First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

PREAMENDED

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

LLS NO. 23-0061.01 Kristen Forrestal x4217

SENATE BILL 23-105

SENATE SPONSORSHIP

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Senate Committees

House Committees

Business, Labor, & Technology Appropriations

A BILL FOR AN ACT

101 CONCERNING THE IMPLEMENTATION OF MEASURES TO ENSURE EQUAL 102 PAY FOR EQUAL WORK.

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.)

Current law authorizes the director of the division of labor standards and statistics in the department of labor and employment (director) to create and administer a process to accept and mediate complaints, to provide legal resources concerning alleged wage inequity, and to promulgate rules as necessary for this purpose. The bill changes these authorizations to requirements.

Additionally, the bill requires the director to:

- Investigate complaints or other leads concerning wage inequity;
- Upon finding of a violation, order compliance and relief; and
- Promulgate rules to enforce the bill.

The bill also requires an employer to:

- For each job opportunity or promotional opportunity where the employer is considering more than one candidate, follow specific guidelines for posting the opportunity;
- For all job opportunities and promotional opportunities, provide specific information to employees regarding the candidate selected for the opportunity; and
- For all objectively defined career progressions, disclose the requirements for career progression and the terms of compensation, benefits, status, duties, and access to further advancement.
- 1 Be it enacted by the General Assembly of the State of Colorado:
- 2 **SECTION 1.** In Colorado Revised Statutes, 8-5-101, add (1.3),
- 3 (1.5), (5.5), (7.5), and (8.5) as follows:
- **8-5-101. Definitions.** As used in this article 5, unless the context
- 5 otherwise requires:
- 6 (1.3) "CAREER DEVELOPMENT" MEANS A CHANGE TO AN
- 7 EMPLOYEE'S TERMS OF COMPENSATION, BENEFITS, FULL-TIME OR
- 8 PART-TIME STATUS, DUTIES, OR ACCESS TO FURTHER ADVANCEMENT IN
- 9 ORDER TO UPDATE THE EMPLOYEE'S JOB TITLE OR COMPENSATE THE
- 10 EMPLOYEE TO REFLECT WORK PERFORMED OR CONTRIBUTIONS ALREADY
- 11 MADE BY THE EMPLOYEE.
- 12 (1.5) "CAREER PROGRESSION" MEANS A REGULAR OR AUTOMATIC
- 13 MOVEMENT FROM ONE POSITION TO ANOTHER BASED ON TIME IN A SPECIFIC
- 14 ROLE OR OTHER OBJECTIVE METRICS.
- 15 (5.5) (a) "JOB OPPORTUNITY" MEANS A CURRENT OR ANTICIPATED
- 16 VACANCY FOR WHICH THE EMPLOYER IS CONSIDERING A CANDIDATE OR

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| 1 | CANDIDATES OR INTERVIEWING A CANDIDATE OR CANDIDATES OR THAT |
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| 2 | THE EMPLOYER EXTERNALLY POSTS. |
| 3 | (b) "JOB OPPORTUNITY" DOES NOT INCLUDE CAREER DEVELOPMENT |
| 4 | OR CAREER PROGRESSION. |
| 5 | (7.5) (a) "PROMOTIONAL OPPORTUNITY" MEANS A CURRENT OR |
| 6 | ANTICIPATED VACANCY THAT COULD BE CONSIDERED A PROMOTION FOR |
| 7 | ONE OR MORE EMPLOYEES IN TERMS OF COMPENSATION, BENEFITS, |
| 8 | FULL-TIME OR PART-TIME STATUS, DUTIES, OR ACCESS TO FURTHER |
| 9 | ADVANCEMENT. |
| 10 | (b) "PROMOTIONAL OPPORTUNITY" DOES NOT INCLUDE CAREER |
| 11 | DEVELOPMENT OR CAREER PROGRESSION. |
| 12 | (8.5) "VACANCY" MEANS AN OPEN POSITION, WHETHER AS A |
| 13 | RESULT OF A NEWLY CREATED POSITION OR A VACATED POSITION. |
| 14 | SECTION 2. In Colorado Revised Statutes, 8-5-103, amend (1) |
| 15 | and (3) as follows: |
| 16 | 8-5-103. Enforcement - rules - complaints. (1) (a) The director |
| 17 | is authorized to SHALL: |
| 18 | (I) Create and administer a process to accept and mediate |
| 19 | complaints and to provide legal resources concerning alleged violations |
| 20 | of section 8-5-102 and to SHALL promulgate rules as necessary for this |
| 21 | purpose; |
| 22 | (II) INVESTIGATE COMPLAINTS OR OTHER LEADS CONCERNING |
| 23 | EMPLOYER VIOLATIONS OF SECTION 8-5-102, EXCEPT IF THE COMPLAINT |
| 24 | CONCERNS THE STATE OF COLORADO AS THE EMPLOYER, THAT, IN THE |
| 25 | <u>DIRECTOR'S GOOD FAITH</u> DISCRETION AND JUDGMENT, WARRANT |
| 26 | INVESTIGATION; |
| 27 | (III) UPON FINDING OF A VIOLATION OF SECTION 8-5-102, ORDER |

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| 1 | COMPLIANCE AND RELIEF AS AUTHORIZED BY THIS PART 1; AND |
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| 2 | (IV) PROMULGATE RULES TO ENFORCE THIS ARTICLE 5. |
| 3 | (b) FOR THE PURPOSE OF INVESTIGATING A VIOLATION OF THIS |
| 4 | PART 1, THE DIRECTOR MAY APPLY THE INFORMATION-GATHERING |
| 5 | PROVISIONS OF <u>ARTICLE 1 OF THIS TITLE 8</u> TO AN EMPLOYER, EMPLOYEE, |
| 6 | OR OTHER PERSON. |
| 7 | (c) The process created and administered by the director, |
| 8 | INCLUDING THE RULES FOR THE INVESTIGATION OF ALLEGED COMPLAINTS |
| 9 | FOR VIOLATIONS OF SECTION 8-5-102 AND ANY FINES LEVIED OR |
| 10 | CORRECTIVE ACTION TAKEN BY THE DIRECTOR, does not affect or prevent |
| 11 | the right of an aggrieved person from commencing a civil action pursuant |
| 12 | to subsection (2) of this section. |
| 13 | (3) A person aggrieved by a violation of section 8-5-102 may |
| 14 | obtain relief for back pay for the entire time the violation continues, not |
| 15 | to exceed three SIX years. |
| 16 | SECTION 3. In Colorado Revised Statutes, amend 8-5-201 as |
| 17 | follows: |
| 18 | 8-5-201. Employment opportunities - opportunities for |
| 19 | promotion or advancement - pay rates in job listings. (1) (a) An |
| 20 | employer shall make reasonable efforts to announce, post, or otherwise |
| 21 | make known all opportunities for promotion EACH JOB OPPORTUNITY AND |
| 22 | PROMOTIONAL OPPORTUNITY to all current employees on the same |
| 23 | calendar day and prior to making a promotion decision THE DATE ON |
| 24 | WHICH THE EMPLOYER MAKES A SELECTION DECISION. |
| 25 | (b) The employer must in good faith disclose the following |
| 26 | IN THE NOTIFICATION OF EACH JOB OPPORTUNITY AND PROMOTIONAL |
| 27 | OPPORTUNITY: |

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| 1 | (1) THE HOURLY OR SALARY COMPENSATION OR THE RANGE OF THE |
|----|---|
| 2 | HOURLY OR SALARY COMPENSATION; |
| 3 | (II) A GENERAL DESCRIPTION OF THE BENEFITS AND OTHER |
| 4 | COMPENSATION APPLICABLE TO THE JOB OPPORTUNITY OR PROMOTIONAL |
| 5 | OPPORTUNITY; AND |
| 6 | (III) FOR EACH JOB OPPORTUNITY OR PROMOTIONAL OPPORTUNITY |
| 7 | FOR WHICH THE EMPLOYER IS INTERVIEWING CANDIDATES OR IS EITHER |
| 8 | INFORMALLY OR FORMALLY CONSIDERING MORE THAN ONE CANDIDATE, |
| 9 | THE EARLIEST DATE THE APPLICATION WINDOW WILL CLOSE, WHICH SHALL |
| 10 | NOT BE LESS THAN FIVE BUSINESS DAYS AFTER THE NOTIFICATION DATE. |
| 11 | _ |
| 12 | (2) An employer shall disclose in each posting for each job |
| 13 | opening the hourly or salary compensation, or a range of the hourly or |
| 14 | salary compensation, and a general description of all of the benefits and |
| 15 | other compensation to be offered to the hired applicant. MAKE |
| 16 | REASONABLE EFFORTS TO ANNOUNCE, POST, OR OTHERWISE MAKE KNOWN, |
| 17 | WITHIN THIRTY CALENDAR DAYS AFTER A CANDIDATE WHO IS SELECTED |
| 18 | TO FILL A JOB OPPORTUNITY OR PROMOTIONAL OPPORTUNITY BEGINS |
| 19 | WORKING IN THE POSITION, THE FOLLOWING INFORMATION TO, AT A |
| 20 | MINIMUM, THE EMPLOYEES WITH WHOM THE EMPLOYER INTENDS THE |
| 21 | SELECTED CANDIDATE TO WORK WITH REGULARLY: |
| 22 | (a) The name of the candidate selected for the job |
| 23 | OPPORTUNITY OR PROMOTIONAL OPPORTUNITY; |
| 24 | (b) THE SELECTED CANDIDATE'S FORMER JOB TITLE IF SELECTED |
| 25 | WHILE ALREADY EMPLOYED BY THE EMPLOYER; |
| 26 | (c) THE SELECTED CANDIDATE'S NEW JOB TITLE; AND |
| 27 | (d) Information on how employees may demonstrate |

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| INTEREST | IN | SIMILAR | JOB | OPPORTUNI | TIES | AND | PROMOT | IONAL |
|------------|-------|-----------|-------|--------------|-------|-------|-----------|--------|
| OPPORTUN | ITIES | IN THE FU | ΓURE, | INCLUDING II | DENTI | FYING | INDIVIDU | ALS OR |
| DEPARTME | NTS | TO WHOM | THE | EMPLOYEES | CAN | EXPRE | SS INTERI | EST IN |
| SIMILAR JO | ВОР | PORTUNIT | ES OR | PROMOTION | AL OP | PORTU | NITIES. | |
| (2) | _ | | | | | | | |

- (3) FOR POSITIONS WITH CAREER PROGRESSION, AN EMPLOYER SHALL DISCLOSE AND MAKE AVAILABLE TO ALL ELIGIBLE EMPLOYEES THE REQUIREMENTS FOR CAREER PROGRESSION, IN ADDITION TO EACH POSITION'S TERMS OF COMPENSATION, BENEFITS, FULL-TIME OR PART-TIME STATUS, DUTIES, AND ACCESS TO FURTHER ADVANCEMENT.
- (4) NOTHING IN THIS SECTION REQUIRES AN EMPLOYER TO
 IDENTIFY A SELECTED CANDIDATE FOR A JOB OPPORTUNITY OR
 PROMOTIONAL OPPORTUNITY IN ANY MANNER THAT VIOLATES THE
 CANDIDATE'S PRIVACY RIGHTS UNDER APPLICABLE LOCAL, STATE, OR
 FEDERAL LAW OR IN A MANNER THAT WOULD PLACE AT RISK THE
 SELECTED CANDIDATE'S HEALTH OR SAFETY.
 - SECTION 4. Act subject to petition effective date applicability. (1) This act takes effect January 1, 2024; 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 the ninety-day period after final adjournment of the general assembly, 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 2024 and, in such case, will take effect on the date of the official declaration of the vote thereon by the governor.
 - (2) Section 8-5-201, Colorado Revised Statutes, as amended in

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- section 3 of this act, applies to promotions, career progressions, and
- 2 career developments that take place on or after the applicable effective
- 3 date of this act.

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