# Second Regular Session Seventieth General Assembly STATE OF COLORADO

## REREVISED

This Version Includes All Amendments Adopted in the Second House

LLS NO. 16-0260.01 Yelana Love x2295

**HOUSE BILL 16-1401** 

#### **HOUSE SPONSORSHIP**

Becker K. and Priola,

#### SENATE SPONSORSHIP

Woods and Hodge,

**House Committees** 

Business Affairs and Labor

**Senate Committees** 

Business, Labor, & Technology

#### A BILL FOR AN ACT

# 101 CONCERNING THE REGULATION OF RETAIL FOOD ESTABLISHMENTS.

### **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 <a href="http://www.leg.state.co.us/billsummaries">http://www.leg.state.co.us/billsummaries</a>.)

**Section 2** of the bill increases annual license fees for retail food establishments, phasing in the increase over the next 3 years, at minimum; creates a new fee category for retail food establishments that sell a limited range of specified foods; and limits the annual license fee exemption to certain specified entities. Section 2 also prohibits a county from spending the increased revenue from the fee increase on anything other than retail food health-related activities.

Section 3 of the bill requires the department of public health and

SENATE Amended 3rd Reading April 28, 2016

SENATE Amended 2nd Reading April 27, 2016

HOUSE 3rd Reading Unamended April 8, 2016

HOUSE 2nd Reading Unamended April 7, 2016 environment (CDPHE) to create a uniform system to communicate health inspection results to the public and sets limitations on the development of the uniform system.

**Section 4** requires CDPHE to attain certain targets, including significant statewide compliance with the federal food and drug administration's voluntary national retail food regulatory program standards. To reach these targets, the bill requires CDPHE to audit certain local public health agencies and requires local public health agencies to audit CDPHE in certain situations.

**Section 5** decreases the maximum period of suspension of a license or certificate of license from 6 months to one month, except in cases of closure due to an imminent health hazard. Section 5 also permits CDPHE and a county or district board of health to issue a cease-and-desist order if a person or licensee has been issued a civil penalty and remains in noncompliance.

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

SECTION 1. In Colorado Revised Statutes, 25-4-1606, amend

(2) and (2.5) as follows:

25-4-1606. Licensure - exception. (2) Before granting any license or certificate of license, the department or a county or district board of health may visit and inspect CONDUCT AN INSPECTION OF the retail food establishment or property on which the applicant conducts or proposes to conduct business to assess whether the establishment can operate in accordance TO DETERMINE COMPLIANCE with the rules promulgated by the department. to provide a safe food product. If an THE applicant complies with the requirements of this subsection (2) and APPEARS TO BE IN COMPLIANCE WITH the rules promulgated pursuant to AND WITH THE APPLICABLE PROVISIONS OF this part 16, the department or a county or district board of health shall approve the application for a license or certificate of license.

(2.5) If a critical violation OR A NONCRITICAL VIOLATION THAT IS SIGNIFICANT IN NATURE is documented during an A PREOPERATIONAL

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inspection, and the retail food establishment is unable to correct the
violation while the inspector is on site, follow-up activities shall be
conducted If the retail food establishment is able to correct the critical
violation during the inspection, the critical violation and the resolution
demonstrating compliance shall be documented on the inspection report
form, with no follow-up inspection required. If more than one follow-up
inspection is needed to correct the same critical violation at any type of
retail food establishment, the department or a county or district board of
health may pursue the civil penalty process outlined in section 25-4-1611
for correction and to recover any associated costs. FOR THE PURPOSE OF
GRANTING A LICENSE OR CERTIFICATE OF LICENSE.
SECTION 2. In Colorado Revised Statutes, 25-4-1607, amend

25-4-1607. Fees - repeal. (1) EXCEPT AS PROVIDED IN SUBPARAGRAPH (d.5) AND SUBSECTION (14) OF THIS SECTION (1), EFFECTIVE JANUARY 1 OF THE YEAR FOLLOWING THE INCREASES SPECIFIED IN PARAGRAPH (a) OF SUBSECTION (1.5) OF THIS SECTION, each retail food

(1) and (9) (a); and **add** (1.5), (13), and (14) as follows:

19 accordance with the following provisions AS FOLLOWS:

(a) A retail food establishment preparing or serving food in individual portions for immediate on- or off-premises consumption shall be assessed an annual fee based on the following schedule:

establishment in this state shall be assessed an annual license fee in

23	Seating Capacity	Fee
24	0 to 100	<del>\$255</del> \$385
25	101 to 200	<del>285</del> 430
26	Over 200	<del>310</del> 465

(a.5) A RETAIL FOOD ESTABLISHMENT LIMITED TO PREPARING OR

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1	SERVING FOOD THAT DOES NOT REQUIRE TIME OR TEMPERATURE CONTROL
2	FOR SAFETY, PROVIDING SELF-SERVICE BEVERAGES, OFFERING
3	PREPACKAGED COMMERCIALLY PREPARED FOOD AND BEVERAGES
4	REQUIRING TIME OR TEMPERATURE CONTROL, OR ONLY REHEATING
5	COMMERCIALLY PREPARED FOODS THAT REQUIRE TIME OR TEMPERATURE
6	CONTROL FOR SAFETY FOR RETAIL SALE TO CONSUMERS SHALL BE
7	ASSESSED AN ANNUAL FEE OF TWO HUNDRED SEVENTY DOLLARS.

(b) A retail food establishment ONLY offering PREPACKAGED COMMERCIALLY PREPARED food AND BEVERAGES, INCLUDING THOSE THAT ARE REQUIRED TO BE HELD AT REFRIGERATED OR FROZEN TIME OR TEMPERATURE CONTROL FOR SAFETY for retail sale to consumers for off-premises consumption, shall be assessed an annual fee based on the following schedule:

14	Square Footage	Fee
15	Less than <del>3,500</del> 15,001	<del>\$115</del> \$195
16	<del>3,501 to</del> over 15,000	<del>180</del> 353
17	15,001 to 25,000	<del>200</del>
18	25,001 to 45,000	<del>235</del>
19	45,001 to 65,000	<del>290</del>
20	65,001 to 85,000	<del>415</del>
21	over 85,000	<del>500</del>

(c) A retail food establishment offering food for retail sale to consumers for off-premises consumption and preparing or serving food in individual portions for immediate consumption either on- or off-premises shall be assessed an annual fee based on the following schedule:

27 Square Footage Fee

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1	Less than <del>3,500</del> 15,001	<del>\$207</del> \$375
2	<del>3,501 to</del> OVER 15,000	<del>338</del> 715
3	15,001 to 25,000	<del>360</del>
4	25,001 to 45,000	<del>395</del>
5	45,001 to 65,000	<del>450</del>
6	65,001 to 85,000	<del>575</del>
7	OVER 85,000	<del>690</del>

(c.5) (f) A retail food establishment offering food at a temporary living quarter for workers associated with oil and gas shall be assessed an initial licensing ANNUAL fee based on the following schedule: OF EIGHT HUNDRED FIFTY-FIVE DOLLARS.

12	Seating Capacity	<b>Initial License Fee</b>
13	<del>0-50</del>	<del>\$750</del>
14	Over 50	<del>1,250</del>

(II) Any future annual license fee or a change in location within the calendar year of the same retail food establishment offering food at a temporary living quarter for workers associated with oil and gas shall be assessed a renewal fee based on the following schedule:

19	Seating Capacity	Renewal License Fee
20	<del>0-50</del>	<del>\$275</del>
21	<del>Over 50</del>	<del>500</del>

(d) A retail food establishment shall be is subject to only one of the fees established in this subsection (1); EXCEPT THAT EFFECTIVE SEPTEMBER 1, 2016, THE LICENSE FEES ESTABLISHED FOR RETAIL FOOD ESTABLISHMENTS AT A SPECIAL EVENT, AS DEFINED IN SECTION 25-4-1602 (16), MUST BE ESTABLISHED BY THE COUNTY OR DISTRICT PUBLIC HEALTH AGENCY.

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1	(d.5) THE FEES ESTABLISHED IN THIS SUBSECTION (1) ARE
2	EFFECTIVE SEPTEMBER 1, 2018, FOR ANY NEW RETAIL FOOD
3	ESTABLISHMENT THAT WAS NOT LICENSED AND IN OPERATION PRIOR TO
4	THAT DATE.
5	(e) (I) Retail food establishment license fees shall be established
6	pursuant to this subsection (1); except that the city and county of Denver
7	may establish such fees by ordinance.
8	(II) Notwithstanding subparagraph (I) of this paragraph (e), the
9	fees established in this subsection (1) or by ordinance of the city and
10	county of Denver shall be the only annual license fees charged by the
11	state or any county, district, local, or regional inspection authority and
12	shall cover all inspections of a retail food establishment pursuant to this
13	subsection (1) throughout an annual license period.
14	(1.5) (a) Except as provided in <u>Sub-Subparagraph</u> (VI) of
15	THIS PARAGRAPH (a) AND SUBSECTION (14) OF THIS SECTION, EFFECTIVE
16	January 1, 2018, to December 31, 2018, each retail food
17	ESTABLISHMENT IN THIS STATE SHALL BE ASSESSED AN ANNUAL LICENSE
18	FEE AS FOLLOWS:
19	(I) A RETAIL FOOD ESTABLISHMENT PREPARING OR SERVING FOOD
20	IN INDIVIDUAL PORTIONS FOR IMMEDIATE ON- OR OFF-PREMISES
21	CONSUMPTION SHALL BE ASSESSED AN ANNUAL FEE BASED ON THE
22	FOLLOWING SCHEDULE:
23	SEATING CAPACITY FEE
24	0 то 100 \$360
25	101 TO 200 400
26	OVER 200 435
27	(II) A RETAIL FOOD ESTABLISHMENT PREPARING OR SERVING FOOD

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1	THAT DOES NOT REQUIRE TIME OR TEMPERATURE CONTROL FOR SAFETY,
2	PROVIDING SELF-SERVICE BEVERAGES, OFFERING PREPACKAGED
3	COMMERCIALLY PREPARED FOOD AND BEVERAGES REQUIRING TIME OR
4	TEMPERATURE CONTROL OR ONLY REHEATING COMMERCIALLY PREPARED
5	FOODS THAT REQUIRE TIME OR TEMPERATURE CONTROL FOR SAFETY FOR
6	RETAIL SALE TO CONSUMERS SHALL BE ASSESSED AN ANNUAL FEE OF TWO
7	HUNDRED FIFTY-THREE DOLLARS.
8	(III) A RETAIL FOOD ESTABLISHMENT ONLY OFFERING
9	PREPACKAGED COMMERCIALLY PREPARED FOOD AND BEVERAGES,
10	INCLUDING THOSE THAT ARE REQUIRED TO BE HELD AT REFRIGERATED OR
11	FROZEN TIME OR TEMPERATURE CONTROL FOR SAFETY FOR RETAIL SALE TO
12	CONSUMERS FOR OFF-PREMISES CONSUMPTION, SHALL BE ASSESSED AN
13	ANNUAL FEE BASED ON THE FOLLOWING SCHEDULE:
14	SQUARE FOOTAGE FEE
15	LESS THAN 15,001 \$183
16	OVER 15,000 330
17	(IV) A RETAIL FOOD ESTABLISHMENT OFFERING FOOD FOR RETAIL
18	SALE TO CONSUMERS FOR OFF-PREMISES CONSUMPTION AND PREPARING OR
19	SERVING FOOD IN INDIVIDUAL PORTIONS FOR IMMEDIATE CONSUMPTION
20	EITHER ON- OR OFF-PREMISES SHALL BE ASSESSED AN ANNUAL FEE BASED
21	ON THE FOLLOWING SCHEDULE:
22	SQUARE FOOTAGE FEE
23	LESS THAN 15,001 \$350
24	OVER 15,000 665
25	(V) A RETAIL FOOD ESTABLISHMENT OFFERING FOOD AT A
26	TEMPORARY LIVING QUARTER FOR WORKERS ASSOCIATED WITH OIL AND

GAS SHALL BE ASSESSED AN ANNUAL FEE OF EIGHT HUNDRED DOLLARS.

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1	(VI) THE FEES ESTABLISHED IN THIS <u>SUBSECTION (1)</u> ARE
2	EFFECTIVE SEPTEMBER 1, 2017, FOR ANY NEW RETAIL FOOD
3	ESTABLISHMENT THAT WAS NOT LICENSED AND IN OPERATION PRIOR TO
4	THAT DATE.
5	(b) Except as provided in $\underline{\text{SUB-SUBPARAGRAPH}}$ (VI) of this
6	PARAGRAPH (b), EFFECTIVE JANUARY 1, 2017, TO DECEMBER 31, 2017,
7	EACH RETAIL FOOD ESTABLISHMENT IN THIS STATE SHALL BE ASSESSED AN
8	ANNUAL LICENSE FEE AS FOLLOWS:
9	(I) A RETAIL FOOD ESTABLISHMENT PREPARING OR SERVING FOOD
10	IN INDIVIDUAL PORTIONS FOR IMMEDIATE ON- OR OFF-PREMISES
11	CONSUMPTION SHALL BE ASSESSED AN ANNUAL FEE BASED ON THE
12	FOLLOWING SCHEDULE:
13	SEATING CAPACITY FEE
14	0 то 100 \$330
15	101 то 200 370
16	OVER 200 405
17	(II) A RETAIL FOOD ESTABLISHMENT LIMITED TO PREPARING OR
18	SERVING FOOD THAT DOES NOT REQUIRE TIME OR TEMPERATURE CONTROL
19	FOR SAFETY, PROVIDING SELF-SERVICE BEVERAGES, OFFERING
20	PREPACKAGED COMMERCIALLY PREPARED FOOD AND BEVERAGES
21	REQUIRING TIME OR TEMPERATURE CONTROL OR ONLY REHEATING
22	COMMERCIALLY PREPARED FOODS THAT REQUIRE TIME OR TEMPERATURE
23	CONTROL FOR SAFETY FOR RETAIL SALE TO CONSUMERS SHALL BE
24	ASSESSED AN ANNUAL FEE OF TWO HUNDRED THIRTY-FIVE DOLLARS.
25	(III) A RETAIL FOOD ESTABLISHMENT ONLY OFFERING
26	PREPACKAGED COMMERCIALLY PREPARED FOOD AND BEVERAGES,
27	INCLUDING THOSE THAT ARE REQUIRED TO BE HELD AT REFRIGERATED OR

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2	CONSUMERS FOR OFF-PREMISES CONSUMPTION, SHALL BE ASSESSED AN
3	ANNUAL FEE BASED ON THE FOLLOWING SCHEDULE:
4	SQUARE FOOTAGE FEE
5	LESS THAN 15,001 \$170
6	OVER 15,000 305
7	(IV) A RETAIL FOOD ESTABLISHMENT OFFERING FOOD FOR RETAIL
8	SALE TO CONSUMERS FOR OFF-PREMISES CONSUMPTION AND PREPARING OR
9	SERVING FOOD IN INDIVIDUAL PORTIONS FOR IMMEDIATE CONSUMPTION
10	EITHER ON- OR OFF-PREMISES SHALL BE ASSESSED AN ANNUAL FEE BASED
11	ON THE FOLLOWING SCHEDULE:
12	SQUARE FOOTAGE FEE
13	LESS THAN 15,001 \$325
14	OVER 15,000 620
15	(V) A RETAIL FOOD ESTABLISHMENT OFFERING FOOD AT A
16	TEMPORARY LIVING QUARTER FOR WORKERS ASSOCIATED WITH OIL AND
17	GAS SHALL BE ASSESSED AN ANNUAL FEE OF SEVEN HUNDRED FORTY
18	DOLLARS.
19	(VI) The fees established in this <u>subsection (1)</u> are
20	EFFECTIVE SEPTEMBER 1, 2016, FOR ANY NEW RETAIL FOOD
21	ESTABLISHMENT THAT WAS NOT LICENSED AND IN OPERATION PRIOR TO
22	THAT DATE. THIS SUBPARAGRAPH (VI) IS REPEALED, EFFECTIVE JANUARY
23	1, 2017.
24	(c) A RETAIL FOOD ESTABLISHMENT IS SUBJECT TO ONLY ONE OF
25	THE FEES ESTABLISHED IN THIS SUBSECTION $(1.5)$ PER YEAR.
26	(d) RETAIL FOOD ESTABLISHMENT LICENSE FEES SHALL BE
27	ESTABLISHED PURSUANT TO THIS SUBSECTION (1.5); EXCEPT THAT THE

FROZEN TIME OR TEMPERATURE CONTROL FOR SAFETY FOR RETAIL SALE TO

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1	CITY AND COUNTY OF DENVERMAY ESTABLISH SUCH FEES BY ORDINANCE.
2	(9) (a) A certificate of license may be issued to and in the name
3	and address of any:
4	(I) Parochial, public, or private school PUBLIC OR NONPUBLIC
5	SCHOOL FOR STUDENTS IN KINDERGARTEN THROUGH TWELFTH GRADE OR
6	ANY PORTION THEREOF;
7	(II) Penal institution;
8	(III) Charitable organization and benevolent, nonprofit retail food
9	establishment conducted for the purpose of assisting elderly,
10	incapacitated, or disadvantaged persons Nonprofit organization that
11	PROVIDES FOOD SOLELY TO PEOPLE WHO ARE FOOD INSECURE, INCLUDING,
12	BUT NOT LIMITED TO, A SOUP KITCHEN, FOOD PANTRY, OR HOME DELIVERY
13	SERVICE; and
14	(IV) LOCAL GOVERNMENT ENTITY OR nonprofit or charitable
15	organization that donates, prepares, OR sells or serves food in conjunction
16	with an event or celebration if such donation, preparation, sale, or service
17	of food: AT A SPECIAL EVENT, INCLUDING, BUT NOT LIMITED TO, A SCHOOL
18	SPORTING EVENT, FIREFIGHTERS' PICNIC, OR CHURCH SUPPER, THAT TAKES
19	PLACE IN THE COUNTY IN WHICH THE LOCAL GOVERNMENT ENTITY OR
20	NONPROFIT ORGANIZATION RESIDES OR IS PRINCIPALLY LOCATED.
21	(A) Does not exceed the duration of the event or celebration or
22	a maximum of fifty-two days within a calendar year; and
23	(B) Takes place in the county in which such nonprofit or
24	charitable organization resides or is principally located.
25	(13) Legislative declaration - disposition of fee revenue.
26	(a) THE GENERAL ASSEMBLY DOES NOT INTEND FOR THE FEES PAID BY
27	RETAIL FOOD ESTABLISHMENTS AS OUTLINED IN SUBSECTIONS (1) AND

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1	(1.5) OF THIS SECTION TO SUBSIDIZE INSPECTION OR OTHER COSTS
2	ASSOCIATED WITH ENTITIES EXEMPT FROM FEES UNDER PARAGRAPH (a) OF
3	SUBSECTION (9) OF THIS SECTION.
4	(b) COUNTIES MAY ONLY SPEND THE INCREASED REVENUE FROM
5	THE INCREASE OF RETAIL FOOD ESTABLISHMENT FEES ON RETAIL FOOD
6	HEALTH-RELATED ACTIVITIES. SUPPLANTING FUNDS FOR OTHER COUNTY
7	PROGRAMS IS PROHIBITED.
8	(14) (a) The fee increase in subsection $(1.5)$ of this section
9	DOES NOT TAKE EFFECT UNTIL THE DEPARTMENT AND ALL LOCAL PUBLIC
10	HEALTH AGENCIES CONTRACTED BY THE DEPARTMENT TO PERFORM
11	INSPECTIONS AND ENFORCE REGULATIONS REGARDING RETAIL FOOD
12	ESTABLISHMENTS PROVE COMPLIANCE WITH SECTION 25-4-1607.7 (2). IF
13	THE DEPARTMENT AND ALL LOCAL PUBLIC HEALTH AGENCIES ARE NOT IN
14	COMPLIANCE ON JANUARY 1, 2018, THE INCREASE DOES NOT TAKE EFFECT
15	UNTIL JANUARY 1 IN THE YEAR FOLLOWING PROVEN COMPLIANCE.
16	(b) THE FEE INCREASE IN SUBSECTION (1) OF THIS SECTION DOES
17	NOT TAKE EFFECT UNTIL THE DEPARTMENT PROVES COMPLIANCE WITH
18	SECTION $25-4-1607.9$ (1). If the department is not in compliance on
19	JANUARY 1 FOLLOWING THE FEE INCREASE SPECIFIED IN SUBSECTION $(1.5)$
20	OF THIS SECTION, THE INCREASE IN SUBSECTION (1) DOES NOT TAKE EFFECT
21	UNTIL JANUARY 1 IN THE YEAR FOLLOWING PROVEN COMPLIANCE.
22	(c) THE DIRECTOR OF THE DEPARTMENT SHALL NOTIFY THE
23	REVISOR OF STATUTES, IN WRITING, WHEN THE CONDITIONS SPECIFIED IN
24	PARAGRAPHS (a) AND (b) OF THIS SUBSECTION (14) HAVE BEEN SATISFIED.
25	SECTION 3. In Colorado Revised Statutes, add 25-4-1607.7 as
26	follows:
27	25-4-1607.7. Health inspection results - development of a

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1	uniform system - communication to the public. (1) ON OR BEFORE
2	JANUARY 1, 2017, THE DEPARTMENT SHALL SOLICIT INPUT FROM RETAIL
3	FOOD ESTABLISHMENTS, CONTRACTED LOCAL PUBLIC HEALTH AGENCIES,
4	COUNTY COMMISSIONERS, AND OTHERS WITH A VESTED INTEREST IN THE
5	RETAIL FOOD INSPECTION PROGRAM TO ESTABLISH A UNIFORM SYSTEM TO
6	COMMUNICATE HEALTH INSPECTION RESULTS TO THE PUBLIC. THE
7	UNIFORM SYSTEM ESTABLISHED PURSUANT TO THIS SECTION MUST
8	PROVIDE MEANINGFUL AND REASONABLY DETAILED INFORMATION TO THE
9	PUBLIC AND MUST NOT SUMMARIZE THE RESULTS OF THE INSPECTION WITH
10	A LETTER, NUMBER, OR SYMBOL GRADING SYSTEM, OR A SIMILAR,
11	OVERSIMPLIFIED METHOD OF QUANTIFYING RESULTS.
12	(2) AFTER JULY 1, 2017, THE DEPARTMENT OR A LOCAL PUBLIC
13	HEALTH AGENCIES CONTRACTED BY THE DEPARTMENT TO PERFORM
14	INSPECTIONS AND ENFORCE REGULATIONS REGARDING RETAIL FOOD
15	ESTABLISHMENTS SHALL ONLY UTILIZE THE SYSTEM DEVELOPED AND
16	APPROVED BY THE DEPARTMENT TO COMMUNICATE INSPECTION RESULTS.
17	SECTION 4. In Colorado Revised Statutes, add 25-4-1607.9 as
18	follows:
19	<b>25-4-1607.9. Department targets - audits - reporting.</b> (1) ON
20	OR BEFORE APRIL 1, 2017, THE DEPARTMENT SHALL RESPOND TO ALL
21	PLANS AND SPECIFICATIONS AND HACCP PLAN REVIEWS WITHIN
22	FOURTEEN WORKING DAYS AFTER RECEIPT, AS REQUIRED BY SECTION
23	25-4-1605 (4).
24	(2) On or before December 31, 2019, the department shall
25	ENSURE SIGNIFICANT STATEWIDE COMPLIANCE WITH THE FEDERAL FOOD
26	AND DRUG ADMINISTRATION'S VOLUNTARY NATIONAL RETAIL FOOD
27	REGULATORY PROGRAM STANDARDS BY VERIFYING THAT:

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1	(a) AT LEAST SEVENTY PERCENT OF COLORADO'S RETAIL FOOD
2	PROGRAM STAFF MEET THE NATIONAL CRITERIA FOR APPROPRIATE
3	TRAINING AND EDUCATION TO ADEQUATELY PERFORM REQUIRED
4	INSPECTIONS; AND
5	(b) At least seventy percent of Colorado's retail food
6	PROGRAM STAFF MEET THE NATIONAL CRITERIA REGARDING THE FOCUS OF
7	INSPECTIONS ON CRITICAL ITEM RISK FACTORS, THE CORRECTION OF
8	DOCUMENTED DEFICIENCIES, AND THE FOCUS OF INSPECTIONS ON THE
9	HIGHEST-RISK ESTABLISHMENTS.
10	(c) TO VERIFY COMPLIANCE WITH THIS SECTION:
11	(I) THE DEPARTMENT SHALL AUDIT ANY LOCAL PUBLIC HEALTH
12	AGENCY THAT CONDUCTS INSPECTIONS WITHIN ITS JURISDICTION; AND
13	(II) LOCAL PUBLIC HEALTH AGENCIES SHALL AUDIT THE
14	DEPARTMENT REGARDING THE JURISDICTIONS WHERE THE DEPARTMENT
15	CONDUCTS INSPECTIONS.
16	(d) The results of the audits conducted pursuant to
17	PARAGRAPH (c) OF THIS SUBSECTION (2) MUST BE DOCUMENTED AND
18	REPORTED DURING EACH STAKEHOLDER PROCESS HELD PURSUANT TO
19	SECTION 25-4-1607.5.
20	SECTION 5. In Colorado Revised Statutes, 25-4-1609, amend
21	(1) and (2); and <b>add</b> (2.5) as follows:
22	25-4-1609. Disciplinary actions - closure - revocation -
23	<b>suspension - review.</b> (1) The department or a county or district board of
24	health may, on its own motion or complaint and after an investigation and
25	hearing at which the licensee is afforded an opportunity to be heard,
26	suspend or revoke a license or certificate of license for any violation of
27	this part 16, any rule adopted pursuant to this part 16, or any of the terms,

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conditions, or provisions of such license or certificate of license. A written notice of suspension or revocation, as well as any required notice of hearing, shall be sent TO THE LICENSEE by certified mail, to the licensee OR BY ONE OR MORE OTHER METHODS THAT ASSURE RECEIPT, at the address contained in the license or certificate of license.

- (2) Except in cases of closure due to an imminent health hazard, proceedings for the revocation or suspension of a license or certificate of license may not be commenced until after the imposition of the penalties prescribed by section 25-4-1611. The maximum period of suspension is six months ONE MONTH. When a license or certificate of license is suspended or revoked, no part of the fees paid for a license may be returned to the licensee.
- (2.5) THE DEPARTMENT OR A COUNTY OR DISTRICT BOARD OF HEALTH MAY ISSUE A CEASE-AND-DESIST ADMINISTRATIVE ORDER IF A PERSON OR LICENSEE HAS BEEN ISSUED A CIVIL PENALTY IN ACCORDANCE WITH SECTION 25-4-1611 (1) AND REMAINS IN NONCOMPLIANCE.

SECTION 6. Act subject to petition - effective date. This act takes effect at 12:01 a.m. on the day following the expiration of the ninety-day period after final adjournment of the general assembly (August 10, 2016, if adjournment sine die is on May 11, 2016); 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 2016 and, in such case, will take effect on the date of the official declaration of the vote thereon by the governor.

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