and brief, and that no one gets left behind;

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1	(b) The COVID-19 pandemic has exacerbated Colorado's
2	homelessness and behavioral health crisis. Many communities do not
3	have sufficient responses to address housing and behavioral health needs
4	for their community members.
5	(c) People experiencing homelessness with chronic behavioral
6	health issues face many challenges in accessing long-term treatment and
7	are far more likely to receive care in hospital emergency departments.
8	Without trained and dedicated providers or advocates, people
9	experiencing homelessness often end up in a cycle of expensive treatment
10	with little or no follow-up.
11	(d) Housing and support services are crucial for the safety, health,
12	and well-being of Coloradans. Extensive research shows that housing is
13	an essential social determinant of health. Stable housing improves health
14	outcomes and decreases health-care costs.
15	(2) Therefore, it is the intent of the general assembly to facilitate
16	investments in local communities across the state of Colorado to quickly
17	connect people experiencing homelessness with services, treatment, and
18	temporary and permanent housing to put them on a path to economic
19	self-sufficiency.
20	(3) The general assembly further finds and declares that the grant
21	program described in this act is an important government service.
22	SECTION 2. In Colorado Revised Statutes, add 24-32-726 as
23	follows:
24	24-32-726. Connecting Coloradans experiencing homelessness
25	with services, treatment, and housing supports grant program -
26	$\textbf{funding-report-definitions-repeal.} (1) \ \textbf{Definitions.} \ \textbf{AS USED IN THIS}$
27	SECTION, UNLESS THE CONTEXT OTHERWISE REQUIRES:

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1	(a) "COMMUNITY PARTNER" MEANS A NONPROFIT ORGANIZATION
2	THAT UNDERTAKES ANY OF THE ACTIVITIES OR SERVICES DESCRIBED IN
3	SUBSECTION (2)(c) OF THIS SECTION.
4	(b) "DEPARTMENT" MEANS THE DEPARTMENT OF LOCAL AFFAIRS.
5	(c) "Eligible recipient" means a local government or a
6	COMMUNITY PARTNER THAT APPLIES FOR A GRANT THROUGH THE GRANT
7	PROGRAM.
8	(d) "FUND" MEANS THE CONNECTING COLORADANS EXPERIENCING
9	HOMELESSNESS WITH SERVICES, TREATMENT, AND HOUSING SUPPORTS
10	FUND CREATED IN SUBSECTION (5)(a) OF THIS SECTION.
11	(e) "Grant program" means the connecting Coloradans
12	EXPERIENCING HOMELESSNESS WITH SERVICES, TREATMENT, AND HOUSING
13	SUPPORTS GRANT PROGRAM CREATED IN SUBSECTION (2)(a) OF THIS
14	SECTION.
15	(f) "LOCAL GOVERNMENT" MEANS A COUNTY, MUNICIPALITY, CITY
16	AND COUNTY, TRIBAL GOVERNMENT, SPECIAL DISTRICT ORGANIZED
17	$\hbox{\it pursuant to title 32, school district, district, housing authority,}$
18	COUNCIL OF GOVERNMENTS, REGIONAL PLANNING COMMISSION
19	ORGANIZED PURSUANT TO TITLE 30, OR ANY OTHER POLITICAL
20	SUBDIVISION OF THE STATE.
21	(g) "MATCH" MEANS MONETARY AND NONMONETARY
22	CONTRIBUTIONS TO A PROJECT.
23	(2) Creation of the grant program - projects or programs
24	eligible for funding. (a) There is created in the division the
25	CONNECTING COLORADANS EXPERIENCING HOMELESSNESS WITH
26	SERVICES, TREATMENT, AND HOUSING SUPPORTS GRANT PROGRAM TO
27	DROVIDE CRANTS TO ELICIBLE DECIDIENTS TO ENABLE THEM TO MAKE

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1	INVESTMENTS OR IMPROVEMENTS IN THEIR COMMUNITIES OR REGIONS OF
2	THE STATE TO:
3	(I) QUICKLY CONNECT PEOPLE EXPERIENCING HOMELESSNESS TO
4	SERVICES, TREATMENT, AND TEMPORARY AND PERMANENT HOUSING IN
5	ACCORDANCE WITH THE REQUIREMENTS OF THIS SECTION; AND
6	(II) Ensure Colorado has a community-based continuum of
7	RESPONSES FOR PEOPLE EXPERIENCING HOMELESSNESS, INCLUDING
8	EMERGENCY SHELTERS, TRANSITIONAL HOUSING, RECOVERY CARE AND
9	RELATED RESIDENTIAL PROGRAMS, AND PERMANENT HOUSING WITH
10	WRAPAROUND SERVICES.
11	(b) THE DIVISION SHALL ADMINISTER THE GRANT PROGRAM.
12	(c) THE DIVISION MAY AWARD GRANTS UNDER THE GRANT
13	PROGRAM TO SUPPORT ELIGIBLE RECIPIENTS IN PROJECTS OR PROGRAMS
14	THAT:
15	(I) PROVIDE GAP FINANCING FOR THE PURCHASE OR CONVERSION
16	OF UNDERUTILIZED PROPERTIES IN COMMUNITIES WHERE EFFORTS HAVE
17	BEEN MADE TO ENCOURAGE CONVERSION OF UNDERUTILIZED PROPERTIES
18	INTO TRANSITIONAL OR SUPPORTIVE HOUSING THAT PROVIDES
19	WRAPAROUND SERVICES;
20	(II) PROVIDE SUPPORTIVE SERVICES SO LONG AS THE SUPPORTIVE
21	SERVICES MEET THE GRANT PROGRAM GOALS OUTLINED IN SUBSECTION (4)
22	OF THIS SECTION. SUCH SUPPORTIVE SERVICES INCLUDE THOSE DESCRIBED
23	IN 42 CFR 578.53 AND THOSE DETERMINED BY THE DIVISION. FUNDS MAY
24	BE USED TO PROVIDE SUPPORTIVE SERVICES IN CONJUNCTION WITH
25	CAPITAL IMPROVEMENTS AND HOUSING DEVELOPMENT PROJECTS OR AS
26	STANDALONE SERVICES THAT ARE PROVIDED TO AN INDIVIDUAL THROUGH
27	A SERVICE PROVIDER.

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1	(III) INVEST IN DATA COLLECTION, MANAGEMENT, AND ANALYSIS
2	PROCESSES AND EXPAND OUTREACH AND ENGAGEMENT EFFORTS TO
3	PEOPLE EXPERIENCING HOMELESSNESS, PARTICULARLY UNSHELTERED
4	HOMELESSNESS, TO UNDERSTAND THE SCALE OF THE NEED THROUGHOUT
5	THE STATE AND WHETHER THE ACTIVITIES AND INVESTMENTS THROUGH
6	THIS GRANT PROGRAM ARE EFFECTIVE AT REDUCING THE NUMBER OF
7	PEOPLE EXPERIENCING HOMELESSNESS;
8	(IV) SUPPORT COORDINATION SYSTEMS TO HELP CONNECT PEOPLE
9	EXPERIENCING HOMELESSNESS WITH SERVICES AND PROGRAMS THAT BEST
10	FIT THEIR INDIVIDUAL NEEDS; AND
11	(V) FUND HOUSING DEVELOPMENT PROJECTS AND HOMELESS
12	RESPONSE PROGRAMS THAT INCLUDE BUT ARE NOT LIMITED TO:
13	(A) EMERGENCY HOMELESS SHELTERS;
14	(B) TRANSITIONAL AND BRIDGE HOUSING;
15	(C) Long-term housing;
16	(D) PERMANENT SUPPORTIVE HOUSING WITH SUPPORTIVE
17	SERVICES; AND
18	(E) RECOVERY CARE AND RELATED RESIDENTIAL PROGRAMS.
19	(d) IN ORDER TO RECEIVE A GRANT, AN ELIGIBLE RECIPIENT MUST
20	PROVIDE A MATCH.
21	(3) Policies, procedures, and guidelines. (a) THE DIVISION
22	SHALL DEVELOP POLICIES, PROCEDURES, AND GUIDELINES FOR THE GRANT
23	PROGRAM THAT, WITHOUT LIMITATION:
24	(I) DETERMINE HOW GRANTS FUNDED BY THE GRANT PROGRAM
25	MUST BE USED;
26	(II) ESTABLISH CRITERIA THAT THE DIVISION MUST CONSIDER IN
27	AWARDING GRANTS PURSUANT TO THIS SECTION. AT A MINIMUM, THE

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1	CRITERIA MUST INCLUDE THE CONSIDERATION OF:
2	(A) THE POTENTIAL IMPACT OF A PROJECT THAT AN ELIGIBLE
3	RECIPIENT FUNDS WITH A GRANT AWARD AND HOW THE PROJECT MEETS
4	THE GOALS OF THE GRANT PROGRAM; AND
5	(B) BEST PRACTICES, DATA, AND REGIONAL AND LOCAL
6	COLLABORATION.
7	(III) ESTABLISH THE PROCEDURES AND TIMELINES BY WHICH AN
8	ELIGIBLE RECIPIENT MAY APPLY FOR A GRANT;
9	(IV) REQUIRE GRANT RECIPIENTS TO OFFER A MATCH;
10	(V) REQUIRE ELIGIBLE RECIPIENTS TO DEMONSTRATE HOW THE
11	GRANT FUNDS WILL BE USED TO INCREASE HOUSING AND ECONOMIC
12	SECURITY FOR INDIVIDUALS BEING SERVED THROUGH THE GRANT
13	PROGRAM ACTIVITIES AND EFFORTS;
14	(VI) ESTABLISH REPORTING REQUIREMENTS FOR GRANT
15	RECIPIENTS;
16	(VII) ESTABLISH PERFORMANCE CRITERIA FOR GRANT RECIPIENTS'
17	PROJECTS;
18	(VIII) PROVIDE ANY ADDITIONAL REQUIREMENTS THAT THE
19	DIVISION DEEMS NECESSARY TO ADMINISTER THE GRANT PROGRAM; AND
20	(IX) DEMONSTRATE THE ABILITY TO LEVERAGE PRIVATE CAPITAL,
21	WHEN POSSIBLE.
22	(b) NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION,
23	THE AMOUNT OF ANY GRANT AWARDED UNDER THE GRANT PROGRAM AND
24	ANY RESTRICTIONS OR CONDITIONS PLACED UPON THE USE OF GRANT
25	MONEY AWARDED IS WITHIN THE DISCRETION OF THE DIVISION IN
26	ACCORDANCE WITH THE REQUIREMENTS OF THIS SECTION.
27	(4) Grant program goals. The grant program must be

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6	services, treatment, and housing supports fund - transfer of money
5	(5) Connecting Coloradans experiencing homelessness with
4	EXPERIENCING HOMELESSNESS FACE.
3	SUPPORT SYSTEMS TO EFFECTIVELY RESPOND TO THE STRUGGLES PEOPLE
2	BY SUPPORTING COMMUNITIES TO DEVELOP AND IMPLEMENT ADEQUATE
1	ADMINISTERED WITH THE GOAL OF REDUCING THE RATE OF HOMELESSNESS

- services, treatment, and housing supports fund transfer of money to the fund appropriation. (a) The connecting Coloradans experiencing homelessness with services, treatment, and housing supports fund is created in the department. The fund consists of money transferred to the fund in accordance with subsection (5)(c) of this section; money appropriated to the fund by the general assembly; and any gifts, grants, or donations from any public or private sources, including governmental entities, that the division is authorized to seek and accept.
- (b) The department shall credit all interest and income derived from the deposit and investment of money in the fund to the fund. All money not expended or encumbered, and all interest earned on the investment or deposit of money in the fund, remains in the fund and does not revert to the general fund or any other fund at the end of any fiscal year. The money in the fund is continuously appropriated to the department for the purposes specified in this section.
- (c) THE DIVISION MAY SEEK, ACCEPT, AND EXPEND GIFTS, GRANTS, OR DONATIONS FROM ANY PUBLIC OR PRIVATE RESOURCE FOR THE PURPOSES OF THIS SECTION. THE DIVISION SHALL TRANSMIT ALL MONEY RECEIVED FROM GIFTS, GRANTS, OR DONATIONS TO THE DEPARTMENT, AND THE DEPARTMENT SHALL CREDIT THE MONEY TO THE FUND.

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1	(d) On the effective date of this section, or as soon as
2	PRACTICABLE THEREAFTER, THE GENERAL ASSEMBLY SHALL APPROPRIATE
3	TO THE DEPARTMENT FOR THE PURPOSES OF IMPLEMENTING THIS SECTION
4	ONE HUNDRED FIVE MILLION DOLLARS FROM THE ECONOMIC RELIEF AND
5	RECOVERY CASH FUND CREATED IN SECTION 24-75-228 TO THE FUND. THE
6	MONEY APPROPRIATED PURSUANT TO THIS SUBSECTION $(5)(d)$ MUST ONLY
7	BE USED FOR:
8	(I) MAKING GRANTS TO ELIGIBLE RECIPIENTS PURSUANT TO THE
9	GRANT PROGRAM; AND
10	(II) THE COSTS OF ADMINISTERING THE GRANT PROGRAM AS MAY
11	BE INCURRED BY THE DIVISION. THE DIVISION MAY EXPEND UP TO SEVEN
12	PERCENT OF THE MONEY APPROPRIATED OR TRANSFERRED TO THE FUND TO
13	PAY FOR THE DIRECT AND INDIRECT COSTS IN ADMINISTERING THE GRANT
14	PROGRAM. ALL ADMINISTRATIVE COSTS MUST BE PAID OUT OF THE MONEY
15	TRANSFERRED TO THE FUND PURSUANT TO THIS SUBSECTION $(5)(d)(II)$.
16	(e) Money spent pursuant to this subsection (5)(e) must
17	CONFORM WITH THE ALLOWABLE PURPOSES SET FORTH IN THE FEDERAL
18	"American Rescue Plan Act of 2021", Pub.L. 117-2, as amended.
19	THE DIVISION SHALL SPEND OR OBLIGATE SUCH APPROPRIATION PRIOR TO
20	December 30, 2024, and expend the appropriation on or before
21	DECEMBER 31, 2026.
22	(f) The expenditures made pursuant to this section
23	CONSTITUTE GOVERNMENT SERVICES.
24	(g) This subsection (5) is repealed, effective December 31,
25	2026.
26	(6) Reporting. (a) The division shall include in the public
27	REPORT THE DIVISION PREPARES IN ACCORDANCE WITH SECTION

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I	24-32-705.5 (1) INFORMATION SUMMARIZING THE USE OF ALL THE MONEY
2	THAT WAS AWARDED AS GRANTS FROM THE GRANT PROGRAM IN THE
3	PRECEDING STATE FISCAL YEAR. AT A MINIMUM, THE INFORMATION MUST
4	SPECIFY:
5	(I) THE NUMBER OF LOCAL GOVERNMENTS OR COMMUNITY
6	PARTNERS THAT APPLIED FOR A GRANT, INCLUDING THE NUMBER OF LOCAL
7	GOVERNMENTS OR COMMUNITY PARTNERS THAT WERE NOT AWARDED A
8	GRANT;
9	(II) THE AMOUNT OF THE GRANT MONEY DISTRIBUTED TO EACH
10	GRANT RECIPIENT;
11	(III) A DESCRIPTION OF EACH GRANT RECIPIENT'S USE OF THE
12	GRANT MONEY;
13	(IV) How the use of the grant awarded furthered the
14	GOALS OF THE GRANT PROGRAM DESCRIBED IN SUBSECTION (4) OF THIS
15	SECTION; AND
16	(V) RECOMMENDATIONS CONCERNING FURTHER ADMINISTRATION
17	OF THE GRANT PROGRAM.
18	(b) THE DIVISION AND ANY ENTITY THAT RECEIVES MONEY FROM
19	THE DIVISION SHALL COMPLY WITH THE COMPLIANCE, REPORTING,
20	RECORD-KEEPING, AND PROGRAM EVALUATION REQUIREMENTS
21	ESTABLISHED BY THE OFFICE OF STATE PLANNING AND BUDGETING AND
22	THE STATE CONTROLLER IN ACCORDANCE WITH SECTION 24-75-226 (5).
23	(c) In the 2023 legislative session, the department, in
24	CONJUNCTION WITH THE DEPARTMENT OF HEALTH CARE POLICY AND
25	FINANCING, SHALL SHARE ANY RESULTS, RECOMMENDATIONS, AND
26	FEDERAL IMPLICATIONS CONCERNING ANY CURRENT SUPPORTIVE HOUSING
27	PILOT PROGRAMS BEING ADMINISTERED BY THE DEPARTMENT AND

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1	DIVISION AND THE DEPARTMENT OF HEALTH CARE POLICY AND FINANCING
2	AS PART OF ITS "STATE MEASUREMENT FOR ACCOUNTABLE, RESPONSIVE
3	AND TRANSPARENT (SMART) GOVERNMENT ACT" HEARING PURSUANT
4	TO SECTION 2-7-203. IN THE 2023 LEGISLATIVE SESSION, THE DEPARTMENT
5	AND THE DEPARTMENT OF HEALTH CARE POLICY AND FINANCING SHALL
6	SUBMIT A REPORT DETAILING ANY SUCH RESULTS, RECOMMENDATIONS
7	AND FEDERAL IMPLICATIONS CONCERNING ANY CURRENT SUPPORTIVE
8	HOUSING PILOT PROGRAMS BEING OPERATED BY THE DEPARTMENT AND
9	DIVISION AND THE DEPARTMENT OF HEALTH CARE POLICY AND FINANCING
10	TO THE HOUSE OF REPRESENTATIVES PUBLIC AND BEHAVIORAL HEALTH
11	AND HUMAN SERVICES COMMITTEE AND THE SENATE HEALTH AND HUMAN
12	SERVICES COMMITTEE, OR ANY SUCCESSOR COMMITTEES.
13	(7) Repeal. This section is repealed, effective July 1, 2027
14	SECTION 3. In Colorado Revised Statutes, 24-32-705, amend
15	(7) as follows:
16	24-32-705. Functions of division. (7) The division shall
17	administer:
18	(a) The affordable housing guided toolkit and local officials guide
19	program in accordance with section 24-32-721.5 SECTION 24-32-721.7
20	AND
21	(b) THE CONNECTING COLORADANS EXPERIENCING HOMELESSNESS
22	WITH SERVICES, TREATMENT, AND HOUSING SUPPORTS GRANT PROGRAM
23	CREATED IN SECTION 24-32-726.
24	SECTION 4. In Colorado Revised Statutes, 24-32-705.5, add
25	(3.5) as follows:
26	24-32-705.5. Annual public report on funding of affordable
7	housing preservation and production - definition (3.5) FOR THE

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- 1 PUBLIC REPORT REQUIRED BY SUBSECTION (1) OF THIS SECTION, THE
- 2 DIVISION SHALL INCLUDE IN THE REPORT FOR EACH YEAR OF THE
- 3 CONNECTING COLORADANS EXPERIENCING HOMELESSNESS WITH
- 4 SERVICES, TREATMENT, AND HOUSING SUPPORTS GRANT PROGRAM'S
- 5 OPERATION, THE INFORMATION REQUIRED PURSUANT TO SECTION
- 6 24-32-726.
- 7 **SECTION 5. Safety clause.** The general assembly hereby finds,
- 8 determines, and declares that this act is necessary for the immediate
- 9 preservation of the public peace, health, or safety.

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