First Regular Session Seventy-fifth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 25-0172.01 Josh Schultz x5486

SENATE BILL 25-162

SENATE SPONSORSHIP

Cutter and Snyder,

HOUSE SPONSORSHIP

Mabrey and Velasco, Lieder

Senate Committees

House Committees

Transportation & Energy Appropriations

101

A BILL FOR AN ACT

CONCERNING MEASURES TO INCREASE RAILROAD SAFETY.

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 requires that, immediately after a railroad notifies the state's watch center in the department of public safety (watch center) of an emergency involving a train, the watch center must notify the public utilities commission (commission) and the office of rail safety (office) of the incident. The commission is required to submit a report to specified committees of the general assembly on the information reported by railroads regarding an emergency involving a train.

A crew member of a train operated by a railroad may communicate

with first responders during an emergency situation after notifying the railroad dispatch. A crew member has discretion in determining the appropriate response to the emergency situation, including cutting the railroad crossing. A railroad or a crew member is immune from civil liability and is not liable in civil damages for actions taken in good faith in the course of a response to an emergency situation involving a train.

The bill eliminates the shared authority that the commission, the department of public safety, and the department of transportation had to inspect and investigate railroads and grants the commission alone the authority to inspect, investigate, and regulate the following railroads:

- A class I railroad;
- A railroad operating any line that was used by class I railroads as of July 1, 2024; and
- A passenger railroad.

The bill requires the office to gather, analyze, and assess information, including:

- Data to create a more comprehensive understanding of railroad safety;
- An assessment of the state's ability to respond to a large-scale release of hazardous materials from railroad transportation;
- The best practices for ensuring financial responsibility for response, cleanup, and damages from major rail events, including reviewing best practices from other states; and
- Communication issues impacting railroad lines in the state.

A railroad regulated by the commission is required to pay a fee to cover the costs incurred by the commission and the office in relation to the bill. The commission shall determine a methodology for calculating the fee by rule, but the commission must include specified criteria in the calculation. A railroad regulated by the commission must pay the fee in equal quarterly installments and is subject to penalties and interest if they fail to timely pay the fee.

- 1 Be it enacted by the General Assembly of the State of Colorado:
- 2 **SECTION 1. Legislative declaration.** (1) The general assembly
- 3 finds that:
- 4 (a) The safety and efficiency of Colorado's rail infrastructure is
- 5 critical to protecting public health, ensuring environmental sustainability,
- 6 and supporting economic vitality;
- 7 (b) Railroad transportation is a critical component of Colorado's

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economy and provides efficient and cost-effective movement of goods across the state and beyond;

- (c) Colorado's fragile ecosystems, weather extremes, extensive number of hard-to-maintain and difficult-to-access railroad track miles, and number of communities through which railroads operate necessitate a state office of rail safety;
- (d) The office of rail safety needs the authority and resources to address all railroad safety disciplines, including crossings, track, signal and train control, motive power and equipment, operating practices, compliance, and hazardous materials; ____
- (e) The establishment of the office of rail safety in the public utilities commission provides a dedicated, state-led approach to rail inspection, enforcement, and risk mitigation. By securing funding for the office, Colorado will be in line with 30 other states across the country that have rail safety programs and will enhance its ability to conduct safety inspections, enforce rail regulations, and coordinate with federal and local partners to prevent accidents and respond effectively to rail-related incidents. Reducing the risk of accidents, derailments, and other incidents associated with railroad transportation lowers costs, improves efficiency, and reduces liability for railroad <u>companies; and</u>
- (f) Railroads should not face multiple fee structures to support rail safety. A new office of rail safety fund should provide a single funding source for the office of rail safety and the regulation of highway-rail grade crossing safety for subject railroads.
- (2) Therefore, the general assembly declares that Colorado must fund the office of rail safety to fulfill its mandate of ensuring that rail operations in Colorado meet the highest standards of safety and

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| 1 | reliability. |
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| 2 | SECTION 2. In Colorado Revised Statutes, 40-20-302, add (5.5), |
| 3 | (8.5), and (23.5) as follows: |
| 4 | 40-20-302. Definitions. As used in this part 3, unless the context |
| 5 | otherwise requires: |
| 6 | (5.5) "CORRECTIVE ACTION" MEANS AN ACTIVITY CONDUCTED TO |
| 7 | ENSURE THAT A RAILROAD TRACK, A CAR, A LOCOMOTIVE, CROSSING |
| 8 | EQUIPMENT, SIGNAL EQUIPMENT, OR OTHER FACILITY OF A RAILROAD IS IN |
| 9 | GOOD CONDITION AND THAT A TRAIN RUNS SAFELY AND SMOOTHLY. |
| 10 | (8.5) "Environmentally critical area" means an area or |
| 11 | FEATURE THAT IS OF SIGNIFICANT ECOLOGICAL VALUE, INCLUDING A: |
| 12 | (a) STREAM CORRIDOR; |
| 13 | (b) HEADWATER; |
| 14 | (c) WETLAND; |
| 15 | (d) FEDERAL, STATE, OR LOCALLY DESIGNATED PUBLIC LAND OR |
| 16 | NATURAL AREA SITE; |
| 17 | (e) NATURAL HERITAGE PRIORITY SITE; |
| 18 | (f) HABITAT OF ENDANGERED OR THREATENED SPECIES; |
| 19 | (g) Large area of a contiguous open space or forest; |
| 20 | (h) STEEP SLOPE; |
| 21 | (i) GEOLOGICAL HERITAGE SITE; OR |
| 22 | (j) GROUNDWATER RECHARGE AREA. |
| 23 | (23.5) "VULNERABLE ENVIRONMENTAL CORRIDOR" MEANS A |
| 24 | CONTINUOUS SYSTEM OF OPEN SPACE THAT SERVES AS A KEY LINKAGE |
| 25 | POINT FOR HABITAT AND SPECIES, INCLUDING WILDLIFE OR ECOLOGICAL |
| 26 | CORRIDORS. |
| 27 | SECTION 3. In Colorado Revised Statutes, 40-20-306, amend |

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(1) introductory portion and (4); and **add** (5) and (6) as follows:

40-20-306. Emergency notifications - accident response - immunity from civil liability - report. (1) Within thirty minutes after discovering an emergency involving a train, unless communication is impossible, the railroad operating the train shall notify the state's watch center IN THE DEPARTMENT OF PUBLIC SAFETY of the emergency by telephone or another agreed-upon method of communication to ensure that authorities can respond swiftly and appropriately. Emergency conditions that require a railroad to provide such notice include:

- (4) (a) A railroad that provides a notification described in subsection (1) of this section shall also notify the community rail safety advisory committee and the rail industry safety advisory committee of the incident within thirty days after providing the notification described in subsection (1) of this section IMMEDIATELY AFTER RECEIVING THE EMERGENCY NOTIFICATION DESCRIBED IN SUBSECTION (1) OF THIS SECTION, THE STATE'S WATCH CENTER IN THE DEPARTMENT OF PUBLIC SAFETY SHALL NOTIFY THE COMMISSION AND THE OFFICE OF RAIL SAFETY OF THE INCIDENT. THE NOTIFICATION MUST INCLUDE THE INFORMATION LISTED IN SUBSECTION (2) OF THIS SECTION.
- (b) WITHIN THIRTY DAYS AFTER RECEIVING THE EMERGENCY NOTIFICATION DESCRIBED IN SUBSECTION (4)(a) OF THIS SECTION, THE OFFICE OF RAIL SAFETY SHALL NOTIFY THE COMMUNITY RAIL SAFETY ADVISORY COMMITTEE AND THE RAIL INDUSTRY SAFETY ADVISORY COMMITTEE OF THE INCIDENT. THE NOTIFICATION MUST INCLUDE THE INFORMATION LISTED IN SUBSECTION (2) OF THIS SECTION.
- (5) (a) A CREW MEMBER OF A TRAIN OPERATED BY A RAILROAD MAY COMMUNICATE WITH FIRST RESPONDERS DURING AN EMERGENCY

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| 1 | SITUATION AFTER NOTIFYING THE RAILROAD DISPATCH. A CREW MEMBER |
|----|---|
| 2 | HAS DISCRETION IN DETERMINING THE APPROPRIATE RESPONSE TO THE |
| 3 | EMERGENCY SITUATION, INCLUDING CUTTING THE CROSSING. |
| 4 | (b) A RAILROAD EMPLOYEE OR A CREW MEMBER OF A TRAIN |
| 5 | OPERATED BY A RAILROAD IS IMMUNE FROM CIVIL LIABILITY AND IS NOT |
| 6 | LIABLE IN CIVIL DAMAGES FOR ACTIONS TAKEN IN GOOD FAITH IN THE |
| 7 | COURSE OF A RESPONSE TO AN EMERGENCY SITUATION PURSUANT TO |
| 8 | SUBSECTION $(5)(a)$ OF THIS SECTION. |
| 9 | (6) (a) On or before February 1, 2026, and on or before |
| 10 | FEBRUARY 1 OF EACH YEAR THEREAFTER, THE COMMISSION SHALL |
| 11 | PROVIDE A REPORT TO THE TRANSPORTATION, HOUSING, AND LOCAL |
| 12 | GOVERNMENT COMMITTEE OF THE HOUSE OF REPRESENTATIVES AND THE |
| 13 | TRANSPORTATION AND ENERGY COMMITTEE OF THE SENATE, OR THEIR |
| 14 | SUCCESSOR COMMITTEES, CONTAINING THE DETAILS OF THE INFORMATION |
| 15 | REPORTED PURSUANT TO SUBSECTION (2) OF THIS SECTION. |
| 16 | (b) Notwithstanding section 24-1-136 (11)(a)(I), the |
| 17 | REPORTING REQUIREMENT DESCRIBED IN SUBSECTION (6)(a) OF THIS |
| 18 | SECTION CONTINUES INDEFINITELY. |
| 19 | SECTION 4. In Colorado Revised Statutes, 40-20-311, amend |
| 20 | (3) introductory portion, (5), (6), and (9); and add (15), (16), (17), (18), |
| 21 | and (19) as follows: |
| 22 | 40-20-311. Office of rail safety - agreement with federal |
| 23 | railroad administration - duties of commission - inspections - |
| 24 | information gathering - reports - rules - repeal. (3) The commission |
| 25 | the department of public safety, and the department of transportation shall |
| 26 | engage in inspection and investigation activities HAS AUTHORITY TO |
| 27 | INSPECT, INVESTIGATE, AND REGULATE, as described in 49 CFR 212, to |

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| address compliance with the requirements of this part 3. Notwithstanding |
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| any provision of this section, the authority of the commission the |
| department of public safety, and the department of transportation to |
| engage in inspection, and investigation, AND REGULATION activities |
| pursuant to this section is limited to: |
| (5) An interested party may request that the commission the |
| department of public safety, or the department of transportation |
| investigate an alleged violation of this part 3. |
| (6) The commission the department of public safety, or the |
| department of transportation may report an alleged violation of this part |
| 3 or any other safety concern to the federal railroad administration or the |
| federal surface transportation board. |
| (9) The commission the department of public safety, and the |
| department of transportation are IS immune from liability for actions |
| performed pursuant to this section, as described in article 10 of title 24. |
| (15) (a) The office of rail safety shall collect and |
| ANALYZE DATA TO CREATE A MORE COMPREHENSIVE UNDERSTANDING OF |
| RAIL SAFETY. THE OFFICE OF RAIL SAFETY SHALL WORK TO COMPILE |
| EXISTING DATA COLLECTED BY THE FEDERAL RAILROAD ADMINISTRATION |
| AND COMPILE ADDITIONAL DATA ON COVERED RAILROADS AND FACILITIES, |
| INCLUDING: |
| (I) The average train length and data on trains over eight |
| THOUSAND FIVE HUNDRED FEET IN LENGTH; |
| (II) TRAIN CONFIGURATION; |
| (III) TRAIN WHEEL AXLE COUNT; |
| (IV) WAYSIDE DETECTOR INFORMATION, INCLUDING INFORMATION |
| REQUIRED IN WAYSIDE DETECTOR REPORTING PURSUANT TO SECTION |

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| 1 | 40-20-303; |
|----|---|
| 2 | (V) BLOCKED PUBLIC CROSSING LOCATIONS BY UNITED STATES |
| 3 | DEPARTMENT OF TRANSPORTATION INVENTORY NUMBER, DURATION OF |
| 4 | BLOCKAGE, AND REASON FOR BLOCKAGE; AND |
| 5 | (VI) MAINTENANCE ACTIVITY, INCLUDING: |
| 6 | (A) CAR AND LOCOMOTIVE MAINTENANCE, INCLUDING HOW OFTEN |
| 7 | A DEFECT IS IDENTIFIED, THE TYPE OF DEFECT IDENTIFIED, THE |
| 8 | CORRECTIVE ACTION RECOMMENDED, THE CORRECTIVE ACTION TAKEN, |
| 9 | AND WHEN CORRECTIVE ACTION, IF NECESSARY, WAS TAKEN; |
| 10 | (B) TRACK MAINTENANCE, INCLUDING HOW OFTEN A DEFECT IS |
| 11 | IDENTIFIED, THE TYPE OF DEFECT IDENTIFIED, THE CORRECTIVE ACTION |
| 12 | RECOMMENDED, THE CORRECTIVE ACTION TAKEN, AND WHEN CORRECTIVE |
| 13 | ACTION, IF NECESSARY, WAS TAKEN; |
| 14 | (C) SIGNAL EQUIPMENT MAINTENANCE, INCLUDING HOW OFTEN A |
| 15 | DEFECT IS IDENTIFIED, THE TYPE OF DEFECT IDENTIFIED, THE CORRECTIVE |
| 16 | ACTION RECOMMENDED, THE CORRECTIVE ACTION TAKEN, AND WHEN |
| 17 | CORRECTIVE ACTION, IF NECESSARY, WAS TAKEN; AND |
| 18 | (D) CROSSING EQUIPMENT MAINTENANCE, INCLUDING HOW OFTEN |
| 19 | A DEFECT IS IDENTIFIED, THE TYPE OF DEFECT IDENTIFIED, THE |
| 20 | CORRECTIVE ACTION RECOMMENDED, THE CORRECTIVE ACTION TAKEN, |
| 21 | AND WHEN CORRECTIVE ACTION, IF NECESSARY, WAS TAKEN. |
| 22 | (b) The office of rail safety shall summarize the data |
| 23 | COLLECTED AND ANALYZED PURSUANT TO SUBSECTION (15)(a) OF THIS |
| 24 | SECTION AND INCLUDE THE SUMMARY IN THE ANNUAL REPORT REQUIRED |
| 25 | BY SUBSECTION (17)(b) OF THIS SECTION. THE OFFICE OF RAIL SAFETY |
| 26 | SHALL CONSULT WITH THE COMMUNITY RAIL SAFETY ADVISORY |
| 27 | COMMITTEE AND THE RAIL INDUSTRY SAFETY ADVISORY COMMITTEE |

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| 1 | REGARDING ANY DATA THAT THE OFFICE OF RAIL SAFETY DETERMINES IS |
|----|--|
| 2 | INFEASIBLE TO COLLECT AND SHALL PROVIDE INFORMATION TO THE |
| 3 | COMMITTEES AS TO WHY CERTAIN DATA MAY BE INFEASIBLE TO COLLECT. |
| 4 | (16) The office of rail safety shall ensure that data |
| 5 | COLLECTED PURSUANT TO THIS SECTION THAT IS NOT SUBJECT TO |
| 6 | EXCEPTIONS UNDER THE "COLORADO OPEN RECORDS ACT", PART 2 OF |
| 7 | ARTICLE 72 OF TITLE 24, IS MADE AVAILABLE TO THE COMMUNITY RAIL |
| 8 | SAFETY ADVISORY COMMITTEE AND THE RAIL INDUSTRY SAFETY ADVISORY |
| 9 | COMMITTEE. |
| 10 | (17) (a) THE OFFICE OF RAIL SAFETY, IN COORDINATION WITH THE |
| 11 | DEPARTMENT OF PUBLIC SAFETY AND THE DEPARTMENT OF PUBLIC HEALTH |
| 12 | AND ENVIRONMENT, SHALL CONDUCT A COMPREHENSIVE ASSESSMENT OF |
| 13 | THE STATE'S ABILITY TO RESPOND TO A LARGE-SCALE RELEASE OF |
| 14 | HAZARDOUS MATERIALS FROM RAIL TRANSPORTATION. THE ASSESSMENT |
| 15 | MUST INCLUDE: |
| 16 | (I) A DETERMINATION OF THE NUMBER OF FIRST RESPONDERS WHO |
| 17 | ARE TRAINED TO RESPOND TO AN EMERGENCY INVOLVING HAZARDOUS |
| 18 | MATERIALS, THEIR LOCATIONS, AND THEIR TRAINING LEVELS; |
| 19 | (II) A SUMMARY OF RAILROADS' EXISTING TRAINING PROVIDED TO |
| 20 | FIRST RESPONDERS, INCLUDING THROUGH THE USE OF VIRTUAL TRAINING |
| 21 | OR MOBILE TRAINING CARS, AND RAILROADS' EFFORTS TO ENCOURAGE |
| 22 | ENROLLMENT IN THIS TRAINING; |
| 23 | (III) AN INVENTORY OF THE EQUIPMENT AVAILABLE TO DEPLOY |
| 24 | DURING AN EMERGENCY INVOLVING HAZARDOUS MATERIALS, INCLUDING |
| 25 | CURRENT LOCATIONS OF HAZMAT RESPONSE CACHES, TO IDENTIFY GAPS IN |
| 26 | HAZMAT RESPONSE RELATING TO PERSONNEL, TRAINING, AND EQUIPMENT; |
| 27 | (IV) RECOMMENDATIONS ON WAYS TO INCREASE ACCESS TO |

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| 1 | TRAINING FOR VOLUNTEER FIREFIGHTERS AND INCENTIVES FOR THEM TO |
|----|--|
| 2 | ATTEND THE TRAINING DESCRIBED IN SECTION 40-20-310; |
| 3 | $\underline{(V)}$ A map that identifies environmentally critical areas |
| 4 | OF THE STATE, VULNERABLE ENVIRONMENTAL CORRIDORS, AND |
| 5 | DISPROPORTIONALLY IMPACTED COMMUNITIES THAT ARE ADJACENT TO |
| 6 | ROUTES OPERATED BY FREIGHT TRAINS AND PROVIDES INFORMATION |
| 7 | ABOUT THE TYPES AND AMOUNTS OF HAZARDOUS MATERIALS GENERALLY |
| 8 | TRANSPORTED ALONG THESE ROUTES FOR THE PURPOSE OF DETERMINING |
| 9 | WHAT A LARGE-SCALE RELEASE COULD INVOLVE; |
| 10 | (VI) RECOMMENDATIONS ON THE TYPES AND NUMBER OF |
| 11 | ADDITIONAL CACHES OF EQUIPMENT AND MATERIALS NECESSARY TO |
| 12 | RESPOND TO ENVIRONMENTALLY CRITICAL AREAS AND VULNERABLE |
| 13 | ENVIRONMENTAL CORRIDORS FOR USE BY LOCAL FIRST RESPONDERS TO |
| 14 | CONDUCT A SAFE AND EFFECTIVE FIRST RESPONSE TO AN INCIDENT |
| 15 | INVOLVING A LARGE-SCALE RELEASE OF HAZARDOUS MATERIALS, ALONG |
| 16 | WITH RECOMMENDATIONS AS TO THE BEST LOCATIONS IN THE STATE AT |
| 17 | WHICH TO STORE EQUIPMENT AND MATERIALS READY FOR DEPLOYMENT |
| 18 | BY LOCAL FIRST RESPONDERS; |
| 19 | (VII) THE RESPONSE PLANS OF CLASS I RAILROADS, AND THE |
| 20 | RESPONSE PLANS OF OTHER EMERGENCY RESPONSE AND HEALTH ENTITIES |
| 21 | THAT ARE EXPECTED TO ARRIVE AT THE SITE OF A LARGE-SCALE |
| 22 | HAZARDOUS RELEASE PREPARED TO ASSUME RESPONSIBILITY FOR THE |
| 23 | CONTAINMENT, COLLECTION, CLEANUP, AND REMEDIATION OF THE SITE, |
| 24 | INCLUDING: |
| 25 | (A) AN ESTIMATE OF THE NUMBER OF PERSONNEL AND THE |
| 26 | AMOUNT AND TYPE OF EQUIPMENT AND MATERIALS REQUIRED TO ADDRESS |
| 27 | A LARGE-SCALE RELEASE OF HAZARDOUS MATERIALS; |

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| 1 | (B) A DESCRIPTION OF THE BEST ROUTES AND THE BEST MODES OF |
|----|---|
| 2 | TRANSPORTATION TO BE USED TO TRANSPORT PERSONNEL, EQUIPMENT, |
| 3 | AND MATERIALS TO CRITICAL AREAS OF THE STATE; AND |
| 4 | (C) AN ESTIMATE OF THE AMOUNT OF TIME REQUIRED FOR |
| 5 | PERSONNEL, EQUIPMENT, AND MATERIALS TO BE DEPLOYED TO |
| 6 | ENVIRONMENTALLY CRITICAL AREAS AND VULNERABLE ENVIRONMENTAL |
| 7 | CORRIDORS OF THE STATE; AND |
| 8 | (VIII) ANY ADDITIONAL INFORMATION THAT ASSISTS IN THE |
| 9 | DEVELOPMENT OF COMPREHENSIVE PLANS TO PROMPTLY DEPLOY THE |
| 10 | STATE'S LOCAL RESOURCES, IMMEDIATELY FOLLOWED BY THE |
| 11 | DEPLOYMENT OF CORPORATE RAILROAD RESOURCES AND THOSE OF OTHER |
| 12 | EMERGENCY RESPONSE AND HEALTH ENTITIES, TO CONTAIN AND COLLECT, |
| 13 | TO THE MAXIMUM EXTENT POSSIBLE, A LARGE-SCALE RELEASE OF |
| 14 | HAZARDOUS MATERIALS IN CRITICAL AREAS OF THE STATE. |
| 15 | (b) On or before December 15, 2026, the office of rail |
| 16 | SAFETY SHALL REPORT TO THE TRANSPORTATION, HOUSING, AND LOCAL |
| 17 | GOVERNMENT COMMITTEE OF THE HOUSE OF REPRESENTATIVES AND THE |
| 18 | TRANSPORTATION AND ENERGY COMMITTEE OF THE SENATE, OR THEIR |
| 19 | SUCCESSOR COMMITTEES, SUMMARIZING THE ASSESSMENT CONDUCTED |
| 20 | PURSUANT TO SUBSECTION (17)(a) OF THIS SECTION. |
| 21 | (c) The office of rail safety shall work with the |
| 22 | COMMUNITY RAIL SAFETY ADVISORY COMMITTEE AND THE RAIL INDUSTRY |
| 23 | SAFETY ADVISORY COMMITTEE AND RELEVANT STATE AGENCIES ON |
| 24 | IMPLEMENTING THE RECOMMENDATIONS OF THE ASSESSMENT CONDUCTED |
| 25 | PURSUANT TO SUBSECTION (17)(a) OF THIS SECTION AND REPORT CREATED |
| 26 | PURSUANT TO SUBSECTION (17)(b) OF THIS SECTION. |
| 27 | (18) The office of rail safety shall assess the best |

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| 1 | PRACTICES FOR ENSURING FINANCIAL RESPONSIBILITY FOR RESPONSE, |
|----|---|
| 2 | CLEANUP, AND DAMAGES FROM MAJOR RAIL EVENTS, INCLUDING |
| 3 | REVIEWING BEST PRACTICES FROM OTHER STATES. |
| 4 | (19) THE OFFICE OF RAIL SAFETY SHALL MONITOR AND ASSESS |
| 5 | COMMUNICATION ISSUES IMPACTING RAIL LINES IN THE STATE, INCLUDING: |
| 6 | (a) COMMUNICATION WITH STATE ENTITIES, INCLUDING THE |
| 7 | DEPARTMENT OF PUBLIC SAFETY; |
| 8 | (b) Communication issues between crews working on |
| 9 | TRAINS MEASURING MORE THAN EIGHT THOUSAND FIVE HUNDRED FEET IN |
| 10 | LENGTH; AND |
| 11 | (c) COMMUNICATION FROM WAYSIDE DETECTORS TO CREWS. |
| 12 | SECTION 5. In Colorado Revised Statutes, add 40-20-311.5 as |
| 13 | follows: |
| 14 | 40-20-311.5. Rail safety fee - rules - fund created. (1) (a) THE |
| 15 | FOLLOWING TYPES OF RAILROADS SHALL PAY AN ANNUAL FEE TO COVER |
| 16 | THE OFFICE OF RAIL SAFETY'S AND THE COMMISSION'S DIRECT AND |
| 17 | INDIRECT COSTS OF IMPLEMENTING THE REQUIREMENTS OF THIS ARTICLE |
| 18 | 20: |
| 19 | (I) A CLASS I RAILROAD; |
| 20 | (II) A RAILROAD OPERATING ANY LINE THAT WAS USED BY CLASS |
| 21 | I railroads as of July 1, 2024; and |
| 22 | (III) A PASSENGER <u>RAIL SYSTEM.</u> |
| 23 | (b) (I) THE COMMISSION SHALL DETERMINE A <u>METHODOLOGY</u> , |
| 24 | THROUGH RULEMAKING, FOR CALCULATING THE ANNUAL FEE DESCRIBED |
| 25 | IN SUBSECTION (1)(a) OF THIS SECTION BY RULE FOR EACH RAILROAD TYPE |
| 26 | DESCRIBED IN SUBSECTION $(1)(a)$ OF THIS SECTION OPERATING WITHIN THE |
| 27 | STATE, TOTALING NO LESS THAN THE AMOUNT REQUIRED FOR THE OFFICE |

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| 1 | OF RAIL SAFETY TO ADMINISTER AND ENFORCE THIS ARTICLE 20 AND THE |
|----|--|
| 2 | RAILROADS' RELATED SHARE OF THE COMMISSION'S GRADE CROSSING |
| 3 | SAFETY PROGRAM RESPONSIBILITIES DESCRIBED IN SECTION 40-4-106. THE |
| 4 | TOTAL AMOUNT COLLECTED PURSUANT TO THE ANNUAL FEE MUST NOT |
| 5 | EXCEED FOUR MILLION EIGHT HUNDRED THOUSAND DOLLARS IN A |
| 6 | CALENDAR YEAR. |
| 7 | (II) THE METHODOLOGY FOR CALCULATING THE ANNUAL FEE |
| 8 | DESCRIBED IN SUBSECTION (1)(a) OF THIS SECTION $\underline{\text{MAY}}$ INCLUDE IN THE |
| 9 | CALCULATION: |
| 10 | (A) THE TOTAL TRAIN MILES TRAVELED IN COLORADO ANNUALLY; |
| 11 | (B) THE TOTAL GROSS TON-MILES OF FREIGHT TRAIN CARS, |
| 12 | CONTENTS, AND CABOOSES; AND |
| 13 | (C) THE TOTAL PUBLIC CROSSINGS. |
| 14 | (III) THE COMMISSION SHALL CONSULT WITH AND SOLICIT |
| 15 | COMMENT FROM THE COMMUNITY RAIL SAFETY ADVISORY COMMITTEE |
| 16 | AND THE RAIL INDUSTRY SAFETY ADVISORY COMMITTEE DURING THE |
| 17 | RULE-MAKING PROCESS TO ESTABLISH THE FEE CALCULATION |
| 18 | METHODOLOGY AND YEARLY CALCULATION OF THE FEE PURSUANT TO THIS |
| 19 | SUBSECTION (1). |
| 20 | (2) The state treasurer shall credit the fees collected |
| 21 | PURSUANT TO THIS ARTICLE 20 TO THE OFFICE OF RAIL SAFETY FUND, |
| 22 | WHICH FUND IS CREATED IN THE STATE TREASURY. THE MONEY IN THE |
| 23 | FUND IS CONTINUOUSLY APPROPRIATED TO THE OFFICE OF RAIL SAFETY |
| 24 | FOR THE PURPOSES SET FORTH IN THIS ARTICLE 20 AND FOR |
| 25 | ADMINISTERING THE RAILROADS' SHARE OF THE COMMISSION'S GRADE |
| 26 | CROSSING SAFETY PROGRAM RESPONSIBILITIES OUTLINED IN SECTION |
| 27 | 40-4-106. ALL INTEREST EARNED FROM THE DEPOSIT AND INVESTMENT OF |

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| 1 | MONEY IN THE FUND IS CREDITED TO THE FUND. |
|----|--|
| 2 | (3) (a) EACH RAILROAD SUBJECT TO THE FEE DESCRIBED IN |
| 3 | SUBSECTION (1)(a) OF THIS SECTION SHALL PAY THE FEE TO THE |
| 4 | COMMISSION IN EQUAL QUARTERLY INSTALLMENTS ON OR BEFORE JULY |
| 5 | 15, October 15, January 15, and April 15 of each state fiscal |
| 6 | YEAR. |
| 7 | (b) IF A RAILROAD DOES NOT PAY THE FEE BEFORE A QUARTERLY |
| 8 | DEADLINE DESCRIBED IN SUBSECTION (3)(a) OF THIS SECTION, THE |
| 9 | COMMISSION SHALL CHARGE THE RAILROAD A PENALTY OF TEN PERCENT |
| 10 | OF THE INSTALLMENT DUE PLUS INTEREST AT THE RATE OF ONE PERCENT |
| 11 | PER MONTH ON THE AMOUNT OF THE UNPAID INSTALLMENT UNTIL THE |
| 12 | FULL AMOUNT OF THE INSTALLMENT, PENALTY, AND INTEREST HAS BEEN |
| 13 | PAID. |
| 14 | (c) Upon failure, refusal, or neglect of any railroad to |
| 15 | PAY THE FEE OR ANY PENALTY OR INTEREST, THE ATTORNEY GENERAL |
| 16 | SHALL COMMENCE AN ACTION ON BEHALF OF THE STATE TO COLLECT THE |
| 17 | AMOUNT DUE. |
| 18 | SECTION 6. In Colorado Revised Statutes, 40-2-109, add |
| 19 | (2)(a)(III) as follows: |
| 20 | 40-2-109. Report to executive director of the department of |
| 21 | revenue. (2) (a) On March 1 of each year, the public utilities commission |
| 22 | shall furnish the executive director of the department of revenue with a |
| 23 | list of those public utilities subject to its jurisdiction, supervision, and |
| 24 | regulation on January 1 of each year. The provisions of this subsection (2) |
| 25 | shall not apply to: |
| 26 | (III) RAILROADS IDENTIFIED IN SECTION 40-20-311 (3) FOR |
| 27 | INSPECTION AND INVESTIGATION ACTIVITIES PURSUANT TO PART 3 OF |

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- 1 ARTICLE 20 OF THIS TITLE 40.
- 2 SECTION 7. Safety clause. The general assembly finds,
- determines, and declares that this act is necessary for the immediate
- 4 preservation of the public peace, health, or safety or for appropriations for
- 5 the support and maintenance of the departments of the state and state
- 6 institutions.

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