# Second Regular Session Sixty-eighth General Assembly STATE OF COLORADO

# **ENGROSSED**

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

LLS NO. 12-0675.01 Kate Meyer x4348

**HOUSE BILL 12-1268** 

### **HOUSE SPONSORSHIP**

Acree, Beezley, Joshi, Kerr J., McCann, Ramirez

## SENATE SPONSORSHIP

Hudak,

#### **House Committees**

Health and Environment Health and Environment Appropriations

#### **Senate Committees**

	A BILL FOR AN ACT
101	CONCERNING A TRANSFER OF FUNCTIONS PERTAINING TO HEALTH
102	FACILITY COMPLIANCE WITH CERTAIN BUILDING SAFETY
103	STANDARDS FROM THE DEPARTMENT OF PUBLIC HEALTH AND
104	ENVIRONMENT TO THE DIVISION OF FIRE SAFETY IN THE OFFICE
105	OF PREPAREDNESS, SECURITY, AND FIRE SAFETY WITHIN THE
106	DEPARTMENT OF PUBLIC SAFETY, AND, IN CONNECTION
107	THEREWITH, CREATING THE HEALTH FACILITY CONSTRUCTION
108	AND INSPECTION SECTION IN THE DIVISION OF FIRE 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://www.leg.state.co.us/billsummaries.)

Currently, the division of fire safety (division) in the office of preparedness, security, and fire safety within the Colorado department of public safety conducts construction plan reviews and performs inspections of public school buildings to determine compliance with building and fire safety codes. The department of public health and environment (department) is responsible for such reviews and inspections for health facility buildings.

Effective July 1, 2012, the bill transfers to the division the department's functions, personnel, and property directed principally for inspections of heath care facilities for conformity to building and fire safety standards. With the exception of certain health facilities for which there are no central buildings used to provide health services to individuals, the division will be responsible for adopting building and fire safety standards, reviewing plans for construction, performing inspections, issuing certificates of occupancy and compliance, and otherwise assessing and enforcing compliance with building and fire safety standards.

To reflect its broader scope, the division's public school construction and inspection section is renamed the "health facility and public school construction and inspection section" (section). Laws setting forth the current administrative duties and processes of the division and the section, as they relate to the public school construction and inspection program, are amended to include health facilities.

The bill leaves intact the existing authority of a local jurisdiction to adopt and enforce concurrent building and fire safety codes, and describes the interaction between local and division oversight and regulations.

The department is prohibited from licensing a health facility unless the division issues to the department a certificate of compliance certifying that the health facility's buildings and structures conform to the building and fire safety standards adopted by the director of the division. Upon receipt of such certificate, the department must take action regarding the pending application for licensure within 30 days.

- 1 Be it enacted by the General Assembly of the State of Colorado:
- SECTION 1. In Colorado Revised Statutes, 25-1.5-103, add (5)
- 3 as follows:
- 4 25-1.5-103. Health facilities powers and duties of department

-2- 1268

1	- limitations on rules promulgated by department. (5) (a) THIS
2	SUBSECTION (5) APPLIES TO CONSTRUCTION, INCLUDING SUBSTANTIAL
3	RENOVATION, AND ONGOING COMPLIANCE WITH ARTICLE 33.5 OF TITLE 24,
4	C.R.S., OF A HEALTH CARE FACILITY BUILDING OR STRUCTURE ON OR
5	AFTER JULY 1, 2013. ALL HEALTH FACILITY BUILDINGS AND STRUCTURES
6	SHALL BE CONSTRUCTED IN CONFORMITY WITH THE STANDARDS ADOPTED
7	BY THE DIRECTOR OF THE DIVISION OF FIRE SAFETY IN THE OFFICE OF
8	PREPAREDNESS, SECURITY, AND FIRE SAFETY WITHIN THE DEPARTMENT OF
9	PUBLIC SAFETY.
10	(b) EXCEPT AS PROVIDED IN PARAGRAPH (c) OF THIS SUBSECTION
11	(5) BUT NOTWITHSTANDING ANY OTHER PROVISION OF LAW TO THE
12	CONTRARY, THE DEPARTMENT SHALL NOT ISSUE OR RENEW ANY LICENSE
13	UNDER THIS ARTICLE UNLESS THE DEPARTMENT HAS RECEIVED A
14	CERTIFICATE OF COMPLIANCE FROM THE DIVISION OF FIRE SAFETY
15	CERTIFYING THAT THE BUILDING OR STRUCTURE OF THE HEALTH FACILITY
16	ARE IN CONFORMITY WITH THE STANDARDS ADOPTED BY THE DIRECTOR OF
17	THE DIVISION OF FIRE SAFETY.
18	(c) THE DEPARTMENT HAS NO AUTHORITY TO ESTABLISH OR
19	ENFORCE STANDARDS RELATING TO BUILDING OR FIRE CODES. ALL
20	FUNCTIONS, PERSONNEL, AND PROPERTY OF THE DEPARTMENT AS OF JUNE
21	30, 2013, THAT ARE PRINCIPALLY DIRECTED TO THE ADMINISTRATION,
22	INSPECTION, AND ENFORCEMENT OF ANY BUILDING OR FIRE CODES OR
23	STANDARDS SHALL BE TRANSFERRED TO THE HEALTH FACILITY
24	CONSTRUCTION AND INSPECTION SECTION OF THE DIVISION OF FIRE SAFETY
25	PURSUANT TO SECTION 24-33.5-1201 (4), C.R.S.
26	(d) NOTWITHSTANDING ANY PROVISION OF LAW TO THE
27	CONTRARY, ALL HEALTH FACILITIES SEEKING CERTIFICATION PURSUANT TO

-3-

1	THE FEDERAL INSURANCE OR ASSISTANCE PROVIDED BY TITLE $\overline{\text{XIX}}$ OF THE
2	FEDERAL "SOCIAL SECURITY ACT", AS AMENDED AND COMMONLY KNOWN
3	AS "MEDICAID", OR THE FEDERAL INSURANCE OR ASSISTANCE PROVIDED BY
4	TITLE XVIII OF THE FEDERAL "SOCIAL SECURITY ACT", AS AMENDED AND
5	COMMONLY KNOWN AS "MEDICARE", OR ANY SUCCESSOR CODE ADOPTED
6	OR PROMULGATED BY THE APPROPRIATE FEDERAL AUTHORITIES, SHALL
7	CONTINUE TO MEET SUCH CERTIFICATION REQUIREMENTS.
8	(f) NOTHING IN THIS SUBSECTION (5) DIVESTS THE DEPARTMENT OF
9	THE AUTHORITY TO PERFORM HEALTH SURVEY WORK OR PREVENTS THE
10	DEPARTMENT FROM ACCESSING RELATED FUNDS.
11	<b>SECTION 2.</b> In Colorado Revised Statutes, 25-3-102, <b>amend</b> (1);
12	and add (3) as follows:
13	25-3-102. License - application - issuance - certificate of
13 14	25-3-102. License - application - issuance - certificate of compliance required. (1) An application for a license described in
14	<b>compliance required.</b> (1) An application for a license described in
14 15	<b>compliance required.</b> (1) An application for a license described in section 25-3-101 shall be made to the department of public health and
14 15 16	<b>compliance required.</b> (1) An application for a license described in section 25-3-101 shall be made to the department of public health and environment annually upon such form and in such manner as prescribed
<ul><li>14</li><li>15</li><li>16</li><li>17</li></ul>	<b>compliance required.</b> (1) An application for a license described in section 25-3-101 shall be made to the department of public health and environment annually upon such form and in such manner as prescribed by the department; except that a community residential home shall make
14 15 16 17 18	<b>compliance required.</b> (1) An application for a license described in section 25-3-101 shall be made to the department of public health and environment annually upon such form and in such manner as prescribed by the department; except that a community residential home shall make application for a license pursuant to section 27-10.5-109, C.R.S. The
14 15 16 17 18 19	<b>compliance required.</b> (1) An application for a license described in section 25-3-101 shall be made to the department of public health and environment annually upon such form and in such manner as prescribed by the department; except that a community residential home shall make application for a license pursuant to section 27-10.5-109, C.R.S. The department has authority to administer oaths, subpoena witnesses or
14 15 16 17 18 19 20	compliance required. (1) An application for a license described in section 25-3-101 shall be made to the department of public health and environment annually upon such form and in such manner as prescribed by the department; except that a community residential home shall make application for a license pursuant to section 27-10.5-109, C.R.S. The department has authority to administer oaths, subpoena witnesses or documents, and take testimony in all matters relating to issuing, denying,
14 15 16 17 18 19 20 21	compliance required. (1) An application for a license described in section 25-3-101 shall be made to the department of public health and environment annually upon such form and in such manner as prescribed by the department; except that a community residential home shall make application for a license pursuant to section 27-10.5-109, C.R.S. The department has authority to administer oaths, subpoena witnesses or documents, and take testimony in all matters relating to issuing, denying, limiting, suspending, or revoking such license. The department shall issue
14 15 16 17 18 19 20 21 22	compliance required. (1) An application for a license described in section 25-3-101 shall be made to the department of public health and environment annually upon such form and in such manner as prescribed by the department; except that a community residential home shall make application for a license pursuant to section 27-10.5-109, C.R.S. The department has authority to administer oaths, subpoena witnesses or documents, and take testimony in all matters relating to issuing, denying, limiting, suspending, or revoking such license. The department shall issue licenses to applicants furnishing satisfactory evidence of fitness to
14 15 16 17 18 19 20 21 22 23	compliance required. (1) An application for a license described in section 25-3-101 shall be made to the department of public health and environment annually upon such form and in such manner as prescribed by the department; except that a community residential home shall make application for a license pursuant to section 27-10.5-109, C.R.S. The department has authority to administer oaths, subpoena witnesses or documents, and take testimony in all matters relating to issuing, denying, limiting, suspending, or revoking such license. The department shall issue licenses to applicants furnishing satisfactory evidence of fitness to conduct and maintain a facility described in section 25-3-101 in
14 15 16 17 18 19 20 21 22 23 24	compliance required. (1) An application for a license described in section 25-3-101 shall be made to the department of public health and environment annually upon such form and in such manner as prescribed by the department; except that a community residential home shall make application for a license pursuant to section 27-10.5-109, C.R.S. The department has authority to administer oaths, subpoena witnesses or documents, and take testimony in all matters relating to issuing, denying, limiting, suspending, or revoking such license. The department shall issue licenses to applicants furnishing satisfactory evidence of fitness to conduct and maintain a facility described in section 25-3-101 in accordance with the provisions of this part 1 and the rules and regulations

-4- 1268

1	from the date of issuance.
2	(3) (a) NOTWITHSTANDING ANY PROVISION OF LAW TO THE
3	CONTRARY, THE DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT
4	SHALL NOT ISSUE OR RENEW ANY LICENSE DESCRIBED IN SECTION 25-3-101
5	FOR A FACILITY COVERED BY SECTION 25-1.5-103 (5) UNLESS THE
6	DEPARTMENT RECEIVES A CERTIFICATE OF COMPLIANCE FOR THE
7	APPLICANT'S BUILDING OR STRUCTURE FROM THE DIVISION OF FIRE SAFETY
8	IN THE OFFICE OF PREPAREDNESS, SECURITY, AND FIRE SAFETY WITHIN THE
9	DEPARTMENT OF PUBLIC SAFETY IN ACCORDANCE WITH PART 12 OF
10	ARTICLE 33.5 OF TITLE 24, C.R.S.
11	(b) THE DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT
12	SHALL TAKE ACTION ON AN APPLICATION FOR LICENSURE WITHIN THIRTY
13	DAYS AFTER THE DATE THAT THE DEPARTMENT RECEIVES FROM THE
14	APPLICANT ALL OF THE NECESSARY INFORMATION AND DOCUMENTATION
15	REQUIRED FOR LICENSURE, INCLUDING A CERTIFICATE OF COMPLIANCE
16	FROM THE DIVISION OF FIRE SAFETY.
17	SECTION 3. In Colorado Revised Statutes, 25-3-105, add (4) as
18	follows:
19	<b>25-3-105.</b> License - fee - rules - penalty. (4) ON JUNE 30, 2013.
20	ANY MONEYS REMAINING IN THE HEALTH FACILITIES GENERAL LICENSURE
21	CASH FUND CREATED IN SECTION 25-3-103.1 (1) FROM FEES COLLECTED BY
22	THE DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT FOR HEALTH
23	FACILITY BUILDING AND STRUCTURE CODE PLAN REVIEWS AND
24	INSPECTIONS ARE TRANSFERRED TO THE HEALTH FACILITY CONSTRUCTION
25	AND INSPECTION CASH FUND CREATED IN SECTION 24-33.5-1207.8, C.R.S.
26	SECTION 4. In Colorado Revised Statutes, 24-33.5-1201, add
27	(4) as follows:

-5- 1268

1	24-33.5-1201. Division of fire safety - creation - public school
2	construction and inspection section - health facility construction and
3	inspection section - legislative declaration. (4) (a) There is hereby
4	CREATED WITHIN THE DIVISION THE HEALTH FACILITY CONSTRUCTION AND
5	INSPECTION SECTION TO IMPLEMENT SECTION 24-33.5-1212.5 AND TO
6	ADMINISTER AND ENFORCE THE CODES IN ACCORDANCE WITH SECTIONS
7	24-33.5-1212.5 AND 24-33.5-1213. THE HEALTH FACILITY CONSTRUCTION
8	AND INSPECTION SECTION SHALL PERFORM ITS DUTIES AND FUNCTIONS
9	UNDER THE DIVISION AND THE EXECUTIVE DIRECTOR AS IF THE SAME WERE
10	TRANSFERRED TO THE DEPARTMENT BY A TYPE $\overline{f 2}$ TRANSFER, AS SUCH
11	TRANSFER IS DEFINED IN THE "ADMINISTRATIVE ORGANIZATION ACT OF
12	1968", ARTICLE 1 OF THIS TITLE.
13	(b) On and after July 1, 2013, all positions of employment
14	IN THE DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT FOR WHICH
15	PRINCIPAL DUTIES ARE CONCERNED WITH LIFE SAFETY INSPECTION AND
16	THAT ARE DETERMINED BY THE DIRECTOR TO BE NECESSARY TO CARRY
17	OUT THE PURPOSES OF THE HEALTH FACILITY CONSTRUCTION AND
18	INSPECTION SECTION ARE TRANSFERRED TO THE DIVISION AND ARE
19	EMPLOYMENT POSITIONS THEREIN. THE EXECUTIVE DIRECTOR SHALL
20	APPOINT SUCH EMPLOYEES AS ARE NECESSARY TO CARRY OUT THE DUTIES
21	AND EXERCISE THE POWERS SPECIFIED IN THIS PART 12. THE EXECUTIVE
22	DIRECTOR MAY DELEGATE APPOINTING AUTHORITY AS APPROPRIATE.
23	(c) On and after July 1, 2013, all employees of the
24	DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT CARRYING OUT THE
25	DUTIES PRINCIPALLY RELATING TO LIFE SAFETY CODE COMPLIANCE ARE
26	EMPLOYEES OF THE HEALTH FACILITY CONSTRUCTION AND INSPECTION
27	SECTION IN THE DIVISION. THE EMPLOYEES RETAIN ALL RIGHTS UNDER THE

-6- 1268

1	STATE PERSONNEL SYSTEM AND TO RETIREMENT BENEFITS PURSUANT TO
2	THE LAWS OF THIS STATE, AND THEIR SERVICES ARE DEEMED TO HAVE
3	BEEN CONTINUOUS.
4	(d) On July 1, 2013, all items of property, real and
5	PERSONAL, INCLUDING OFFICE FURNITURE AND FIXTURES, BOOKS,
6	DOCUMENTS, AND RECORDS OF THE DEPARTMENT OF PUBLIC HEALTH AND
7	ENVIRONMENT USED IN CARRYING OUT THE DUTIES PRINCIPALLY RELATING
8	TO LIFE SAFETY CODE COMPLIANCE ARE TRANSFERRED TO THE HEALTH
9	FACILITY CONSTRUCTION AND INSPECTION SECTION IN THE DIVISION AND
10	BECOME THE PROPERTY OF THAT SECTION.
11	(e) By October 1, 2012, the division and the governor shall
12	SUBMIT AN APPLICATION TO THE SECRETARY OF THE $\overline{\text{U}}$ NITED $\overline{\text{S}}$ TATES
13	DEPARTMENT OF HEALTH AND HUMAN SERVICES FOR A MODIFICATION TO
14	THE AGREEMENT ENTERED INTO BETWEEN THE SECRETARY AND THE STATE
15	OF COLORADO PURSUANT TO SECTION 1864 OF THE FEDERAL "SOCIAL
16	SECURITY ACT", 42 U.S.C. SEC. 1395AA, WHICH MODIFICATION ALLOWS
17	THE DIVISION TO FULFILL THE DUTIES UNDER THAT LAW ASSOCIATED WITH
18	THE ASSESSMENT OF COMPLIANCE WITH THE FEDERAL FIRE SAFETY CODE
19	REQUIREMENTS FOR HEALTH FACILITIES, AND A MODIFICATION TO
20	WAIVERS FOR RESIDENTIAL MEDICAID PROVIDER TYPES TO ALLOW THE
21	DIVISION TO CONDUCT CONSTRUCTION PLANS AND INSPECTIONS.
22	(f) THE GENERAL ASSEMBLY HEREBY FINDS, DETERMINES, AND
23	DECLARES THAT, IN DISCHARGING ITS DUTIES UNDER THIS ARTICLE, AS
24	THEY PERTAIN TO HEALTH FACILITY BUILDINGS AND STRUCTURES, THE
25	HEALTH FACILITY CONSTRUCTION AND INSPECTION SECTION IS
26	ENCOURAGED TO COOPERATE WITH LOCAL AUTHORITIES, ESPECIALLY IN
27	REGARD TO PLAN REVIEWS AND WHETHER SUCH PLANS COMPORT WITH

-7- 1268

1	LOCAL REQUIREMENTS.
2	SECTION 5. In Colorado Revised Statutes, 24-33.5-1202,
3	amend (7.7); and add (7.9) as follows:
4	24-33.5-1202. Definitions. As used in this part 12, unless the
5	context otherwise requires:
6	(7.7) "Manufacturer" means any one or more of the following:
7	(a) An entity that manufactures or otherwise produces cigarettes
8	or causes cigarettes to be manufactured with the intent that such cigarettes
9	be sold in Colorado, regardless of where the cigarettes are manufactured
10	or produced and regardless of whether they are imported from outside the
11	United States;
12	(b) The first purchaser anywhere that intends to resell, in the
13	United States, cigarettes manufactured anywhere that the original
14	manufacturer or producer does not intend to be sold in the United States;
15	or
16	(c) An entity that becomes a successor to an entity described in
17	paragraph (a) or (b) of this subsection (7.7) "HEALTH FACILITY" MEANS
18	A GENERAL HOSPITAL, HOSPITAL UNIT AS DEFINED IN SECTION 25-3-101
19	(2), C.R.S., PSYCHIATRIC HOSPITAL, COMMUNITY CLINIC, REHABILITATION
20	CENTER, CONVALESCENT CENTER, COMMUNITY MENTAL HEALTH CENTER,
21	ACUTE TREATMENT UNIT, FACILITY FOR PERSONS WITH DEVELOPMENTAL
22	DISABILITIES, HABILITATION CENTER FOR CHILDREN WITH BRAIN DAMAGE,
23	CHIROPRACTIC CENTER AND HOSPITAL, MATERNITY HOSPITAL, NURSING
24	CARE FACILITY, REHABILITATIVE NURSING FACILITY, HOSPICE CARE
25	FACILITY, DIALYSIS TREATMENT CLINIC, AMBULATORY SURGICAL CENTER,
26	BIRTHING CENTER, OR OTHER FACILITY OF A LIKE NATURE; EXCEPT THAT
27	"HEALTH FACILITY" DOES NOT INCLUDE A FACILITY AT WHICH HEALTH

-8- 1268

1	SERVICES ARE NOT PROVIDED TO INDIVIDUALS.
2	(7.9) "MANUFACTURER" MEANS ANY ONE OR MORE OF THE
3	FOLLOWING:
4	(a) AN ENTITY THAT MANUFACTURES OR OTHERWISE PRODUCES
5	CIGARETTES OR CAUSES CIGARETTES TO BE MANUFACTURED WITH THE
6	INTENT THAT SUCH CIGARETTES BE SOLD IN COLORADO, REGARDLESS OF
7	WHERE THE CIGARETTES ARE MANUFACTURED OR PRODUCED AND
8	REGARDLESS OF WHETHER THEY ARE IMPORTED FROM OUTSIDE THE
9	UNITED STATES;
10	(b) THE FIRST PURCHASER ANYWHERE THAT INTENDS TO RESELL,
11	IN THE UNITED STATES, CIGARETTES MANUFACTURED ANYWHERE THAT
12	THE ORIGINAL MANUFACTURER OR PRODUCER DOES NOT INTEND TO BE
13	SOLD IN THE UNITED STATES; OR
14	(c) An entity that becomes a successor to an entity
15	DESCRIBED IN PARAGRAPH (a) OR (b) OF THIS SUBSECTION (7.9).
16	SECTION 6. In Colorado Revised Statutes, 24-33.5-1203,
17	<b>amend</b> (1) (b.5); and <b>add</b> (1) (p.5) as follows:
18	<b>24-33.5-1203. Duties of division.</b> (1) The division shall perform
19	the following duties:
20	(b.5) Advise the governor and the general assembly regarding
21	implementation of the public school construction and inspection program
22	AND THE HEALTH FACILITY CONSTRUCTION AND INSPECTION PROGRAM;
23	(p.5) When there is no local building department or fire
24	DEPARTMENT, CONDUCT CONSTRUCTION PLAN REVIEWS AND INSPECTIONS
25	OF HEALTH FACILITY BUILDINGS AND STRUCTURES, ENFORCE THE CODES
26	IN ACCORDANCE WITH SECTIONS 24-33.5-1212.5 AND 24-33.5-1213, AND
27	ISSUE CERTIFICATES OF OCCURANCY FOR SUCH BUILDINGS AND

-9- 1268

1	STRUCTURES;
2	<b>SECTION 7.</b> In Colorado Revised Statutes, 24-33.5-1204.5,
3	<b>amend</b> (1) (g); and <b>add</b> (1) (f.5) as follows:
4	24-33.5-1204.5. Powers and duties of administrator - rules.
5	(1) In addition to any other duties and powers granted by this section or
6	sections 24-33.5-1206.2 and 24-33.5-1206.4, the administrator has the
7	following duties and powers:
8	(f.5) TO ESTABLISH AND ADOPT RULES NECESSARY TO ADMINISTER
9	THE HEALTH FACILITY CONSTRUCTION AND INSPECTION PROGRAM FOR:
10	(I) WHERE THERE IS NO LOCAL BUILDING DEPARTMENT OR FIRE
11	DEPARTMENT, THE INSPECTION OF HEALTH FACILITY BUILDINGS AND
12	STRUCTURES AND PERFORMANCE OF PLAN REVIEWS; AND
13	(II) THE DEVELOPMENT OF A PROGRAM FOR CERTIFICATION OF
14	HEALTH FACILITY LIFE SAFETY INSPECTORS;
15	(g) To conduct hearings upon charges for discipline of a school
16	building inspector, HEALTH FACILITY LIFE SAFETY CODE INSPECTOR, OR
17	THIRD-PARTY INSPECTOR; issue subpoenas; compel attendance of
18	witnesses; compel the production of books, records, papers, and
19	documents; administer oaths to persons giving testimony at hearings; and
20	recommend prosecution of persons violating this part 12.
21	SECTION 8. In Colorado Revised Statutes, 24-33.5-1206,
22	amend (2) as follows:
23	24-33.5-1206. Education and training programs - certification
24	programs - supervision and control. (2) The public school construction
25	and inspection program, THE HEALTH FACILITY CONSTRUCTION AND
26	INSPECTION PROGRAM, and the certification program PROGRAMS for public
27	school and junior college building inspectors AND LIFE SAFETY CODE

-10-

1	INSPECTORS established pursuant to this part 12 shall be ARE under the
2	supervision and control of the director with the advice of the board of
3	appeals created in section 24-33.5-1213.7.
4	SECTION 9. In Colorado Revised Statutes, add 24-33.5-1207.8
5	as follows:
6	24-33.5-1207.8. Health facility construction and inspection
7	cash fund - created. ALL MONEYS COLLECTED BY THE DIVISION
8	PURSUANT TO SECTION 24-33.5-1212.5 SHALL BE TRANSMITTED TO THE
9	STATE TREASURER, WHO SHALL CREDIT THE SAME TO THE HEALTH
10	FACILITY CONSTRUCTION AND INSPECTION CASH FUND, WHICH IS HEREBY
11	CREATED. ALL MONEYS CREDITED TO THE FUND AND ALL INTEREST
12	EARNED THEREON ARE SUBJECT TO ANNUAL APPROPRIATION BY THE
13	GENERAL ASSEMBLY FOR PAYING THE EXPENSES OF THE HEALTH FACILITY
14	CONSTRUCTION AND INSPECTION PROGRAM. ANY UNEXPENDED AND
15	UNENCUMBERED MONEYS REMAINING IN THE FUND AT THE END OF A
16	FISCAL YEAR SHALL REMAIN IN THE FUND AND SHALL NOT BE CREDITED OR
17	TRANSFERRED TO THE GENERAL FUND OR ANOTHER FUND.
18	SECTION 10. In Colorado Revised Statutes, add 24-33.5-1212.5
19	as follows:
20	24-33.5-1212.5. Health facility fire and building codes -
21	third-party inspections authorized - temporary certificate of
22	occupancy - fees - rules - board of appeals. (1) (a) This section
23	APPLIES TO HEALTH FACILITY BUILDINGS OR STRUCTURES, INCLUDING THE
24	CONSTRUCTION OR SUBSTANTIAL REMODELING AND ONGOING COMPLIANCE
25	WITH THIS ARTICLE THEREOF, WHEN THERE IS NO LOCAL BUILDING
26	DEPARTMENT OR FIRE DEPARTMENT TO PERFORM SUCH FUNCTIONS.
27	(b) ON AND AFTER JULY 1, 2013, HEALTH FACILITY BUILDINGS AND

-11- 1268

1	STRUCTURES SHALL BE MAINTAINED IN ACCORDANCE WITH THEIR LOCAL
2	BUILDING AND FIRE CODES OR, IF NO SUCH LOCAL BUILDING AND FIRE
3	CODES EXIST, WITH THE BUILDING AND FIRE CODES ADOPTED BY THE
4	DIRECTOR PURSUANT TO SECTION 24-33.5-1203.5.
5	(c) NOTWITHSTANDING PARAGRAPH (a) OF THIS SUBSECTION (1),
6	UPON REQUEST OF THE LOCAL FIRE AUTHORITY, THE DIRECTOR OF THE
7	DIVISION SHALL PROVIDE TECHNICAL ASSISTANCE IN THE REVIEW OF
8	HEALTH FACILITY PLANS AND, IF APPROPRIATE, CONDUCT INSPECTIONS ON
9	BEHALF OF THE LOCAL FIRE AUTHORITY.
10	(2) EXCEPT AS SPECIFIED IN SUBSECTION (3) OF THIS SECTION, IN
11	THE ABSENCE OF A LOCAL BUILDING DEPARTMENT OR FIRE DEPARTMENT,
12	THE DIVISION SHALL CONDUCT THE NECESSARY PLAN REVIEWS, ISSUE
13	BUILDING PERMITS, CAUSE THE NECESSARY INSPECTIONS TO BE
14	PERFORMED, PERFORM FINAL INSPECTIONS, AND ISSUE CERTIFICATES OF
15	OCCUPANCY TO ASSURE THAT A HEALTH FACILITY BUILDING OR
16	STRUCTURE HAS BEEN CONSTRUCTED IN CONFORMITY WITH THE BUILDING
17	AND FIRE CODES ADOPTED BY THE DIRECTOR AND THAT THE HEALTH
18	FACILITY HAS COMPLIED WITH THIS SECTION.
19	(3) <b>Third-party inspectors.</b> (a) THE DIVISION MAY CONTRACT
20	WITH THIRD-PARTY INSPECTORS WHO ARE CERTIFIED IN ACCORDANCE
21	WITH SECTION 24-33.5-1213.5 TO PERFORM INSPECTIONS.
22	(b) (I) A HEALTH FACILITY MAY HIRE AND COMPENSATE
23	THIRD-PARTY INSPECTORS UNDER CONTRACT WITH THE DIVISION OR HIRE
24	AND COMPENSATE OTHER THIRD-PARTY INSPECTORS WHO ARE CERTIFIED
25	IN ACCORDANCE WITH SECTION 24-33.5-1213.5 TO PERFORM INSPECTIONS.
26	(II) IF A THIRD-PARTY INSPECTOR IS USED, THE DIVISION SHALL
27	REQUIRE A SUFFICIENT NUMBER OF THIRD-PARTY INSPECTION REPORTS TO

-12-

1	BE SUBMITTED BY THE INSPECTOR TO THE DIVISION BASED UPON THE
2	SCOPE OF THE PROJECT TO ENSURE QUALITY INSPECTIONS ARE PERFORMED.
3	EXCEPT AS SPECIFIED IN SUBSECTION (4) OF THIS SECTION, THE
4	THIRD-PARTY INSPECTOR SHALL ATTEST THAT INSPECTIONS ARE COMPLETE
5	AND ALL VIOLATIONS ARE CORRECTED BEFORE THE HEALTH FACILITY IS
6	ISSUED A CERTIFICATE OF OCCUPANCY. INSPECTION RECORDS SHALL BE
7	RETAINED BY THE THIRD-PARTY INSPECTOR FOR TWO YEARS AFTER THE
8	CERTIFICATE OF OCCUPANCY IS ISSUED. IF THE DIVISION FINDS THAT
9	INSPECTIONS ARE NOT COMPLETED SATISFACTORILY, AS DETERMINED BY
10	RULE OF THE DIVISION, OR THAT ALL VIOLATIONS ARE NOT CORRECTED,
11	THE DIVISION SHALL TAKE ENFORCEMENT ACTION AGAINST THE
12	APPROPRIATE HEALTH FACILITY PURSUANT TO SECTION 24-33.5-1213.
13	(4) <b>Temporary certificate of occupancy.</b> If inspections are
14	NOT COMPLETED AND A BUILDING OR STRUCTURE REQUIRES IMMEDIATE
15	OCCUPANCY, AND IF THE HEALTH FACILITY HAS PASSED THE APPROPRIATE
16	INSPECTIONS THAT INDICATE THERE ARE NO LIFE SAFETY ISSUES, THE
17	DIVISION MAY ISSUE A TEMPORARY CERTIFICATE OF OCCUPANCY. THE
18	TEMPORARY CERTIFICATE OF OCCUPANCY EXPIRES NINETY DAYS AFTER
19	THE DATE OF OCCUPANCY. IF NO RENEWAL OF THE TEMPORARY
20	CERTIFICATE OF OCCUPANCY IS ISSUED OR A PERMANENT CERTIFICATE OF
21	OCCUPANCY IS NOT ISSUED, THE BUILDING OR STRUCTURE SHALL BE
22	VACATED UPON EXPIRATION OF THE TEMPORARY CERTIFICATE. THE
23	DIVISION SHALL ENFORCE THIS SUBSECTION (4) PURSUANT TO SECTION
24	24-33.5-1213.
25	(5) <b>Division fees.</b> If the division conducts the necessary
26	PLAN REVIEWS AND PERFORMS THE NECESSARY INSPECTIONS TO
27	DETERMINE THAT A BUILDING OR STRUCTURE HAS BEEN CONSTRUCTED IN

-13-

1	CONFORMITY WITH THE BUILDING AND FIRE CODES ADOPTED BY THE
2	DIRECTOR, THE DIVISION SHALL CHARGE FEES AS ESTABLISHED BY THE
3	DIRECTOR BY RULE, BASED ON THE DIRECT AND INDIRECT COST OF
4	PROVIDING THE SERVICE. THE FEES SHALL COVER THE ACTUAL,
5	REASONABLE, AND NECESSARY EXPENSES OF THE DIVISION. THE DIRECTOR,
6	BY RULE OR AS OTHERWISE PROVIDED BY LAW, MAY INCREASE OR REDUCE
7	THE AMOUNT OF THE FEES AS NECESSARY TO COVER THE ACTUAL,
8	REASONABLE, AND NECESSARY COSTS OF THE DIVISION. ANY FEES
9	COLLECTED BY THE DIVISION PURSUANT TO THIS SUBSECTION $(5)$ SHALL BE
10	TRANSMITTED TO THE STATE TREASURER, WHO SHALL CREDIT THE SAME
11	TO THE HEALTH FACILITY CONSTRUCTION AND INSPECTION CASH FUND
12	CREATED IN SECTION 24-33.5-1207.8.
13	(6) Rules. Rules promulgated pursuant to this section
14	SHALL BE ADOPTED IN ACCORDANCE WITH ARTICLE 4 OF THIS TITLE.
15	(7) <b>Board of appeals.</b> (a) (I) There is hereby created in the
16	DIVISION THE HEALTH FACILITY CONSTRUCTION AND INSPECTION PROGRAM
17	BOARD OF APPEALS, REFERRED TO IN THIS SECTION AS THE "BOARD OF
18	APPEALS". THE BOARD OF APPEALS CONSISTS OF SEVEN MEMBERS
19	APPOINTED BY THE EXECUTIVE DIRECTOR AND ONE EX OFFICIO NONVOTING
20	MEMBER APPOINTED IN ACCORDANCE WITH SUB-SUBPARAGRAPH (C) OF
21	SUBPARAGRAPH (II) OF THIS PARAGRAPH (a).
22	(II) THE MEMBERS OF THE BOARD OF APPEALS SHALL BE PERSONS
23	WHO ARE QUALIFIED BY EXPERIENCE AND TRAINING TO PASS UPON
24	MATTERS PERTAINING TO HEALTH FACILITY BUILDING CONSTRUCTION,
25	INCLUDING ONE MEMBER WITH EXPERIENCE AND KNOWLEDGE OF THE LIFE
26	SAFETY CODE, AND SHALL INCLUDE:
27	(A) THE FOUR MEMBERS OF THE BOARD OF APPEALS CREATED IN

-14- 1268

1	SECTION 24-33.3-1213.7 WHO REPRESENT THE COLORADO CHAPTER OF
2	THE INTERNATIONAL CODE COUNCIL, THE FIRE MARSHAL'S ASSOCIATION OF
3	COLORADO, THE COLORADO STATE FIRE CHIEFS' ASSOCIATION, AND
4	COLORADO COUNTIES, INCORPORATED, OR ANY MEMBER APPOINTED FROM
5	A SUCCESSOR TO ANY OF THESE ORGANIZATIONS REPRESENTING
6	COMPARABLE INTERESTS;
7	(B) ONE REPRESENTATIVE FROM EACH OF THE FOLLOWING
8	ORGANIZATIONS OR A SUCCESSOR TO ANY OF SUCH ORGANIZATIONS
9	REPRESENTING COMPARABLE INTERESTS: THE COLORADO ASSOCIATION OF
10	HEALTHCARE ENGINEERS AND DIRECTORS; THE AMERICAN SOCIETY FOR
11	HEALTHCARE ENGINEERING; AND THE COLORADO CHAPTER OF THE
12	AMERICAN INSTITUTE OF ARCHITECTS; AND
13	(C) ONE EX OFFICIO NONVOTING MEMBER, APPOINTED BY THE
14	EXECUTIVE DIRECTOR OF THE DEPARTMENT OF PUBLIC HEALTH AND
15	ENVIRONMENT, WHO IS EMPLOYED BY THAT DEPARTMENT AS A HEALTH
16	SURVEYOR.
17	(III) THE MEMBERS OF THE BOARD OF APPEALS SERVE AT THE
18	PLEASURE OF THE EXECUTIVE DIRECTOR.
19	(IV) FOR THE INITIAL APPOINTMENTS TO THE BOARD OF APPEALS:
20	(A) THE MEMBERS SERVING PURSUANT TO SUB-SUBPARAGRAPH
21	(A) OF SUBPARAGRAPH (II) OF THIS PARAGRAPH (a) SERVE TERMS
22	COEXTENSIVE WITH THE TERMS TO WHICH THEY WERE APPOINTED UNDER
23	SECTION 24-33.5-1213.7; AND
24	(B) FOR THE MEMBERS APPOINTED PURSUANT TO
25	SUB-SUBPARAGRAPH (B) OF SUBPARAGRAPH (II) OF THIS PARAGRAPH (a),
26	THE EXECUTIVE DIRECTOR SHALL APPOINT ONE MEMBER FOR A ONE-YEAR
27	TERM, ONE MEMBER FOR A TWO-YEAR TERM, AND ONE MEMBER FOR A

-15- 1268

1	THREE-YEAR TERM. EACH TERM FOR THE MEMBER APPOINTED PURSUANT
2	TO SUB-SUBPARAGRAPH $(C)$ OF SUBPARAGRAPH $(II)$ OF THIS PARAGRAPH
3	(a) IS TWO YEARS. ALL SUBSEQUENT APPOINTMENTS ARE FOR THREE-YEAR
4	TERMS; EXCEPT THAT AN APPOINTMENT TO FILL A VACANCY ON THE
5	BOARD SHALL BE FOR THE REMAINDER OF THE PREDECESSOR'S TERM.
6	(V) THE MEMBERS OF THE BOARD OF APPEALS SHALL NOT BE
7	COMPENSATED FOR THEIR SERVICE ON THE BOARD AND SHALL NOT BE
8	REIMBURSED FOR EXPENSES.
9	(b) THE BOARD OF APPEALS SHALL SELECT A CHAIR FROM AMONG
10	ITS MEMBERS AND SHALL ADOPT REASONABLE PROCEDURES FOR
11	CONDUCTING ITS DELIBERATIONS.
12	(c) $(I)$ A HEALTH FACILITY REPRESENTATIVE MAY APPEAL TO THE
13	BOARD OF APPEALS A FINAL WRITTEN DECISION OF A DIVISION INSPECTOR
14	OR THIRD-PARTY INSPECTOR THAT CONDUCTS A PLAN REVIEW OR
15	INSPECTION PURSUANT TO THIS SECTION. THE APPEAL SHALL BE FILED
16	WITH THE DIVISION WITHIN THIRTY DAYS AFTER THE DATE OF THE
17	DECISION. THE DIVISION SHALL SPECIFY THE FORM ON WHICH AN APPEAL
18	SHALL BE MADE AND SHALL PROVIDE THE FORM TO A HEALTH FACILITY
19	REPRESENTATIVE UPON REQUEST.
20	(II) UPON RECEIPT OF AN APPEAL, THE DIVISION SHALL NOTIFY THE
21	CHAIR OF THE BOARD OF APPEALS AND SCHEDULE A HEARING NO MORE
22	THAN FIFTEEN DAYS AFTER THE DATE ON WHICH THE APPEAL WAS FILED.
23	(III) THE BOARD OF APPEALS MAY REVIEW A FINAL WRITTEN
24	DECISION BY AN INSPECTING ENTITY THAT IS BASED ON THE CODES OR
25	STANDARDS ADOPTED BY THE DIRECTOR. THE BOARD OF APPEALS SHALL
26	NOT WAIVE ANY REQUIREMENT OF THE CODES OR STANDARDS. THE BOARD
27	OF ADDEALS MAY DECOMMEND ALTERNATIVE MATERIALS AS DROVIDED IN

-16-

1	THE CODES OR STANDARDS. THE FINAL WRITTEN DECISION OF THE BOARD
2	IS FINAL AGENCY ACTION FOR PURPOSES OF SECTION 24-4-106.
3	(d) In addition to hearing appeals as provided in this
4	SECTION, THE BOARD OF APPEALS SHALL ADVISE THE DIRECTOR IN
5	PROMULGATING RULES AND ENACTING STANDARDS FOR THE HEALTH
6	FACILITY CONSTRUCTION AND INSPECTION PROGRAM.
7	SECTION 11. In Colorado Revised Statutes, 24-33.5-1213,
8	<b>amend</b> (1), (2) (a), and (4) (b) as follows:
9	24-33.5-1213. Fire and building code - violations - enforcement
10	- inspections. (1) The director shall enforce the provisions of sections
11	22-32-124 (2), and 23-71-122 (1) (v), C.R.S., and sections
12	24-33.5-1212.5, 24-33.5-1213.3, and 24-33.5-1213.5, C.R.S., by
13	appropriate actions in courts of competent jurisdiction.
14	(2) (a) The director may issue a notice of violation to a person
15	who is believed to have violated the codes as determined by an inspection
16	pursuant to section 22-32-124 (2), or 23-71-122 (1) (v), C.R.S., or section
17	24-33.5-1212.5, OR 24-33.5-1213.3, C.R.S. The notice shall be delivered
18	to the alleged violator by certified mail, return receipt requested, or by
19	any means that verifies receipt as reliably as certified mail, return receipt
20	requested.
21	(4) (b) A civil penalty collected pursuant to this subsection (4)
22	shall be deposited in the public school construction and inspection cash
23	fund created in section 24-33.5-1207.7 OR THE HEALTH FACILITY
24	CONSTRUCTION AND INSPECTION CASH FUND CREATED IN SECTION
25	24-33.5-1207.8, AS APPROPRIATE.
26	SECTION 12. In Colorado Revised Statutes, 24-33.5-1213.7,
27	add (6) as follows:

-17-

1	<b>24-33.5-1213.7. Board of appeals.</b> (6) This section only
2	APPLIES TO MATTERS RELATED TO SCHOOL REVIEWS AND INSPECTIONS.
3	SECTION 13. In Colorado Revised Statutes, 24-75-402, amend
4	(5) (y) as follows:
5	24-75-402. Cash funds - limit on uncommitted reserves -
6	reduction in amount of fees - exclusions. (5) Notwithstanding any
7	provision of this section to the contrary, the following cash funds are
8	excluded from the limitations specified in this section:
9	(y) The public school construction and inspection cash fund
10	created in section 24-33.5-1207.7 AND THE HEALTH FACILITY
11	CONSTRUCTION AND INSPECTION CASH FUND CREATED IN SECTION
12	24-33.5-1207.8;
13	SECTION 14. No appropriation. The general assembly intends
14	and determines that this act can be implemented through the transfer of
15	resources, as such resources exist in the fiscal year beginning July 1,
16	2012, and that therefore no additional appropriation of state moneys is
17	necessary to carry out this act.
18	<b>SECTION 15. Effective date.</b> (1) Except as otherwise provided
19	in subsection (2) of this section, this act takes effect July 1, 2013, only if
20	the division of fire safety in the department of public safety notifies the
21	revisor of statutes in writing, by June 30, 2013, that the secretary of the
22	United States department of health and human services has granted a
23	modification to the agreement entered into between said secretary and the
24	state of Colorado pursuant to section 1864 of the federal "Social Security
25	Act", 42 U.S.C. sec. 1395aa, which modification allows said division to
26	fulfill the duties under that law associated with the assessment of
27	compliance with the federal fire safety code requirements for health

-18-

1	facilities.
2	(2) Section 24-33.5-1201 (4) (e), Colorado Revised Statutes, as
3	enacted in section 4 of this act, takes effect upon passage.
4	SECTION 16. Safety clause. The general assembly hereby finds
5	determines, and declares that this act is necessary for the immediate
6	preservation of the public peace, health, and safety.

-19-