First Regular Session Seventy-first General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 17-0034.01 Yelana Love x2295

HOUSE BILL 17-1307

HOUSE SPONSORSHIP

Winter,

SENATE SPONSORSHIP

(None),

House Committees

Senate Committees

Business Affairs and Labor

101

102

A BILL FOR AN ACT

CONCERNING THE CREATION OF A FAMILY AND MEDICAL LEAVE INSURANCE PROGRAM.

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 creates the family and medical leave insurance (FAMLI) program in the division of family and medical leave insurance (division) in the department of labor and employment (department) to provide partial wage-replacement benefits to an eligible individual who takes leave from work to care for a new child or a family member with a serious health condition or who is unable to work due to the individual's

own serious health condition.

Each employee in the state will pay a premium determined by the director of the division by rule, which premium is based on a percentage of the employee's yearly wages and must not exceed .99%. The premiums are deposited into the family and medical leave insurance fund from which family and medical leave benefits are paid to eligible individuals. The director may also impose a solvency surcharge by rule if determined necessary to ensure the soundness of the fund. The division is established as an enterprise, and premiums paid into the fund are not considered state revenues for purposes of the taxpayer's bill of rights (TABOR).

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. Legislative declaration. (1) The general assembly
3	hereby finds and declares that:
4	(a) Colorado is a family-friendly state;
5	(b) Providing the workers of Colorado with family and medical
6	leave insurance will encourage an entrepreneurial atmosphere, encourage
7	economic growth, and promote a healthy business climate; and
8	(c) The premiums collected under the "FAMLI Act" are used
9	exclusively for the payment of family and medical leave benefits and the
10	administration of the program.
11	SECTION 2. In Colorado Revised Statutes, add part 3 to article
12	13.3 of title 8 as follows:
13	PART 3
14	FAMILY AND MEDICAL LEAVE INSURANCE
15	8-13.3-301. Short title. The short title of this part 3 is the
16	"FAMILY AND MEDICAL LEAVE INSURANCE ACT" OR "FAMLI ACT".
17	8-13.3-302. Definitions. As used in this part 3, unless the
18	CONTEXT OTHERWISE REQUIRES:
19	(1) "ANNUAL MEAN WAGE" MEANS THE ESTIMATED TOTAL ANNUAL
20	WAGES OF ALL OCCUPATIONS IN COLORADO DIVIDED BY THE

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1	OCCUPATIONS' ESTIMATED EMPLOYMENT, AS DETERMINED BY THE
2	FEDERAL BUREAU OF LABOR STATISTICS IN THE UNITED STATES
3	DEPARTMENT OF LABOR.
4	(2) "COLORADO PERSONAL INCOME" MEANS THE TOTAL PERSONAL
5	INCOME FOR COLORADO, AS DEFINED AND OFFICIALLY REPORTED BY THE
6	BUREAU OF ECONOMIC ANALYSIS IN THE UNITED STATES DEPARTMENT OF
7	COMMERCE, OR ANY SUCCESSOR INDEX.
8	(3) "COVERED INDIVIDUAL" MEANS AN INDIVIDUAL WHO HAS BEEN
9	EMPLOYED BY AND WORKED FOR ONE OR MORE EMPLOYERS FOR AT LEAST
10	SIX HUNDRED EIGHTY HOURS, OR FIVE HUNDRED FOUR HOURS IN THE CASE
11	OF AIRLINE FLIGHT CREW MEMBERS, DURING THE PERSON'S QUALIFYING
12	YEAR.
13	(4) "DEPARTMENT" MEANS THE DEPARTMENT OF LABOR AND
14	EMPLOYMENT.
15	(5) "DIRECTOR" MEANS THE DIRECTOR OF THE DIVISION.
16	(6) "DIVISION" MEANS THE DIVISION OF FAMILY AND MEDICAL
17	LEAVE INSURANCE CREATED IN SECTION 8-13.3-303.
18	(7) "ELIGIBLE INDIVIDUAL" MEANS AN INDIVIDUAL WHO SATISFIES
19	The requirements of section $8-13.3-305$ and is eligible to receive
20	FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS;
21	(8) "Employee" has the same meaning as set forth in
22	SECTION 8-4-101 (5).
23	(9) (a) "Employer" means any person engaged in commerce
24	OR AN INDUSTRY OR ACTIVITY AFFECTING COMMERCE THAT EMPLOYS AT
25	LEAST ONE PERSON FOR EACH WORKING DAY DURING EACH OF TWENTY OR
26	MORE CALENDAR WORKWEEKS IN THE CURRENT OR IMMEDIATELY
27	PRECEDING CALENDAR YEAR.

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1	(b) "Employer" includes:
2	(I) A PERSON WHO ACTS, DIRECTLY OR INDIRECTLY, IN THE
3	INTEREST OF AN EMPLOYER WITH REGARD TO ANY OF THE EMPLOYEES OF
4	THE EMPLOYER;
5	(II) A SUCCESSOR IN INTEREST OF AN EMPLOYER; AND
6	(III) THE STATE OR A POLITICAL SUBDIVISION OF THE STATE.
7	(10) "FAMILY AND MEDICAL LEAVE" MEANS LEAVE AUTHORIZED
8	UNDER PART 2 OF THIS ARTICLE 13.3.
9	(11) "FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS" OR
10	"BENEFITS" MEANS THE BENEFITS PROVIDED UNDER THE PROGRAM.
11	(12) "Family member" means an employee's immediate
12	FAMILY MEMBER, AS DEFINED IN SECTION 2-4-401 (3.7), AND UP TO ONE
13	ADDITIONAL PERSON DESIGNATED ANNUALLY BY THE EMPLOYEE IN
14	ACCORDANCE WITH SECTION 8-13.3-306.
15	(13) "FMLA" MEANS THE FEDERAL "FAMILY AND MEDICAL LEAVE
16	ACT OF 1993", PUB.L. 103-3, AS AMENDED, 29 U.S.C. SEC. 2601 ET SEQ.
17	(14) "FMLA LEAVE" MEANS LEAVE FROM WORK AND ALL
18	BENEFITS AUTHORIZED BY THE FMLA.
19	(15) "HEALTH CARE PROVIDER" HAS THE SAME MEANING AS SET
20	FORTH IN THE FMLA.
21	(16) "Premium" means the payments an individual is
22	REQUIRED BY THIS PART 3 TO PAY TO THE DIVISION FOR THE PROGRAM.
23	(17) "PROGRAM" MEANS THE FAMILY AND MEDICAL LEAVE
24	INSURANCE PROGRAM ESTABLISHED PURSUANT TO THIS PART 3.
25	(18) "QUALIFYING YEAR" MEANS THE FIRST FOUR OF THE LAST FIVE
26	COMPLETED CALENDAR QUARTERS OR THE LAST FOUR COMPLETED
27	CALENDAD OHADTEDS IMMEDIATELY DESCEDING THE FIRST DAY OF A

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1	COVERED INDIVIDUAL'S APPLICATION YEAR.
2	(19) "SERIOUS HEALTH CONDITION" MEANS AN ILLNESS, INJURY,
3	IMPAIRMENT, OR PHYSICAL OR MENTAL CONDITION THAT INVOLVES:
4	(a) Inpatient care in a hospital, hospice, or residential
5	MEDICAL CARE FACILITY; OR
6	(b) CONTINUING TREATMENT BY A HEALTH CARE PROVIDER.
7	8-13.3-303. Division of family and medical leave insurance -
8	creation as an enterprise - authority to issue bonds. (1) THERE IS
9	HEREBY CREATED IN THE DEPARTMENT THE DIVISION OF FAMILY AND
10	MEDICAL LEAVE INSURANCE, THE HEAD OF WHICH IS THE DIRECTOR OF THE
11	DIVISION.
12	(2) (a) THE DIVISION CONSTITUTES AN ENTERPRISE FOR PURPOSES
13	OF SECTION 20 OF ARTICLE \boldsymbol{X} OF THE STATE CONSTITUTION, AS LONG AS
14	THE DIVISION RETAINS AUTHORITY TO ISSUE REVENUE BONDS AND THE
15	DIVISION RECEIVES LESS THAN TEN PERCENT OF ITS TOTAL ANNUAL
16	REVENUES IN GRANTS, AS DEFINED IN SECTION 24-77-102 (7), FROM ALL
17	COLORADO STATE AND LOCAL GOVERNMENTS COMBINED. FOR AS LONG AS
18	IT CONSTITUTES AN ENTERPRISE PURSUANT TO THIS SECTION, THE DIVISION
19	is not subject to section 20 of article X of the state
20	CONSTITUTION.
21	(b) THE ENTERPRISE ESTABLISHED PURSUANT TO THIS SUBSECTION
22	(2) HAS ALL THE POWERS AND DUTIES AUTHORIZED BY THIS PART 3
23	PERTAINING TO FAMILY AND MEDICAL LEAVE INSURANCE. THE FAMILY
24	AND MEDICAL LEAVE INSURANCE FUND CREATED IN SECTION 8-13.3-309
25	CONSTITUTES PART OF THE ENTERPRISE ESTABLISHED PURSUANT TO THIS
26	SUBSECTION (2).
27	(c) Nothing in this subsection (2) limits or restricts the

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1	AUTHORITY OF THE DIVISION TO EXPEND ITS REVENUES CONSISTENT WITH
2	THIS PART 3.
3	(d) The division is hereby authorized to issue revenue
4	BONDS FOR THE EXPENSES OF THE DIVISION, WHICH BONDS MAY BE
5	SECURED BY ANY REVENUES OF THE DIVISION.
6	8-13.3-304. Family and medical leave insurance program -
7	creation - division duties - applicant duties - outreach and education
8	- rules. (1) (a) The division shall establish and administer a
9	FAMILY AND MEDICAL LEAVE INSURANCE PROGRAM AND PAY FAMILY AND
10	MEDICAL LEAVE INSURANCE BENEFITS TO ELIGIBLE INDIVIDUALS AS
11	SPECIFIED IN THIS PART 3.
12	(b) Starting July 1, 2018, the division shall establish and
13	IMPLEMENT THE PROGRAM, INCLUDING SETTING PREMIUM AND SOLVENCY
14	SURCHARGE AMOUNTS BY RULE.
15	(2) THE DIVISION SHALL ESTABLISH PROCEDURES AND FORMS FOR
16	FILING CLAIMS FOR BENEFITS UNDER THE PROGRAM. THE DIVISION SHALL
17	NOTIFY AN EMPLOYER WITHIN FIVE BUSINESS DAYS AFTER A COVERED
18	INDIVIDUAL FILES A CLAIM FOR BENEFITS UNDER SECTION 8-13.3-305.
19	(3) THE DIVISION SHALL USE INFORMATION SHARING AND
20	INTEGRATION TECHNOLOGY TO FACILITATE THE DISCLOSURE OF RELEVANT
21	INFORMATION OR RECORDS PERTAINING TO A COVERED INDIVIDUAL IF THE
22	COVERED INDIVIDUAL CONSENTS TO THE DISCLOSURE IN ACCORDANCE
23	WITH THIS PART 3.
24	(4) Information contained in the files and records
25	PERTAINING TO A COVERED INDIVIDUAL UNDER THIS PART 3 ARE
26	CONFIDENTIAL AND NOT OPEN TO PUBLIC INSPECTION; EXCEPT THAT A
27	COVERED INDIVIDUAL OR A PERSON AUTHORIZED BY A COVERED

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1	INDIVIDUAL, AS EVIDENCED BY A SIGNED AUTHORIZATION FROM THE
2	COVERED INDIVIDUAL, MAY REVIEW THE RECORDS OR RECEIVE SPECIFIC
3	INFORMATION FROM THE RECORDS. IN ADDITION, A PUBLIC EMPLOYEE MAY
4	ACCESS AND USE THE INFORMATION IN THE PERFORMANCE OF THE PUBLIC
5	EMPLOYEE'S OFFICIAL DUTIES.
6	(5) (a) By January 1, 2019, and for as long as the family
7	AND MEDICAL LEAVE INSURANCE PROGRAM CONTINUES, THE DIVISION
8	SHALL DEVELOP AND IMPLEMENT AN OUTREACH PROGRAM TO EDUCATE
9	THE PUBLIC ABOUT THE AVAILABILITY OF FAMILY AND MEDICAL LEAVE
10	INSURANCE BENEFITS UNDER THIS PART 3 FOR COVERED INDIVIDUALS.
11	(b) THE DIVISION SHALL ENSURE THAT THE OUTREACH
12	INFORMATION EXPLAINS, IN AN EASY-TO-UNDERSTAND FORMAT, AT LEAST
13	THE FOLLOWING:
14	(I) ELIGIBILITY REQUIREMENTS;
15	(II) THE CLAIMS PROCESS;
16	(III) WEEKLY BENEFIT AMOUNTS AND MAXIMUM BENEFITS
17	PAYABLE;
18	(IV) NOTICE AND MEDICAL CERTIFICATION REQUIREMENTS;
19	(V) REINSTATEMENT AND NONDISCRIMINATION RIGHTS;
20	(VI) CONFIDENTIALITY OF RECORDS;
21	(VII) THE RELATIONSHIP BETWEEN EMPLOYMENT PROTECTION,
22	LEAVE FROM EMPLOYMENT, AND WAGE REPLACEMENT BENEFITS UNDER
23	THIS PART 3 AND OTHER LAWS, COLLECTIVE BARGAINING AGREEMENTS,
24	AND EMPLOYER POLICIES; AND
25	(VIII) ANY OTHER DETAILS OR INFORMATION ABOUT THE
26	PROGRAM THE DIVISION DEEMS APPROPRIATE.
27	(c) THE DIVISION SHALL DEVELOP A PROGRAM NOTICE THAT

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1	DETAILS THE PROGRAM REQUIREMENTS, BENEFITS, CLAIMS PROCESS
2	PAYROLL DEDUCTION REQUIREMENTS, AND OTHER PERTINENT PROGRAM
3	INFORMATION. EACH EMPLOYER SHALL POST THE PROGRAM NOTICE IN A
4	PROMINENT LOCATION IN THE WORKPLACE AND NOTIFY ITS EMPLOYEES OF
5	THE PROGRAM, IN WRITING, UPON HIRING AND UPON LEARNING OF AN
6	EMPLOYEE EXPERIENCING A QUALIFYING EVENT.
7	(d) THE DIVISION SHALL PROVIDE THE INFORMATION REQUIRED BY
8	THIS SUBSECTION (5) IN A MANNER THAT IS CULTURALLY COMPETENT AND
9	LINGUISTICALLY APPROPRIATE.
10	(e) THE DIVISION MAY, ON ITS OWN OR THROUGH A CONTRACT
11	WITH AN OUTSIDE VENDOR, USE A PORTION OF THE MONEY IN THE FAMILY
12	AND MEDICAL LEAVE INSURANCE FUND TO DEVELOP, IMPLEMENT, AND
13	ADMINISTER THE OUTREACH PROGRAM.
14	8-13.3-305. Family and medical leave insurance benefits
15	application - eligibility. (1) Beginning January 1, 2020, family and
16	MEDICAL LEAVE INSURANCE BENEFITS ARE PAYABLE TO AN INDIVIDUAL
17	WHO:
18	(a) (I) HAS A SERIOUS HEALTH CONDITION;
19	(II) IS CARING FOR HIS OR HER NEW CHILD DURING THE FIRST YEAR
20	AFTER THE BIRTH OR ADOPTION OF THE CHILD OR THE PLACEMENT OF THE
21	CHILD THROUGH FOSTER CARE;
22	(III) IS CARING FOR A FAMILY MEMBER WHO HAS A SERIOUS
23	HEALTH CONDITION;
24	(IV) IS TAKING ANY OTHER LEAVE FROM WORK AUTHORIZED BY
25	THE FMLA; OR
26	(V) IS TAKING LEAVE FOR A QUALIFYING EXIGENCY RELATED TO
2.7	A FAMILY MEMBER'S MILITARY SERVICE IN ACCORDANCE WITH 29 U.S.C.

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1	SEC. 2612 (a)(1)(E);
2	(b) FILES A CLAIM FOR BENEFITS IN A FORM AND MANNER
3	REQUIRED BY THE DIRECTOR BY RULE;
4	(c) IS A COVERED INDIVIDUAL;
5	(d) CONSENTS TO THE DISCLOSURE OF INFORMATION OR RECORDS
6	DEEMED CONFIDENTIAL UNDER STATE LAW PURSUANT TO SECTION
7	8-13.3-304 (4); AND
8	(e) IF CURRENTLY EMPLOYED, ATTESTS, IN THE APPLICATION FOR
9	FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS, THAT THE INDIVIDUAL
10	NOTIFIED HIS OR HER EMPLOYER IN WRITING OF THE INTENT TO TAKE
11	LEAVE FROM WORK FOR ONE OF THE PURPOSES SPECIFIED IN SUBSECTION
12	(1)(a) OF THIS SECTION.
13	(2) In addition to the requirements of subsection (1) of this
14	SECTION, THE DIVISION MAY REQUIRE A COVERED INDIVIDUAL WHO
15	APPLIES FOR BENEFITS TO:
16	(a) ATTEST THAT THE COVERED INDIVIDUAL:
17	$(I)(A) \ Because of a birth, adoption, or placement through \\$
18	FOSTER CARE, IS CARING FOR A NEW CHILD DURING THE FIRST YEAR AFTER
19	BIRTH, ADOPTION, OR PLACEMENT OF THE CHILD;
20	(B) IS CARING FOR A FAMILY MEMBER WHO HAS A SERIOUS HEALTH
21	CONDITION; OR
22	(C) HAS A SERIOUS HEALTH CONDITION;
23	(II) IS NOT RECEIVING UNEMPLOYMENT INSURANCE BENEFITS OR
24	BENEFITS UNDER A DISABILITY INSURANCE POLICY IN AN AMOUNT THAT,
25	IF COMBINED WITH THE BENEFITS AVAILABLE TO THE INDIVIDUAL UNDER
26	THE PROGRAM, WOULD EXCEED THE INDIVIDUAL'S WAGES, AS DETERMINED
27	BY THE DIVISION; AND

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1	(0) SUBMIT A CERTIFICATION FROM THE HEALTH CARE PROVIDER
2	PROVIDING HEALTH CARE TO THE COVERED INDIVIDUAL OR THE COVERED
3	INDIVIDUAL'S FAMILY MEMBER, AS APPLICABLE, SUPPORTING THE CLAIM
4	THAT THE COVERED INDIVIDUAL OR THE COVERED INDIVIDUAL'S FAMILY
5	MEMBER HAS A SERIOUS HEALTH CONDITION.
6	(3) A COVERED INDIVIDUAL WHO MEETS THE REQUIREMENTS OF
7	SUBSECTION (2)(a)(I) OF THIS SECTION IS ELIGIBLE FOR FAMILY AND
8	MEDICAL LEAVE INSURANCE BENEFITS REGARDLESS OF WHETHER THE
9	COVERED INDIVIDUAL IS CURRENTLY EMPLOYED OR IS WORKING AT AN
10	ADDITIONAL JOB WHILE TAKING FAMILY AND MEDICAL LEAVE.
11	(4) IF THE DIVISION DENIES A CLAIM FOR BENEFITS SUBMITTED
12	PURSUANT TO THIS SECTION, THE COVERED INDIVIDUAL MAY APPEAL THAT
13	DECISION IN THE MANNER SPECIFIED IN ARTICLE 74 OF THIS TITLE 8.
14	8-13.3-306. Designation of a designated person. AN EMPLOYER
15	MAY ESTABLISH A UNIFORM PROCESS FOR EMPLOYEES TO SELECT A
16	DESIGNATED PERSON WITHIN THIRTY DAYS OF THE EMPLOYEE'S DATE OF
17	HIRE. THEREAFTER, THE EMPLOYER MUST PERMIT THE EMPLOYEE TO MAKE
18	OR CHANGE THE DESIGNATION ON AN ANNUAL BASIS. IF AN EMPLOYER
19	ESTABLISHED A UNIFORM PROCESS, THE COVERED EMPLOYEE MUST MAKE
20	THE DESIGNATION IN ACCORDANCE WITH THE EMPLOYER'S PROCESS. IF AN
21	EMPLOYER DOES NOT ESTABLISH A UNIFORM PROCESS, THE EMPLOYEE MAY
22	MAKE A DESIGNATION WHEN FILING A CLAIM FOR BENEFITS.
23	8-13.3-307. Duration of benefits - payment intervals. (1) THE
24	MAXIMUM NUMBER OF WEEKS DURING WHICH FAMILY AND MEDICAL
25	LEAVE INSURANCE BENEFITS ARE PAYABLE TO AN ELIGIBLE INDIVIDUAL IN
26	ANY CONSECUTIVE FIFTY-TWO-WEEK PERIOD IS TWELVE WEEKS.
27	(2) FAILURE TO FILE AN APPLICATION FOR BENEFITS, FURNISH

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1	NOTICE TO AN EMPLOYER, OR SUBMIT CERTIFICATION FROM A HEALTH
2	CARE PROVIDER IN THE MANNER SPECIFIED IN SECTION 8-13.3-305 DOES
3	NOT INVALIDATE A CLAIM FOR BENEFITS OR AN INDIVIDUAL'S ELIGIBILITY
4	FOR BENEFITS, BUT THE DIVISION IS NOT REQUIRED TO PAY BENEFITS FOR
5	A PERIOD OF MORE THAN TWO WEEKS PRIOR TO THE DATE ON WHICH THE
6	INDIVIDUAL FILES THE REQUIRED APPLICATION, FURNISHES NOTICE TO HIS
7	OR HER EMPLOYER, AND SUBMITS THE CERTIFICATION FROM THE HEALTH
8	CARE PROVIDER UNLESS THE INDIVIDUAL DEMONSTRATES TO THE
9	SATISFACTION OF THE DIVISION THAT IT WAS NOT REASONABLY POSSIBLE
10	TO SUBMIT THE APPLICATION OR CERTIFICATION OR FURNISH THE NOTICE
11	TO HIS OR HER EMPLOYER, AND THAT THE INDIVIDUAL SUBMITTED THE
12	APPLICATION AND CERTIFICATION, AND NOTIFIED HIS OR HER EMPLOYER,
13	AS SOON AS WAS POSSIBLE.
14	(3) THE DIVISION SHALL MAKE THE FIRST PAYMENT OF BENEFITS
15	TO AN ELIGIBLE INDIVIDUAL WITHIN TWO WEEKS AFTER THE INDIVIDUAL
16	FILES THE CLAIM FOR BENEFITS AND SHALL MAKE SUBSEQUENT PAYMENTS
17	BIWEEKLY.
18	8-13.3-308. Amount of benefits - maximum weekly benefit.
19	(1) (a) THE DIVISION SHALL DETERMINE THE WEEKLY BENEFIT AMOUNT,
20	SUBJECT TO SUBSECTION (1)(b) OF THIS SECTION, AS FOLLOWS:
21	(I) FOR AN ELIGIBLE INDIVIDUAL WHOSE YEARLY EARNINGS ARE
22	NOT MORE THAN TWENTY PERCENT OF THE ANNUAL MEAN WAGE, THE
23	DIVISION SHALL PAY WEEKLY BENEFITS IN AN AMOUNT EQUAL TO
24	NINETY-FIVE PERCENT OF THE ELIGIBLE INDIVIDUAL'S WEEKLY WAGE;
25	(II) FOR AN ELIGIBLE INDIVIDUAL WHOSE YEARLY EARNINGS ARE
26	MORE THAN TWENTY PERCENT BUT NOT MORE THAN THIRTY PERCENT OF
27	THE ANNUAL MEAN WAGE, THE DIVISION SHALL PAY WEEKLY BENEFITS IN

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1	AN AMOUNT EQUAL TO NINETY PERCENT OF THE ELIGIBLE INDIVIDUAL'S
2	WEEKLY WAGE;
3	(III) FOR AN ELIGIBLE INDIVIDUAL WHOSE YEARLY EARNINGS ARE
4	MORE THAN THIRTY PERCENT BUT NOT MORE THAN FIFTY PERCENT OF THE
5	ANNUAL MEAN WAGE, THE DIVISION SHALL PAY WEEKLY BENEFITS IN AN
6	AMOUNT EQUAL TO EIGHTY-FIVE PERCENT OF THE ELIGIBLE INDIVIDUAL'S
7	WEEKLY WAGE;
8	(IV) FOR AN ELIGIBLE INDIVIDUAL WHOSE YEARLY EARNINGS ARE
9	MORE THAN FIFTY PERCENT OF THE ANNUAL MEAN WAGE, THE DIVISION
10	SHALL PAY WEEKLY BENEFITS IN AN AMOUNT EQUAL TO SIXTY-SIX
11	PERCENT OF THE ELIGIBLE INDIVIDUAL'S WEEKLY WAGE.
12	(b) THE MAXIMUM WEEKLY BENEFIT AMOUNT DETERMINED UNDER
13	SUBSECTION (1)(a) OF THIS SECTION MUST NOT EXCEED ONE THOUSAND
14	DOLLARS PER WEEK. STARTING JANUARY 1, 2020, THE DIVISION SHALL
15	ANNUALLY ADJUST THE MAXIMUM WEEKLY BENEFIT AMOUNT TO REFLECT
16	THE RECENT AVERAGE CHANGE IN COLORADO PERSONAL INCOME. THE
17	RECENT AVERAGE CHANGE IN COLORADO PERSONAL INCOME FOR A FISCAL
18	YEAR IS EQUAL TO THE AVERAGE PERCENTAGE CHANGE IN COLORADO
19	PERSONAL INCOME FROM ONE CALENDAR YEAR TO THE NEXT FOR THE SIX
20	PRIOR CALENDAR YEARS, WHICH PERIOD ENDS WITH THE MOST RECENTLY
21	COMPLETED CALENDAR YEAR PRIOR TO THE FISCAL YEAR. FOR THE
22	PURPOSE OF DETERMINING THE AVERAGE RECENT INCREASE IN COLORADO
23	PERSONAL INCOME THAT APPLIES FOR A FISCAL YEAR, THE ESTIMATES OF
24	COLORADO PERSONAL INCOME FOR THE APPLICABLE CALENDAR YEARS
25	ARE THOSE AVAILABLE AS OF THE FIRST DAY OF THE FISCAL YEAR.
26	(c) THE DIVISION SHALL CALCULATE AN ELIGIBLE INDIVIDUAL'S
27	WEEKLY BENEFIT AMOUNT BASED ON THE ELIGIBLE INDIVIDUAL'S WEEKLY

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1	WAGE EARNED FROM THE JOB FROM WHICH THE ELIGIBLE INDIVIDUAL IS
2	TAKING FAMILY AND MEDICAL LEAVE. IF THE ELIGIBLE INDIVIDUAL IS ABLE
3	TO CONTINUE WORKING AT A SECOND JOB WHILE TAKING FAMILY AND
4	MEDICAL LEAVE, THE DIVISION SHALL NOT CONSIDER THE ELIGIBLE
5	INDIVIDUAL'S WEEKLY WAGE EARNED FROM THE SECOND JOB WHEN
6	CALCULATING THE ELIGIBLE INDIVIDUAL'S WEEKLY BENEFIT AMOUNT.
7	(2) BENEFITS ARE NOT PAYABLE FOR LESS THAN ONE DAY OR EIGHT
8	CONSECUTIVE HOURS OF FAMILY AND MEDICAL LEAVE TAKEN IN ONE
9	WORKWEEK.
10	8-13.3-309. Family and medical leave insurance fund -
11	creation - employee premiums. (1) (a) There is hereby created in
12	THE STATE TREASURY THE FAMILY AND MEDICAL LEAVE INSURANCE FUND,
13	REFERRED TO IN THIS SECTION AS THE "FUND". MONEY IN THE FUND MAY
14	BE USED ONLY TO PAY REVENUE BONDS ISSUED IN ACCORDANCE WITH
15	SECTION 8-13.3-303 (2)(d) AND TO PAY BENEFITS UNDER, AND TO
16	ADMINISTER, THE FAMILY AND MEDICAL LEAVE INSURANCE PROGRAM
17	PURSUANT TO THIS PART 3, INCLUDING THE OUTREACH PROGRAM
18	DEVELOPED UNDER SECTION 8-13.3-304 (5). INTEREST EARNED ON THE
19	INVESTMENT OF MONEY IN THE FUND REMAINS IN THE FUND. ANY MONEY
20	REMAINING IN THE FUND AT THE END OF A FISCAL YEAR REMAINS IN THE
21	FUND AND DOES NOT REVERT TO THE GENERAL FUND OR ANY OTHER FUND.
22	(b) THE DIVISION MAY SEEK AND ACCEPT GIFTS, GRANTS, AND
23	DONATIONS, INCLUDING PROGRAM-RELATED INVESTMENTS AND
24	COMMUNITY REINVESTMENT FUNDS, TO FINANCE THE COSTS OF SETTING
25	UP THE PROGRAM. THE DIVISION SHALL TRANSMIT ANY GIFTS, GRANTS,

AND DONATIONS IT RECEIVES TO THE STATE TREASURER FOR DEPOSIT IN

26

27

THE FUND.

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1	(2) (a) (l) On and after July 1, 2019, every individual
2	EMPLOYED BY AN EMPLOYER IN THIS STATE SHALL PAY A PREMIUM IN AN
3	AMOUNT DETERMINED BY THE DIRECTOR BY RULE IN ACCORDANCE WITH
4	THIS SUBSECTION (2)(a).
5	(II) THE DIRECTOR, BY RULE, SHALL:
6	(A) SET THE PREMIUM AMOUNT BASED ON A PERCENTAGE OF
7	TOTAL ANNUAL TAXABLE WAGES, NOT TO EXCEED NINETY-NINE
8	ONE-HUNDREDTHS OF ONE PERCENT; AND
9	(B) ESTABLISH A MAXIMUM ANNUAL PREMIUM.
10	(III) THE DIRECTOR MAY ADJUST PREMIUM AMOUNTS ANNUALLY,
11	BY RULE, TO ENSURE THE ACTUARIAL SOUNDNESS OF THE FUND AND AVOID
12	AN EXCESSIVE FUND BALANCE.
13	(b) EACH EMPLOYER SHALL COLLECT THE PREMIUM AMOUNT FROM
14	EACH EMPLOYEE AS A PAYROLL DEDUCTION FROM THE EMPLOYEE'S WAGES
15	EACH PAYROLL PERIOD AND SHALL REMIT THE PREMIUM AMOUNT TO THE
16	DIVISION, WHICH SHALL TRANSMIT THE PREMIUMS TO THE STATE
17	TREASURER FOR DEPOSIT IN THE FUND.
18	(3) On and after January 1, 2020, if the director
19	DETERMINES THAT A SOLVENCY SURCHARGE IS REQUIRED TO ENSURE THE
20	SOLVENCY OF THE FUND, THE DIRECTOR, BY RULE, MAY ESTABLISH A
21	SOLVENCY SURCHARGE THAT EVERY INDIVIDUAL EMPLOYED BY AN
22	EMPLOYER IN THIS STATE SHALL PAY THROUGH A PAYROLL DEDUCTION IN
23	THE MANNER SPECIFIED IN SUBSECTION (2)(b) OF THIS SECTION.
24	8-13.3-310. Employment protection - discrimination
25	prohibited. (1) (a) AN ELIGIBLE INDIVIDUAL WHO WAS EMPLOYED BY AN
26	EMPLOYER FOR THIRTY DAYS OR LONGER AND WHO TAKES LEAVE UNDER
27	THIS PART 3 FOR THE INTENDED PURPOSE OF THE LEAVE IS ENTITLED, ON

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1	RETURN FROM SUCH LEAVE:
2	(I) TO BE RESTORED BY THE EMPLOYER TO THE POSITION OF
3	EMPLOYMENT HELD BY THE ELIGIBLE INDIVIDUAL WHEN THE LEAVE
4	COMMENCED; OR
5	(II) TO BE RESTORED TO AN EQUIVALENT POSITION WITH
6	EQUIVALENT EMPLOYMENT BENEFITS, PAY, AND OTHER TERMS AND
7	CONDITIONS OF EMPLOYMENT.
8	(b) This section does not apply to seasonal workers, as
9	DEFINED IN SECTION 8-73-106.
10	(2) AN EMPLOYER SHALL NOT DISCHARGE, DEMOTE, OR OTHERWISE
11	DISCRIMINATE OR TAKE AN ADVERSE EMPLOYMENT ACTION AGAINST AN
12	INDIVIDUAL BECAUSE HE OR SHE:
13	(a) FILED FOR, APPLIED FOR, OR USED BENEFITS UNDER THIS PART
14	3;
15	(b) Communicated to the employer an intent to file a
16	CLAIM FOR BENEFITS, A COMPLAINT, OR AN APPEAL;
17	(c) TESTIFIED, AGREED TO TESTIFY, OR OTHERWISE ASSISTED IN
18	ANY PROCEEDING UNDER THIS PART 3; OR
19	(d) Took, or attempted to take, leave under this part 3.
20	(3) AN EMPLOYER SHALL NOT REDUCE AN ELIGIBLE INDIVIDUAL'S
21	PREVIOUSLY ACCRUED BENEFITS THAT HAVE ACCRUED PRIOR TO THE DATE
22	ON WHICH THE LEAVE COMMENCED.
23	(4) DURING ANY PERIOD OF FAMILY AND MEDICAL LEAVE TAKEN
24	UNDER THIS PART 3, AN EMPLOYER SHALL MAINTAIN ANY EXISTING
25	HEALTH BENEFITS OF THE ELIGIBLE INDIVIDUAL FOR THE DURATION OF
26	SUCH LEAVE AS IF THE ELIGIBLE INDIVIDUAL CONTINUED TO WORK FROM
27	THE DATE THE ELIGIBLE INDIVIDUAL COMMENCED FAMILY AND MEDICAL

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1	LEAVE.
2	(5) (a) THE DIRECTOR SHALL ESTABLISH A FINE STRUCTURE FOR
3	EMPLOYERS WHO VIOLATE THIS SECTION. THE DIRECTOR SHALL TRANSFER
4	ANY FINES COLLECTED PURSUANT TO THIS SECTION TO THE STATE
5	TREASURER FOR DEPOSIT IN THE FAMILY AND MEDICAL LEAVE INSURANCE
6	FUND CREATED IN SECTION 8-13.3-309 (1).
7	(b) AN EMPLOYER WHO VIOLATES THIS SECTION IS SUBJECT TO THE
8	DAMAGES AND EQUITABLE RELIEF AVAILABLE UNDER 29 U.S.C. SEC. 2617
9	(a)(1). An aggrieved employee may bring an action in court
10	AGAINST THE EMPLOYER.
11	8-13.3-311. Coordination of benefits. (1) (a) LEAVE TAKEN
12	UNDER THIS PART 3 RUNS CONCURRENTLY WITH ANY LEAVE TAKEN UNDER
13	THE FMLA OR PART 2 OF THIS ARTICLE 13.3. IF A PERIOD OF FAMILY AND
14	MEDICAL LEAVE INSURANCE BENEFITS RECEIVED BY AN ELIGIBLE
15	EMPLOYEE UNDER THIS PART 3 IS CONCURRENTLY DESIGNATED AS LEAVE
16	PURSUANT TO THE FMLA, THE EMPLOYER SHALL NOTIFY THE ELIGIBLE
17	EMPLOYEE OF SUCH DESIGNATION AND SHALL ALSO PROVIDE THE
18	EMPLOYEE WITH THE NOTICE REQUIRED UNDER 29 CFR 825.301 AND
19	825.305.
20	(b) AN EMPLOYER MAY REQUIRE THAT PAYMENT MADE OR LEAVE
21	TAKEN UNDER THIS PART 3 BE MADE OR TAKEN CONCURRENTLY OR
22	OTHERWISE COORDINATED WITH PAYMENT MADE OR LEAVE ALLOWED
23	UNDER THE TERMS OF DISABILITY OR FAMILY CARE LEAVE UNDER A
24	COLLECTIVE BARGAINING AGREEMENT OR EMPLOYER POLICY, AS
25	APPLICABLE. THE EMPLOYER SHALL GIVE ITS EMPLOYEES WRITTEN NOTICE
26	OF THIS REQUIREMENT.
27	(c) NOTWITHSTANDING SUBSECTIONS (1)(a) AND (1)(b) OF THIS

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1	SECTION, AN EMPLOYER SHALL NOT REQUIRE AN EMPLOYEE TO USE TIME
2	OFF UNDER AN EMPLOYER POLICY, INCLUDING BUT NOT LIMITED TO PAID
3	TIME OFF, VACATION TIME, OR SICK TIME, PRIOR TO USE OF FAMILY AND
4	MEDICAL LEAVE UNDER THIS PART 3. IN ADDITION, AN EMPLOYER SHALL
5	NOT REQUIRE AN EMPLOYEE TO CHARGE ALL OR PART OF THE EMPLOYEE'S
6	FAMILY AND MEDICAL LEAVE UNDER THIS PART 3 TO UNUSED ACCRUALS
7	OR OTHER PAID TIME OFF, INCLUDING BUT NOT LIMITED TO VACATION TIME
8	AND SICK TIME, EXCEPT WHERE THE EMPLOYER MAINTAINS A SEPARATE
9	BANK OF PAID TIME SOLELY FOR THE PURPOSE OF PAID FAMILY AND
10	MEDICAL LEAVE UNDER THIS PART 3.
11	(2) (a) This part 3 does not diminish an employer's
12	OBLIGATION TO COMPLY WITH A COLLECTIVE BARGAINING AGREEMENT OR
13	EMPLOYER POLICY, AS APPLICABLE, THAT PROVIDES GREATER LEAVE THAN
14	FMLA LEAVE OR LEAVE PERMITTED UNDER PART 2 OF THIS ARTICLE 13.3.
15	(b) After the effective date of this part 3, a collective
16	BARGAINING AGREEMENT ENTERED INTO OR RENEWED OR AN EMPLOYER
17	POLICY ADOPTED OR RETAINED MUST NOT DIMINISH AN INDIVIDUAL'S
18	RIGHT TO BENEFITS UNDER THIS PART 3. ANY AGREEMENT BY AN
19	INDIVIDUAL TO WAIVE HIS OR HER RIGHTS UNDER THIS PART 3 IS VOID AS
20	AGAINST PUBLIC POLICY.
21	8-13.3-312. Erroneous payments - disqualification for benefits.
22	(1) A COVERED INDIVIDUAL IS DISQUALIFIED FROM FAMILY AND MEDICAL
23	LEAVE INSURANCE BENEFITS FOR ONE YEAR IF THE INDIVIDUAL, IN
24	CONNECTION WITH AN APPLICATION FOR BENEFITS UNDER THE PROGRAM,
25	WILLFULLY MAKES A FALSE STATEMENT OR MISREPRESENTATION
26	REGARDING A MATERIAL FACT OR WILLFULLY FAILS TO REPORT A
27	MATERIAL FACT.

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1	(2) IF FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS ARE PAID
2	ERRONEOUSLY OR AS A RESULT OF WILLFUL MISREPRESENTATION, OR IF A
3	CLAIM FOR FAMILY AND MEDICAL LEAVE BENEFITS IS REJECTED AFTER
4	BENEFITS ARE PAID, THE DIVISION MAY SEEK REPAYMENT OF BENEFITS
5	FROM THE RECIPIENT. THE DIRECTOR SHALL EXERCISE HIS OR HER
6	DISCRETION TO WAIVE, IN WHOLE OR IN PART, THE AMOUNT OF ANY
7	REPAYMENTS WHERE THE RECOVERY WOULD BE AGAINST EQUITY AND
8	GOOD CONSCIENCE. THE DIRECTOR MAY ADOPT RULES TO DEVELOP A
9	PROCEDURE FOR RECOVERING ERRONEOUS PAYMENTS OF BENEFITS.
10	8-13.3-313. Elective coverage - withdrawal from coverage -
11	rules. (1) A SELF-EMPLOYED PERSON, INCLUDING A SOLE PROPRIETOR,
12	PARTNER, OR JOINT VENTURER, MAY ELECT COVERAGE UNDER THE
13	PROGRAM FOR AN INITIAL PERIOD OF NOT LESS THAN THREE YEARS OR A
14	SUBSEQUENT PERIOD OF NOT LESS THAN ONE YEAR IMMEDIATELY
15	FOLLOWING ANOTHER PERIOD OF COVERAGE. THE SELF-EMPLOYED PERSON
16	MUST FILE A NOTICE OF ELECTION IN WRITING WITH THE DIRECTOR, AS
17	REQUIRED BY THE DIVISION. THE ELECTION BECOMES EFFECTIVE ON THE
18	DATE THE NOTICE IS FILED.
19	(2) A SELF-EMPLOYED PERSON WHO HAS ELECTED COVERAGE MAY
20	WITHDRAW FROM COVERAGE BY FILING WRITTEN NOTICE WITH THE
21	DIRECTOR WITHIN THIRTY DAYS AFTER THE END OF THE THREE-YEAR
22	PERIOD OF COVERAGE OR AT OTHER TIMES THE DIRECTOR MAY PRESCRIBE
23	BY RULE. THE WITHDRAWAL FROM COVERAGE TAKES EFFECT NO SOONER
24	THAN THIRTY DAYS AFTER THE SELF-EMPLOYED PERSON FILES THE NOTICE.
25	8-13.3-314. Federal income tax - state income tax. (1) (a) IF
26	THE FEDERAL INTERNAL REVENUE SERVICE DETERMINES THAT FAMILY AND
27	MEDICAL LEAVE INSURANCE BENEFITS UNDER THIS PART 3 ARE SUBJECT TO

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1	FEDERAL INCOME TAX, THE DIVISION SHALL INFORM AN INDIVIDUAL FILING
2	A NEW CLAIM FOR FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS, AT
3	THE TIME OF FILING, THAT:
4	(I) THE INTERNAL REVENUE SERVICE HAS DETERMINED THAT
5	BENEFITS ARE SUBJECT TO FEDERAL INCOME TAX;
6	(II) REQUIREMENTS EXIST PERTAINING TO ESTIMATED TAX
7	PAYMENTS;
8	(III) THE INDIVIDUAL MAY ELECT TO HAVE FEDERAL INCOME TAX
9	DEDUCTED AND WITHHELD FROM THE INDIVIDUAL'S PAYMENT OF BENEFITS
10	IN THE AMOUNT SPECIFIED IN THE FEDERAL INTERNAL REVENUE CODE; AND
11	(IV) THE INDIVIDUAL IS PERMITTED TO CHANGE A PREVIOUSLY
12	ELECTED WITHHOLDING STATUS.
13	(b) Amounts deducted and withheld from Benefits under
14	THIS SECTION MUST REMAIN IN THE FAMILY AND MEDICAL LEAVE
15	INSURANCE FUND UNTIL TRANSFERRED TO THE FEDERAL TAXING
16	AUTHORITY AS A PAYMENT OF INCOME TAX.
17	(c) THE DIRECTOR SHALL FOLLOW ALL PROCEDURES SPECIFIED BY
18	THE FEDERAL INTERNAL REVENUE SERVICE PERTAINING TO DEDUCTING
19	AND WITHHOLDING INCOME TAX.
20	(2) FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS RECEIVED
21	PURSUANT TO THIS PART 3 ARE NOT SUBJECT TO STATE INCOME TAX
22	PURSUANT TO SECTION 39-22-104 (4)(u).
23	8-13.3-315. Reports. By September 1, 2020, and by each
24	SEPTEMBER 1 THEREAFTER, THE DIVISION SHALL REPORT TO THE SENATE
25	COMMITTEES ON BUSINESS, LABOR, AND TECHNOLOGY AND HEALTH AND
26	HUMAN SERVICES AND THE HOUSE OF REPRESENTATIVES COMMITTEES ON
27	HEALTH INSURANCE AND ENVIRONMENT AND BUSINESS LABOR AND

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1	ECONOMIC AND WORKFORCE DEVELOPMENT, OR THEIR SUCCESSOR
2	COMMITTEES, ON PROJECTED AND ACTUAL PROGRAM PARTICIPATION,
3	SPECIFYING INCOME LEVEL, GENDER, RACE, AND ETHNICITY OF
4	PARTICIPANTS AND PURPOSE AND DURATION OF LEAVE, PREMIUM RATES,
5	FUND BALANCES, AND OUTREACH EFFORTS. THE DIVISION SHALL POST THE
6	REPORTS ON THE DEPARTMENT'S WEBSITE. NOTWITHSTANDING SECTION
7	24-1-136 (11)(a)(I), THE REQUIREMENT SPECIFIED IN THIS SECTION TO
8	SUBMIT ANNUAL REPORTS TO COMMITTEES OF THE GENERAL ASSEMBLY
9	CONTINUES INDEFINITELY.
10	8-13.3-316. Rules. The director may adopt rules as
11	NECESSARY FOR THE IMPLEMENTATION AND ADMINISTRATION OF THIS
12	PART 3.
13	8-13.3-317. Severability. If any provision of this part 3 or its
14	APPLICATION TO ANY PERSON OR CIRCUMSTANCE IS HELD INVALID, THE
15	INVALIDITY DOES NOT AFFECT OTHER PROVISIONS OR APPLICATIONS OF
16	THE PART THAT CAN BE GIVEN EFFECT WITHOUT THE INVALID PROVISION
17	OR APPLICATION, AND TO THIS END THE PROVISIONS OF THIS PART 3 ARE
18	SEVERABLE.
19	SECTION 3. In Colorado Revised Statutes, 39-22-104, add
20	(4)(x) as follows:
21	39-22-104. Income tax imposed on individuals, estates, and
22	trusts - single rate - definitions - repeal. (4) There shall be subtracted
23	from federal taxable income:
24	(x) FOR INCOME TAX YEARS COMMENCING ON OR AFTER JANUARY
25	1, 2020, AN AMOUNT EQUAL TO ANY AMOUNT RECEIVED BY A TAXPAYER
26	AS FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS PURSUANT TO PART
27	3 OF ARTICLE 13.3 OF TITLE 8.

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SECTION 4. 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
9, 2017, if adjournment sine die is on May 10, 2017); 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 2018 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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