Second Regular Session Seventy-third General Assembly STATE OF COLORADO

PREAMENDED

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

LLS NO. 22-1035.01 Christy Chase x2008

HOUSE BILL 22-1394

HOUSE SPONSORSHIP

Esgar and Roberts, Will

SENATE SPONSORSHIP

Winter and Donovan,

House Committees

Senate Committees

Transportation & Local Government Appropriations

A BILL FOR AN ACT

101 CONCERNING FUNDING FOR JUST TRANSITION PROGRAMS TO ASSIST
102 COMMUNITIES WITH ECONOMIC TRANSITIONS.

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 transfers \$15 million from the general fund, with \$5 million allocated to the just transition cash fund and \$10 million allocated to the coal transition workforce assistance program account, and directs the department of labor and employment, through the just transition office, to expend the money for specified coal community and worker supports.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 8-83-504, amend (1),
3	(4)(a), (4)(b)(II), (4)(b)(III), and (4)(b)(IV) as (4)(a) introductory portion
4	is amended by House Bill 22-1193 as follows:
5	8-83-504. Just transition cash fund - transfer from general
6	fund - transfer from account - definition - repeal. (1) There is hereby
7	created in the state treasury the just transition cash fund. The fund
8	consists of money credited to the fund in accordance with section
9	39-29-108 (2)(d) and any other money that the general assembly may
10	appropriate or transfer to the fund. The state treasurer shall credit all
11	interest and income derived from the deposit and investment of money in
12	the fund to the fund. Subject to annual appropriation by the general
13	assembly, the office may expend money from the fund and the department
14	may expend money from the coal transition workforce assistance program
15	account of the fund created in section 8-83-504.5 (1) for purposes
16	specified in this part 5, including paying for the office's direct and indirect
17	costs in administering this part 5. ANY UNEXPENDED AND UNENCUMBERED
18	MONEY IN THE FUND AT THE END OF ANY FISCAL YEAR REMAINS IN THE
19	FUND AND SHALL NOT BE CREDITED OR TRANSFERRED TO THE GENERAL
20	FUND.
21	(4) (a) (I) (A) On June 30, 2021, the state treasurer shall transfer
22	eight million dollars from the general fund to the fund.
23	(B) On the effective date of the introductory portion to this
24	subsection (4)(a), as amended MARCH 7, 2022, the state treasurer shall
25	transfer two million dollars from the account to the fund.
26	(C) On July 1, 2022, the state treasurer shall transfer

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1	FIVE MILLION DOLLARS FROM THE GENERAL FUND TO THE FUND.
2	(II) Subject to annual appropriation by the general assembly, the
3	office shall expend the money transferred to the fund pursuant to this
4	subsection (4)(a) to implement the final just transition plan for Colorado
5	prepared as required by section 8-83-503 (4) and to provide supplemental
6	funding for existing state programs that the office identifies as the most
7	effective vehicles for targeted investment in coal transition communities.
8	In providing such supplemental funding, the office shall place a heavy
9	emphasis on investment in tier one transition communities and shall
10	support programs that:
11	(I) (A) Support targeted economic development;
12	(H) (B) Assist with regional capacity for coordination of economic
13	development programs and worker assistance programs;
14	(HH) (C) Support infrastructure projects and workforce
15	development programs; or
16	(IV) (D) Are consistent with the goals and strategies outlined in
17	the final just transition plan.
18	(III) FOR PURPOSES OF THE MONEY TRANSFERRED TO THE FUND
19	PURSUANT TO SUBSECTION $(4)(a)(I)(C)$ of this section, the office
20	SHALL USE THE MONEY TO SUPPORT TARGETED ECONOMIC DEVELOPMENT
21	FOR THE FOLLOWING:
22	(A) EXPANSION ASSISTANCE FOR EXISTING LOCAL BUSINESSES;
23	(B) EXPANDING PRIVATE FINANCIAL INVESTMENT; AND
24	(C) SITE SELECTOR AND TECHNICAL ASSISTANCE ENGAGEMENTS.
25	(b) In addition to the requirements set forth in subsection (4)(a) of
26	this section, the office shall expend money transferred to the fund
27	pursuant to subsection (4)(a) of this section in accordance with the

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1	following requirements and limitations:
2	(II) The office may provide for the transfer of money from the
3	fund to other state agencies only if the transfer is approved by the
4	director, the executive director of the department, the executive director
5	of the department of local affairs, and the executive director of the
6	Colorado office of economic development.
7	(III) (A) The office shall expend at least seventy percent of the
8	money TRANSFERRED TO THE FUND PURSUANT TO SUBSECTIONS
9	(4)(a)(I)(A) AND $(4)(a)(I)(B)$ OF THIS SECTION by the close of state fiscal
10	year 2021-22 and shall expend any remaining money by the close of state
11	fiscal year 2022-23 2023-24.
12	(B) THE OFFICE SHALL EXPEND THE MONEY TRANSFERRED TO THE
13	Fund pursuant to subsection $(4)(a)(I)(C)$ of this section by the
14	CLOSE OF STATE FISCAL YEAR 2025-26.
15	(IV) The department is authorized to use up to five percent of the
16	money IN THE FUND to fund operational support for the office's
17	expenditure of the money, including funding for the compensation of
18	existing office employees.
19	SECTION 2. In Colorado Revised Statutes, 8-83-504.5, amend
20	(1)(a) as (1) introductory portion, (1)(a) introductory portion, and
21	(1)(a)(V) are amended by House Bill 22-1193 and as (1)(a)(VII) and
22	(1)(a)(VIII) are added by House Bill 22-1193 ; and add (1)(e) and (1)(f)
23	as follows:
24	8-83-504.5. Additional coal transition workforce assistance
25	program funding - coal transition workforce assistance program
26	account. (1) (a) (I) The coal transition workforce assistance program
27	account is hereby created in the fund.

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1	(II) (A) On June 30, 2021, the state treasurer shall transfer seven
2	million dollars from the general fund to the account.
3	(B) On July 1, 2022, the state treasurer shall transfer ten
4	MILLION DOLLARS FROM THE GENERAL FUND TO THE ACCOUNT.
5	(III) Subject to annual appropriation by the general assembly, the
6	department shall expend money from the account for coal transition
7	workforce assistance programs subject to the following requirements and
8	limitations:
9	(a) The money must be expended for programs that directly assist
10	coal transition workers or their family members and other household
11	members, including programs that:
12	(I) (A) Establish or expand existing apprenticeship programs, the
13	training capacity of such programs, and the placement of coal transition
14	workers into such programs, prioritizing programs that are recognized as
15	registered apprenticeship programs by the department or are
16	industry-recognized apprenticeship programs that satisfy United States
17	department of labor requirements for such programs;
18	(H) (B) Aid implementation of the final just transition plan;
19	(HH) (C) Provide tuition reimbursement;
20	(IV) (D) Provide job search assistance;
21	(V) (E) Provide individualized financial and transition planning;
22	(VI) (F) Provide other services authorized by the federal
23	"Workforce Innovation and Opportunity Act", Pub.L. 113-128, such as
24	on-the-job training, subsidized employment, and other strategies that aid
25	in the implementation of individual transition plans;
26	(VII) (G) Support family members or other household members
27	of coal transition workers; or

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1	(VIII) (H) Test innovative coal transition work support programs
2	through a pilot program. The department is encouraged to limit any pilot
3	program to no more than forty total participants who are coal transition
4	workers, coal transition worker family members, coal transition worker
5	households, or a combination of coal transition workers, family members,
6	and households.
7	(IV) FOR PURPOSES OF THE MONEY TRANSFERRED TO THE
8	ACCOUNT PURSUANT TO SUBSECTION (1)(a)(II)(B) OF THIS SECTION, THE
9	OFFICE SHALL USE THE MONEY FOR THE FOLLOWING PURPOSES THAT
10	DIRECTLY ASSIST COAL TRANSITION WORKERS, THEIR FAMILY MEMBERS,
11	AND OTHER HOUSEHOLD MEMBERS, INCLUDING COAL TRANSITION
12	WORKERS, THEIR FAMILY MEMBERS, AND THEIR HOUSEHOLD MEMBERS
13	WHO ARE MEMBERS OF A DISPROPORTIONATELY IMPACTED COMMUNITY:
14	(A) TUITION ASSISTANCE AND APPRENTICESHIPS;
15	(B) EXPANDED CHILD CARE ASSISTANCE;
16	(C) CAREER PLANNING SERVICES;
17	(D) FINANCIAL COUNSELING; AND
18	(E) HOUSING ASSISTANCE.
19	(e) THE DEPARTMENT SHALL EXPEND THE MONEY TRANSFERRED
20	TO THE ACCOUNT PURSUANT TO SUBSECTION (1)(a)(II)(B) OF THIS SECTION
21	BY THE CLOSE OF STATE FISCAL YEAR 2026-27.
22	(f) ANY UNEXPENDED AND UNENCUMBERED MONEY IN THE
23	ACCOUNT AT THE END OF ANY FISCAL YEAR REMAINS IN THE ACCOUNT AND
24	SHALL NOT BE CREDITED OR TRANSFERRED TO THE GENERAL FUND.
25	SECTION 3. In Session Laws of Colorado 2021, section 4 of
26	chapter 400, (HB21-1290), amend (1) as follows:
27	Section 4. Appropriation. (1) For the 2020-21 state fiscal year,

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1	\$8,000,000 is appropriated to the department of labor and employment for
2	use by the division of employment and training, just transition office. This
3	appropriation is from the just transition cash fund created in section
4	8-83-504 (1), C.R.S., and is based on an assumption that the department
5	will require an additional 1.0 FTE. To implement this act, the department
6	may use this appropriation for the purposes specified in section 8-83-504
7	(4), C.R.S. Any money appropriated in this section not expended prior to
8	July 1, 2021, is further appropriated to the just transition office for the
9	2021-22, and 2022-23, AND 2023-24 state fiscal years for the same
10	purpose.
11	SECTION 4. In Session Laws of Colorado 2022, section 5 of
12	chapter 11, (HB22-1193), amend (3) and (4) as follows:
13	Section 5. Appropriation. (3) For the 2021-22 state fiscal year,
14	\$1,295,000 is appropriated to the department of labor and employment for
15	use by the division of employment and training. This appropriation is
16	from the just transition cash fund created in section 8-83-504 (1), C.R.S.
17	To implement this act, the division may use this appropriation for the
18	purposes specified in section 8-83-504, C.R.S. ANY MONEY
19	APPROPRIATED IN THIS SUBSECTION (3) NOT EXPENDED BEFORE JULY 1,
20	2022, is further appropriated to the department for the $2022-23$
21	AND 2023-24 STATE FISCAL YEARS FOR THE SAME PURPOSE.
22	(4) For the 2022-23 state fiscal year, \$555,000 is appropriated to
23	the department of labor and employment for use by the division of
24	employment and training. This appropriation is from the just transition
25	cash fund created in section 8-83-504 (1), C.R.S. To implement this act,
26	the division may use this appropriation for the purposes specified in
27	section 8-83-504, C.R.S. ANY MONEY APPROPRIATED IN THIS SUBSECTION

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1 (4) NOT EXPENDED BEFORE JULY 1, 2023, IS FURTHER APPROPRIATED TO
2 THE DEPARTMENT FOR THE 2023-24 STATE FISCAL YEAR FOR THE SAME
3 PURPOSE.
4 SECTION 5. Safety clause. The general assembly hereby finds,
5 determines, and declares that this act is necessary for the immediate

preservation of the public peace, health, or safety.

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