# First Regular Session Seventy-third General Assembly STATE OF COLORADO

## **ENGROSSED**

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

LLS NO. 21-0904.01 Christy Chase x2008

**HOUSE BILL 21-1264** 

#### **HOUSE SPONSORSHIP**

Sullivan and Young,

### SENATE SPONSORSHIP

Kolker and Hisey,

#### **House Committees**

# **Senate Committees**

Business Affairs & Labor Appropriations

	A BILL FOR AN ACT
101	CONCERNING THE ALLOCATION OF STATE MONEY FOR WORKFORCE
102	DEVELOPMENT ACTIVITIES TO INCREASE THE SKILLS OF
103	COLORADO WORKERS, AND, IN CONNECTION THEREWITH,
104	MAKING AN APPROPRIATION.

### **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

The bill creates the stimulus investments in reskilling, upskilling, and next-skilling workers program (program) as an initiative of the state work force development council (state council) to facilitate training for

unemployed and underemployed workers in the state during times of substantial unemployment, defined as a statewide unemployment rate that exceeds 4%. The bill appropriates \$25 million for the program and directs the state council to use the money to support individuals in need of:

- Reskilling, which supports unemployed and underemployed workers to change industries in order to return to work or obtain more appropriate work based on their skills;
- Upskilling, which assists workers in increasing skill levels to retain or advance in their employment; or
- Next-skilling, which supports workers in developing future-ready skills necessary for employment in the twenty-first century.

The state council, in collaboration with the department of labor and employment, is directed to allocate funding to local work force development areas and to develop a grant program to award grants to other partners to provide reskilling, upskilling, and next-skilling supports to eligible individuals for up to 13 months.

Starting in 2022, as part of the Colorado talent report, the state council is directed to report on the activities and outcomes resulting from the program. The program repeals on June 30, 2024.

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

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2 **SECTION 1. Legislative declaration.** (1) The general assembly finds, determines, and declares that:

- (a) The COVID-19 pandemic that spread to Colorado in February of 2020 has led to extensive job losses throughout the state;
- (b) The devastating effects of the COVID-19 pandemic have disproportionately impacted communities of color as well as women and low-income, senior, and disabled populations in the state;
- (c) The state of Colorado has an obligation to invest in its economy, including investing in skills training and work-related education to help Colorado workers obtain and retain meaningful employment that helps them achieve economic self-sufficiency;
  - (d) The state work force development council, in collaboration

-2- 1264

with community-based organizations, the state community college system, the department of higher education, the department of human services, and other partners, has created a nationally recognized workforce development infrastructure that has a proven track record of training Colorado workers for the 21st-century economy;

PART 2.

- (e) Therefore, it is the intent of the general assembly that the money appropriated in this act be utilized to help those disproportionately impacted by the COVID-19 pandemic so that they may receive the skills training and work-related education they need to participate in the economic recovery and achieve economic self-sufficiency.
- SECTION 2. In Colorado Revised Statutes, add 8-83-227 as follows:
  - 8-83-227. Additional funding for workforce development activities state funding not subject to federal law limitations.
  - (1) THE DEPARTMENT MAY RECEIVE AND EXPEND MONEY FROM THE GENERAL FUND OR ANY OTHER STATE SOURCE APPROPRIATED BY THE GENERAL ASSEMBLY OR PASSED THROUGH ANOTHER ENTITY FOR PURPOSES OF DISTRIBUTING STATE FUNDS TO WORK FORCE DEVELOPMENT AREAS TO IMPLEMENT WORKFORCE DEVELOPMENT ACTIVITIES, INCLUDING THE FUNCTIONS, ACTIVITIES, AND SERVICES AUTHORIZED PURSUANT TO THIS
    - (2) ANY LIMITATIONS OR REQUIREMENTS IMPOSED ON THE USE OF MONEY RECEIVED PURSUANT TO THE FEDERAL ACT OR THE WAGNER-PEYSER ACT DO NOT APPLY TO STATE MONEY APPROPRIATED OR PASSED THROUGH TO THE DEPARTMENT PURSUANT TO THIS SECTION.
    - (3) FOR ANY APPROPRIATION MADE BY THE GENERAL ASSEMBLY OR PASS-THROUGH OF MONEY FROM ANOTHER ENTITY PURSUANT TO THIS

-3-

1	SECTION, THE DIVISION, IN PARTNERSHIP WITH THE STATE COUNCIL, SHALL
2	DETERMINE THE USE OF, AND ANY LIMITATIONS ON THE USE OF, THE
3	MONEY FOR WORKFORCE DEVELOPMENT ACTIVITIES TO ADDRESS THE
4	ECONOMIC AND LABOR MARKET CONDITIONS.
5	SECTION 3. In Colorado Revised Statutes, add part 5 to article
6	46.3 of title 24 as follows:
7	PART 5
8	STIMULUS INVESTMENTS IN RESKILLING,
9	UPSKILLING, AND NEXT-SKILLING WORKERS
10	<b>24-46.3-501. Short title.</b> The short title of this part 5 is the
11	"STIMULUS INVESTMENTS IN RESKILLING, UPSKILLING, AND
12	NEXT-SKILLING WORKERS ACT".
13	<b>24-46.3-502. Definitions.</b> AS USED IN THIS PART 5, UNLESS THE
14	CONTEXT OTHERWISE REQUIRES:
15	(1) "DEPARTMENT" MEANS THE DEPARTMENT OF LABOR AND
16	EMPLOYMENT.
17	(2) "INCUMBENT WORKER" MEANS A WORKER WHO QUALIFIES AS
18	AN INCUMBENT WORKER UNDER 20 CFR 680.780.
19	(3) "INDUSTRY-RECOGNIZED CREDENTIAL" MEANS A CREDENTIAL
20	THROUGH A PROGRAM OR OFFERING QUALIFIED UNDER THE CAREER
21	DEVELOPMENT SUCCESS PROGRAM PURSUANT TO SECTION 22-54-138.
22	(4) "Next-skilling" means activities to develop
23	FUTURE-READY SKILLS NECESSARY FOR EMPLOYMENT IN THE
24	TWENTY-FIRST CENTURY AND INCLUDES THE FOCUS AREAS OF HUMAN
25	SKILLS, DIGITAL SKILLS, BUSINESS SKILLS, GROWTH MINDSET, AND A
26	LIFELONG LEARNING MINDSET.
2.7	(5) "PROGRAM" MEANS THE STIMULUS INVESTMENTS IN

-4- 1264

1	RESKILLING, UPSKILLING, AND NEXT-SKILLING WORKERS PROGRAM
2	CREATED IN SECTION 24-46.3-503.
3	(6) (a) "RESKILLING" MEANS ACTIVITIES TO:
4	(I) SUPPORT UNEMPLOYED AND UNDEREMPLOYED INDIVIDUALS
5	WHO NEED OR WANT TO CHANGE INDUSTRIES IN ORDER TO RETURN TO
6	FULL-TIME WORK OR WHO NEED OR WANT TO OBTAIN MORE APPROPRIATE
7	WORK BASED ON THEIR SKILLS; AND
8	(II) HELP UNEMPLOYED AND UNDEREMPLOYED INDIVIDUALS
9	ACHIEVE ECONOMIC SELF-SUFFICIENCY.
10	(b) "RESKILLING" MAY INCLUDE TECHNICAL TRAINING FOR NEW
11	POSITIONS AND NEW CAREERS AND ENTREPRENEURIAL TRAINING FOR
12	INDIVIDUALS WHO WISH TO PURSUE SELF-EMPLOYMENT AND BUSINESS
13	OWNERSHIP.
14	(7) "SHORT-TERM TRAINING" MEANS A TRAINING PROGRAM THAT
15	IS NOT MORE THAN THIRTEEN MONTHS IN DURATION.
16	(8) "STATE COUNCIL" MEANS THE STATE WORK FORCE
17	DEVELOPMENT COUNCIL CREATED PURSUANT TO SECTION 24-46.3-101.
18	(9) "SUBSTANTIAL UNEMPLOYMENT" MEANS AN UNEMPLOYMENT
19	RATE THAT IS HIGHER THAN FOUR PERCENT FOR THE STATE, AS A WHOLE,
20	OR FOR A WORK FORCE DEVELOPMENT AREA.
21	(10) "Upskilling" means activities to increase the skill
22	LEVELS OF AN INCUMBENT WORKER SO THE WORKER IS ABLE TO RETAIN
23	EMPLOYMENT AND ADVANCE WITHIN A COMPANY.
24	(11) "WORK FORCE DEVELOPMENT AREA" HAS THE SAME MEANING
25	AS SET FORTH IN SECTION 8-83-203 (22).
26	24-46.3-503. Stimulus investments in reskilling, upskilling, and
27	next-skilling workers program - creation. (1) The stimulus

-5- 1264

1	$IN VESTMENTS\ IN\ RESKILLING, UPSKILLING, AND\ NEXT-SKILLING\ WORKERS$
2	PROGRAM IS HEREBY CREATED AS AN INITIATIVE OF THE STATE COUNCIL
3	AS A MEANS TO TRAIN UNEMPLOYED AND UNDEREMPLOYED COLORADANS
4	DURING TIMES OF SUBSTANTIAL UNEMPLOYMENT. IN ANY STATE FISCAL
5	YEAR IN WHICH MONEY IS APPROPRIATED FOR THE PROGRAM PURSUANT TO
6	SECTION 24-46.3-504, THE STATE COUNCIL SHALL USE THE MONEY
7	ALLOCATED TO THE PROGRAM TO SUPPORT INDIVIDUALS IN NEED OF
8	RESKILLING, UPSKILLING, OR NEXT-SKILLING, INCLUDING PROVIDING
9	ASSISTANCE TO ALLOW INDIVIDUALS TO ACCESS AND PARTICIPATE IN
10	SHORT-TERM TRAINING TO OBTAIN AN INDUSTRY-RECOGNIZED
11	CREDENTIAL. THE STATE COUNCIL MAY USE THE MONEY FOR THE
12	FOLLOWING RESKILLING, UPSKILLING, OR NEXT-SKILLING PURPOSES:
13	(a) CAREER COUNSELING;
14	(b) CAREER AND ACADEMIC EXPLORATION AND PLANNING;
15	(c) TUITION;
16	(d) EMPLOYER-PROVIDED TRAINING;
17	(e) NEEDS-BASED SERVICES;
18	(f) Transportation;
19	(g) EQUIPMENT;
20	(h) RETENTION SERVICES;
21	(i) PROGRAM IMPLEMENTATION AND ADMINISTRATION, INCLUDING
22	REPORTING ACTIVITIES; AND
23	(j) Other purposes determined by the state council that
24	ARE RELATED TO TRAINING UNEMPLOYED AND UNDEREMPLOYED
25	COLORADANS DURING TIMES OF SUBSTANTIAL UNEMPLOYMENT.
26	(2) AN INDIVIDUAL MAY RECEIVE SUPPORT THROUGH THE
27	DDOGDAM AS DESCRIBED IN SURSECTION (1) OF THIS SECTION FOR UP TO

-6- 1264

2	INDUSTRY-RECOGNIZED CREDENTIAL. THE STATE COUNCIL, IN
3	COLLABORATION WITH THE DEPARTMENT, SHALL DEVELOP THE
4	ELIGIBILITY CRITERIA FOR INDIVIDUALS TO RECEIVE SUPPORT THROUGH
5	THE PROGRAM.
6	(3) (a) THE STATE COUNCIL, IN COLLABORATION WITH THE
7	DEPARTMENT, SHALL ALLOCATE THE FUNDING AVAILABLE FOR THE
8	PROGRAM AS FOLLOWS:
9	(I) TWENTY MILLION SEVEN HUNDRED FIFTY THOUSAND DOLLARS
10	TO WORK FORCE DEVELOPMENT AREAS FOR THE PROGRAM;
11	(II) THREE MILLION DOLLARS FOR THE GRANT PROGRAM
12	ESTABLISHED PURSUANT TO SUBSECTION (4) OF THIS SECTION; AND
13	(III) ONE MILLION TWO HUNDRED FIFTY THOUSAND DOLLARS FOR
14	THE DEPARTMENT FOR OUTREACH AND RECRUITMENT, PROVIDING ACCESS
15	TO DIGITAL PLATFORMS FOR CAREER NAVIGATION, ISSUING LICENSES FOR
16	VIRTUAL TRAINING COURSES, AND IMPLEMENTING, ADMINISTERING, AND
17	REPORTING ON THE PROGRAM.
18	(b) IF, ON JUNE 30, 2022, ANY PORTION OF THE MONEY ALLOCATED
19	TO THE DEPARTMENT PURSUANT TO SUBSECTION (3)(a)(III) OF THIS
20	SECTION IS UNENCUMBERED AND UNEXPENDED, THE STATE COUNCIL
21	SHALL ALLOCATE THE REMAINING MONEY IN ACCORDANCE WITH
22	SUBSECTIONS $(3)(a)(I)$ AND $(3)(a)(II)$ OF THIS SECTION.
23	(4) (a) THE STATE COUNCIL SHALL ESTABLISH A GRANT PROGRAM
24	TO AWARD FUNDING TO OTHER PARTNERS, INCLUDING LOCAL
25	GOVERNMENTS, INSTITUTIONS OF HIGHER EDUCATION, AND
26	COMMUNITY-BASED NONPROFIT ORGANIZATIONS, FOR USE IN PROVIDING
27	THE SUPPORTS SPECIFIED IN SUBSECTION (1) OF THIS SECTION. THE

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-7- 1264

1	RECIPIENTS OF FUNDING ARE RESPONSIBLE FOR WORKING WITH
2	INDIVIDUALS WHO QUALIFY FOR THE PROGRAM AND ADMINISTERING
3	AVAILABLE FUNDS TO OR ON BEHALF OF QUALIFIED INDIVIDUALS.
4	(b) The state council shall distribute the funding
5	THROUGH A COMPETITIVE APPLICATION PROCESS THAT CONSIDERS THE
6	RELATIVE NEED IN AN AREA AND THE ABILITY OF THE APPLICANT TO
7	SUPPORT INDIVIDUALS, AS WELL AS OTHER CRITERIA THAT THE STATE
8	COUNCIL AND THE DEPARTMENT DETERMINE ARE RELEVANT BASED ON THE
9	ECONOMIC CONDITIONS AT THE TIME APPLICATIONS ARE BEING
10	CONSIDERED.
11	<b>24-46.3-504. Funding for program.</b> (1) FOR THE 2020-21 STATE
12	FISCAL YEAR, THE GENERAL ASSEMBLY SHALL APPROPRIATE TWENTY-FIVE
13	MILLION DOLLARS FROM THE GENERAL FUND TO THE DEPARTMENT FOR
14	ALLOCATION TO THE STATE COUNCIL FOR THE PROGRAM. ANY MONEY
15	APPROPRIATED IN THE 2020-21 STATE FISCAL YEAR THAT IS NOT
16	ENCUMBERED OR EXPENDED AT THE END OF THAT STATE FISCAL YEAR
17	REMAINS AVAILABLE FOR EXPENDITURE BY THE STATE COUNCIL IN THE
18	NEXT TWO STATE FISCAL YEARS WITHOUT FURTHER APPROPRIATION.
19	(2) The state council shall use the money appropriated
20	PURSUANT TO THIS SECTION FOR THE PURPOSES SPECIFIED IN SECTION
21	24-46.3-503 AND SHALL ALLOCATE THE MONEY AS SPECIFIED IN THAT
22	SECTION.
23	(3) NEITHER THE DEPARTMENT NOR THE STATE COUNCIL SHALL
24	USE MONEY APPROPRIATED PURSUANT TO THIS SECTION TO ADD
25	PERMANENT FULL-TIME EQUIVALENT POSITIONS FOR THE DEPARTMENT OR
26	THE STATE COUNCIL.
27	<b>24-46.3-505. Reports.</b> (1) IN DECEMBER 2022 AND DECEMBER

-8-

1	2023, THE STATE COUNCIL SHALL REPORT ON THE ACTIVITIES AND
2	OUTCOMES RESULTING FROM THE PROGRAM IN THE PRIOR STATE FISCAL
3	YEAR AS PART OF THE ANNUAL COLORADO TALENT REPORT PREPARED
4	PURSUANT TO SECTION 24-46.3-103 (3).
5	(2) EACH APPLICANT THAT RECEIVES FUNDING UNDER THE
6	PROGRAM SHALL REPORT TO THE STATE COUNCIL ON THE MEASURABLE
7	OUTCOMES ACHIEVED, INCLUDING THE NUMBER OF PARTICIPANTS SERVED,
8	THE NUMBER OF SHORT-TERM TRAINING PROGRAMS COMPLETED, AND ANY
9	OTHER INFORMATION THAT THE STATE COUNCIL DETERMINES APPROPRIATE
10	TO DEMONSTRATE THE SUCCESS OF THE GRANT.
11	24-46.3-506. Repeal of part. This part 5 is repealed, effective
12	JUNE 30, 2024.
13	SECTION 4. Appropriation. For the 2020-21state fiscal year,
14	\$25,000,000 is appropriated to the department of labor and employment
15	for use by the Colorado work force development council. This
16	appropriation is from the general fund. To implement this act, the council
17	may use this appropriation for the reskilling, upskilling, and next-skilling
18	workers program.
19	SECTION 5. Safety clause. The general assembly hereby finds,
20	determines, and declares that this act is necessary for the immediate
21	preservation of the public peace, health, or safety.

-9- 1264