Second Regular Session Seventy-second General Assembly STATE OF COLORADO

ENGROSSED

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

LLS NO. 20-0311.01 Jennifer Berman x3286

HOUSE BILL 20-1047

HOUSE SPONSORSHIP

Cutter and Froelich,

SENATE SPONSORSHIP

Priola,

House Committees

Senate Committees

Energy & Environment Appropriations

A BILL FOR AN ACT CONCERNING THE DEVELOPMENT OF A STATEWIDE ORGANICS MANAGEMENT PLAN TO PROMOTE COMPOST USE ON COLORADO SOILS TO ADVANCE CARBON REDUCTION THROUGH CARBON STORAGE, AND, IN CONNECTION 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/.)

Zero Waste and Recycling Interim Study Committee. The bill tasks the executive director of the department of public health and

environment (executive director) or the executive director's designee and the commissioner of agriculture (commissioner) or the commissioner's designee with developing an organics management plan (plan) on or before September 1, 2022. The department of public health and environment may incorporate the plan into the department's existing work regarding organics management if its existing work meets the standards established for the organics management plan.

In developing the plan, the executive director and the commissioner are required to study and make recommendations regarding organic waste management practices to encourage compost use on soil to promote carbon storage.

The executive director and the commissioner must also complete 2 statewide surveys as part of the plan, with one survey examining end uses for the major categories of organic waste feedstock generated within the state and the other survey examining existing organic waste generation facilities and processing capacity.

On or before February 1, 2023, the executive director, in collaboration with the commissioner, shall submit a report summarizing the plan to the legislative committees with jurisdiction over energy or agricultural matters.

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

1

2 **SECTION 1.** In Colorado Revised Statutes, add article 17.5 to 3 title 25 as follows: 4 ARTICLE 17.5 5 **Organics Management for Compost** 6 **25-17.5-101. Definitions.** AS USED IN THIS ARTICLE 17.5, UNLESS 7 THE CONTEXT OTHERWISE REQUIRES: 8 "CARBON STORAGE" MEANS, WITH RESPECT TO THE (1) 9 AGRICULTURE SECTOR, THE CAPACITY OF AGRICULTURAL LANDS AND 10 FORESTS TO REMOVE CARBON DIOXIDE FROM THE ATMOSPHERE THROUGH 11 PHOTOSYNTHESIS WHEREBY THE CARBON DIOXIDE IS ABSORBED BY, AND 12 STORED AS CARBON IN, BIOMASS WITHIN TREE TRUNKS, BRANCHES, 13 FOLIAGE, ROOTS, AND SOILS. 14 (2) "COMMISSIONER" MEANS THE COMMISSIONER OF AGRICULTURE

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1	OR THE COMMISSIONER'S DESIGNEE.
2	(3) "COMPOST" HAS THE SAME MEANING AS SET FORTH IN SECTION
3	35-12-103 (6).
4	(4) "DEPARTMENT" MEANS THE DEPARTMENT OF PUBLIC HEALTH
5	AND ENVIRONMENT.
6	(5) "EXECUTIVE DIRECTOR" MEANS THE EXECUTIVE DIRECTOR OF
7	THE DEPARTMENT OR THE EXECUTIVE DIRECTOR'S DESIGNEE.
8	(6) "Greenhouse gas" means carbon dioxide, methane,
9	NITROUS OXIDE, HYDROFLUOROCARBONS, PERFLUOROCARBONS, NITROGEN
10	TRIFLUORIDE, AND SULFUR HEXAFLUORIDE, EXPRESSED AS CARBON
11	DIOXIDE EQUIVALENT.
12	25-17.5-102. Organics management plan - surveys - study -
13	collaboration with health department - reporting. (1) (a) $\overline{\text{(I)}}$ ON OR
14	BEFORE SEPTEMBER 1, 2022, THE EXECUTIVE DIRECTOR, IN
15	COLLABORATION WITH THE COMMISSIONER, SHALL DEVELOP AN ORGANICS
16	MANAGEMENT PLAN TO STUDY AND MAKE RECOMMENDATIONS
17	REGARDING ORGANIC WASTE MANAGEMENT PRACTICES TO ENCOURAGE
18	COMPOST USE ON COLORADO SOILS TO PROMOTE CARBON STORAGE. IN
19	DEVELOPING THE PLAN, THE EXECUTIVE DIRECTOR AND COMMISSIONER
20	SHALL WORK WITH A DIVERSE GROUP OF STAKEHOLDERS.
21	(II) As used in subsection (1)(a)(I) of this section, diverse
22	STAKEHOLDERS MAY INCLUDE, BUT ARE NOT LIMITED TO,
23	REPRESENTATIVES OF:
24	(A) A STATEWIDE ORGANIZATION REPRESENTING FARMERS;
25	(B) A STATEWIDE ORGANIZATION REPRESENTING CHEMISTS;
26	(C) Groups representing the four major categories of
27	ORGANIC WASTE FEEDSTOCK GENERATED WITHIN THE STATE, AS LISTED IN

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1	SUBSECTION (2)(a)(1) OF THIS SECTION, INCLUDING FEDERAL
2	LABORATORIES, MUNICIPALITIES, RESTAURANTS, GROCERY STORES,
3	UNIVERSITIES, AND COLLEGES;
4	(D) FINISHED COMPOST END USERS;
5	(E) STATE AGENCIES INCLUDING THE DEPARTMENT OF
6	TRANSPORTATION AND THE DEPARTMENT OF LOCAL AFFAIRS;
7	(F) THE AGRICULTURAL SECTOR;
8	(G) LAND MANAGERS;
9	(H) ZERO WASTE ADVOCATES;
10	(I) SOIL HEALTH ADVOCATES;
11	(J) COMPOSTABLE PRODUCT MANUFACTURERS, CERTIFIERS, AND
12	DISTRIBUTORS;
13	(K) THE STATE CONSERVATION BOARD CREATED IN SECTION
14	35-70-103; AND
15	(L) THE STATE PURCHASING AND CONTRACTS OFFICE IN THE
16	DEPARTMENT OF PERSONNEL.
17	(b) THE DEPARTMENT MAY INCORPORATE THE PLAN DESCRIBED IN
18	SUBSECTION $(1)(a)(I)$ of this section into the work the department
19	IS ALREADY DOING WITH REGARD TO ORGANICS MANAGEMENT IF THE
20	DEPARTMENT'S EXISTING WORK REGARDING ORGANICS MANAGEMENT
21	MEETS THE STANDARDS SET FORTH IN THIS ARTICLE 17.5.
22	(2) THE PLAN DEVELOPED PURSUANT TO SUBSECTION (1) OF THIS
23	SECTION MUST INCLUDE THE FOLLOWING COMPONENTS:
24	(a) THE COMPLETION OF THE FOLLOWING COMPREHENSIVE,
25	STATEWIDE SURVEYS:
26	(I) AN END-MARKET SURVEY TO EXAMINE THE COSTS, REVENUES,
27	AND GREENHOUSE GAS IMPACTS ASSOCIATED WITH CURRENT END USES

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1	FOR THE MAJOR CATEGORIES OF ORGANIC WASTE FEEDSTOCK GENERATED
2	WITHIN THE STATE, WHICH CATEGORIES ARE:
3	(A) SOURCE-SEPARATED MUNICIPAL SOLID WASTE ORGANICS;
4	(B) BIOSOLIDS;
5	(C) DAIRY AND FEEDLOT MANURE; AND
6	(D) FOREST WASTE INCLUDING URBAN FOREST WASTE.
7	(II) A SURVEY OF EXISTING ORGANIC WASTE GENERATION
8	FACILITIES AND PROCESSING CAPACITY;
9	(b) A STATEWIDE ORGANICS MANAGEMENT STUDY TO EXAMINE
10	AND ADDRESS THE NEED FOR ORGANICS PROCESSING INFRASTRUCTURE
11	EXPANSION AND INCREASED COMPOST UTILIZATION BY VARIOUS END
12	USERS INCLUDING END USE FOR AGRICULTURAL PURPOSES. THE STUDY
13	MUST INCLUDE AN EXAMINATION OF THE FOLLOWING:
14	(I) WITH REGARD TO THE DEVELOPMENT OF NEW OR EXPANDED
15	ORGANICS PROCESSING INFRASTRUCTURE AND COMPOST UTILIZATION
16	THROUGHOUT THE STATE:
17	(A) THE CLIMATE CHANGE IMPACTS ARISING FROM SUCH NEW OR
18	EXPANDED INFRASTRUCTURE AND UTILIZATION; AND
19	(B) A COST-BENEFIT ANALYSIS;
20	(II) AN EXPLORATION OF VARIOUS MECHANISMS TO INCREASE AND
21	PROMOTE INFRASTRUCTURE EXPANSION, INCLUDING:
22	(A) THE IDENTIFICATION OF NEW AND EXISTING COMPOST
23	FACILITIES AS ENTERPRISE ZONE PROJECTS THAT ARE ELIGIBLE FOR
24	INVESTMENT TAX CREDIT UNDER SECTION 39-30-104 AS COLORADO
25	INCOME TAXPAYER CONTRIBUTIONS UNDER THE COLORADO OFFICE OF
26	ECONOMIC DEVELOPMENT'S ENTERPRISE ZONE CONTRIBUTION PROJECT
27	PROGRAM;

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1	(B) POTENTIAL POLICY CHANGES THAT MAKE IT EASIER TO BUILD
2	NEW COMPOST FACILITIES;
3	(C) POTENTIAL SOURCES OF FUNDING TO PROVIDE TECHNICAL
4	SUPPORT FOR RURAL COMPOST FACILITIES THAT SERVE AGRICULTURE; AND
5	(D) SUSTAINABLE FUNDING OPTIONS THAT MAY BE USED TO
6	PROMOTE THE DEVELOPMENT OF INFRASTRUCTURE;
7	(c) RECOMMENDATIONS REGARDING:
8	(I) HOW TO INCREASE THE END-MARKET DEMAND AND
9	UTILIZATION OF COMPOST FROM VARIOUS FEEDSTOCKS. THE
10	RECOMMENDATIONS MAY INCLUDE:
11	(A) Innovative ways to create financial incentives or
12	OTHER INCENTIVES TO ENCOURAGE THE VOLUNTARY USE OF COMPOST IN
13	AGRICULTURE TO PROMOTE CARBON STORAGE IN SOIL AND INCENTIVES
14	FOR OTHER END USES, INCLUDING CONDUCTING A STUDY OF CARBON
15	STORAGE POTENTIAL IN COLORADO SOILS, DEVELOPING GOALS, MANAGING
16	DATA, IDENTIFYING GRANT OPPORTUNITIES, AND PROVIDING TECHNICAL
17	ASSISTANCE;
18	(B) A STATE PROCUREMENT STANDARD ESTABLISHING A
19	REQUIREMENT THAT A STATE-FUNDED PUBLIC PROJECT THAT SPECIFIES A
20	SOIL AMENDMENT USE COMPOST THAT IS SOURCED FROM A
21	STATE-PERMITTED COMPOST FACILITY AND CERTIFIED BY A NATIONALLY
22	RECOGNIZED THIRD PARTY; AND
23	(C) THE DEVELOPMENT OF SAMPLE PROCUREMENT LANGUAGE
24	THAT A LOCAL GOVERNMENT COULD USE IN ITS PROCUREMENT PROCESS,
25	SUCH AS LANGUAGE REQUIRING A MINIMUM OF FIVE PERCENT ORGANIC
26	MATTER IN CONSTRUCTION AND LANDSCAPING PROJECTS.
2.7	(II) STRATEGIES THAT MUNICIPAL AND COMMERCIAL

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1	SOURCE-SEPARATED POST-CONSUMER ORGANIC WASTE COLLECTORS AND
2	PROCESSORS COULD UTILIZE TO REDUCE CONTAMINATION, SUCH AS
3	EDUCATIONAL OUTREACH PROGRAMS.
4	(3) (a) On or before February 1, 2023, the executive
5	DIRECTOR, IN COLLABORATION WITH THE COMMISSIONER, SHALL SUBMIT
6	A REPORT SUMMARIZING THE PLAN DEVELOPED PURSUANT TO SUBSECTION
7	(2) OF THIS SECTION TO:
8	(I) THE ENERGY AND ENVIRONMENT COMMITTEE AND RURAL
9	AFFAIRS AND AGRICULTURE COMMITTEE OF THE HOUSE OF
10	REPRESENTATIVES, OR THEIR SUCCESSOR COMMITTEES; AND
11	(II) THE AGRICULTURE AND NATURAL RESOURCES COMMITTEE AND
12	THE TRANSPORTATION AND ENERGY COMMITTEE OF THE SENATE, OR THEIR
13	SUCCESSOR COMMITTEES.
14	(b) The executive director shall publish the report
15	CREATED PURSUANT TO SUBSECTION (3)(a) OF THIS SECTION ON THE
16	DEPARTMENT'S PUBLIC WEBSITE.
17	25-17.5-103. Repeal of article. This article 17.5 is repealed,
18	EFFECTIVE SEPTEMBER 1, 2023.
19	SECTION 2. Appropriation. For the 2020-21 state fiscal year,
20	\$150,000 is appropriated to the department of public health and
21	environment for use by the solid waste control program. This
22	appropriation is from the solid waste management fund created in section
23	30-20-118 (1), C.R.S. To implement this act, the division may use this
24	appropriation to develop an organics management plan.
25	SECTION 3. Act subject to petition - effective date. This act
26	takes effect at 12:01 a.m. on the day following the expiration of the
27	ninety-day period after final adjournment of the general assembly (August

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- 5, 2020, if adjournment sine die is on May 6, 2020); except that, if a referendum petition is filed pursuant to section 1 (3) of article V of the state constitution against this act or an item, section, or part of this act within such period, then the act, item, section, or part will not take effect unless approved by the people at the general election to be held in November 2020 and, in such case, will take effect on the date of the
- 7 official declaration of the vote thereon by the governor.

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