

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

ENGROSSED

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

LLS NO. 25-0237.01 Jed Franklin x5484

HOUSE BILL 25-1019

HOUSE SPONSORSHIP

Sirota,

SENATE SPONSORSHIP

Hinrichsen,

House Committees

Transportation, Housing & Local Government

Senate Committees

A BILL FOR AN ACT

101 **CONCERNING THIRD-PARTY ADMINISTRATION OF PROGRAMS FOR**
102 **PERSONS EXPERIENCING HOMELESSNESS THAT ARE OVERSEEN**
103 **BY THE DIVISION OF HOUSING IN THE DEPARTMENT OF LOCAL**
104 **AFFAIRS.**

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 specifies that a third-party contractor or grantee may administer a program in the division of housing in the department of local affairs (division) for persons experiencing homelessness. The division

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
Amended 2nd Reading
January 24, 2025

may negotiate reasonable administrative or project delivery costs for contractors or grantees to administer the program in addition to the 5% retained by the division for program administration and oversight.

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

2 **SECTION 1.** In Colorado Revised Statutes, 29-32-104, **amend**
3 (3)(b) as follows:

4 **29-32-104. Permissible expenditures - affordable housing**
5 **programs - report.** (3) The division of housing and the division of local
6 government shall expend the money transferred to the support fund in
7 section 29-32-103 (1) to support the following programs only:

8 (b) A program serving persons experiencing homelessness to be
9 administered by the division OR ONE OR MORE CONTRACTORS OR
10 GRANTEES OF THE DIVISION. The program shall provide rental assistance,
11 housing vouchers, and eviction defense assistance, including legal,
12 financial, and case management, to persons experiencing homelessness
13 or at risk of experiencing homelessness. The program shall also make
14 grants or loans to ~~non-profit~~ NONPROFIT organizations, local governments,
15 tribal governments, or private entities to support the development and
16 preservation of supportive housing for persons experiencing
17 homelessness, and other homelessness related activities the division
18 determines contribute to the resolution of or prevention of homelessness,
19 including housing programs paid for by ~~non-profit~~ NONPROFIT
20 organizations, local governments, tribal governments, or private entities
21 on a pay for success basis, meaning an organization, local government,
22 tribal government, or private entity would receive financial support from
23 the program upon achieving objectives contractually agreed upon with the
24 division. All principal and interest payments on loans made under this

1 ~~paragraph (b)~~ SUBSECTION (3)(b) shall be paid to the division and used by
2 the division for the purposes set forth in this subsection (3). Up to ~~45%~~
3 FORTY-FIVE PERCENT of ~~monies~~ THE MONEY transferred to the support
4 fund annually may be used for the program. The division may utilize up
5 to ~~5%~~ FIVE PERCENT of the ~~funds~~ MONEY it allocates from the fund for the
6 program each state fiscal year to pay for the direct and indirect costs of
7 administering the program. THE DIVISION MAY NEGOTIATE REASONABLE
8 ADMINISTRATIVE OR PROJECT DELIVERY COSTS FOR ONE OR MORE
9 CONTRACTORS OR GRANTEEES TO ADMINISTER THE PROGRAM IN ADDITION
10 TO THE FIVE PERCENT RETAINED BY THE DIVISION FOR PROGRAM
11 ADMINISTRATION AND OVERSIGHT. THE DIVISION SHALL CONSIDER THE
12 PAST PERFORMANCE HISTORY OF A CONTRACTOR OR GRANTEE WHEN
13 SELECTING A CONTRACTOR OR GRANTEE TO ADMINISTER THE PROGRAM.

14 **SECTION 2. Safety clause.** The general assembly finds,
15 determines, and declares that this act is necessary for the immediate
16 preservation of the public peace, health, or safety or for appropriations for
17 the support and maintenance of the departments of the state and state
18 institutions.