# First Regular Session Seventieth General Assembly STATE OF COLORADO

## **ENGROSSED**

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

LLS NO. 15-0578.01 Christy Chase x2008

**HOUSE BILL 15-1258** 

### **HOUSE SPONSORSHIP**

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Health, Insurance, & Environment Finance Appropriations

## A BILL FOR AN ACT

101	CONCERNING THE CREATION OF A FAMILY AND MEDICAL LEAV
102	INSURANCE PROGRAM, AND, IN CONNECTION THEREWITH
103	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://www.leg.state.co.us/billsummaries">http://www.leg.state.co.us/billsummaries</a>.)

The bill creates the family and medical leave insurance (FAMLI) program in the newly created 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. Prior to implementing the program, the department is to conduct an actuarial analysis to determine the appropriate level of premiums and solvency surcharges, if necessary, to ensure the soundness of the program.

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. 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.** In Colorado Revised Statutes, **add** part 3 to article 3 13.3 of title 8 as follows: 4 PART 3 5 FAMILY AND MEDICAL LEAVE INSURANCE 6 **8-13.3-301. Short title.** THIS PART 3 SHALL BE KNOWN AND MAY BE CITED AS THE "FAMILY AND MEDICAL LEAVE INSURANCE ACT" OR 7 8 "FAMLI ACT". 9 **8-13.3-302. Definitions.** As used in this part 3, unless the 10 CONTEXT OTHERWISE REQUIRES: 11 (1) "ANNUAL MEAN WAGE" MEANS THE ESTIMATED TOTAL ANNUAL 12 WAGES OF ALL OCCUPATIONS IN COLORADO DIVIDED BY THE 13 OCCUPATIONS' ESTIMATED EMPLOYMENT, AS DETERMINED BY THE 14 FEDERAL BUREAU OF LABOR STATISTICS IN THE UNITED STATES 15 DEPARTMENT OF LABOR. (2) "APPLICATION YEAR" MEANS THE TWELVE-MONTH PERIOD 16 17 BEGINNING ON THE FIRST DAY OF THE CALENDAR WEEK IN WHICH A

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INSURANCE BENEFITS.
(3) "COVERED INDIVIDUAL" MEANS AN INDIVIDUAL WHO:
(a) Has been employed by and worked for one or more
EMPLOYERS FOR AT LEAST SIX HUNDRED EIGHTY HOURS DURING THE
PERSON'S QUALIFYING YEAR; AND
(b) HAS CONTRIBUTED PREMIUMS TO THE PROGRAM FOR AT LEAST
ONE CALENDAR YEAR.
(4) "DEPARTMENT" MEANS THE DEPARTMENT OF LABOR AND
EMPLOYMENT.
(5) "DIRECTOR" MEANS THE DIRECTOR OF THE DIVISION.
(6) "DIVISION" MEANS THE DIVISION OF FAMILY AND MEDICAL
LEAVE INSURANCE CREATED IN SECTION 8-13.3-303.
(7) "ELIGIBLE INDIVIDUAL" MEANS AN INDIVIDUAL WHO SATISFIES
THE REQUIREMENTS OF SECTION 8-13.3-305 AND IS ELIGIBLE TO RECEIVE
FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS.
(8) (a) "EMPLOYER" MEANS ANY PERSON ENGAGED IN COMMERCE
OR AN INDUSTRY OR ACTIVITY AFFECTING COMMERCE THAT EMPLOYS AT
LEAST ONE PERSON FOR EACH WORKING DAY DURING EACH OF TWENTY OR
MORE CALENDAR WORKWEEKS IN THE CURRENT OR IMMEDIATELY
PRECEDING CALENDAR YEAR.
(b) "Employer" includes:
(I) A PERSON WHO ACTS DIRECTLY OR INDIRECTLY IN THE
INTEREST OF AN EMPLOYER TO ANY OF THE EMPLOYEES OF THE EMPLOYER;
(II) A SUCCESSOR IN INTEREST OF AN EMPLOYER; AND
(III) THE STATE OR A POLITICAL SUBDIVISION OF THE STATE.
(9) "Family and medical leave" means FMLA leave or

COVERED INDIVIDUAL APPLIES FOR FAMILY AND MEDICAL LEAVE

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2	(10) "FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS" OR
3	"BENEFITS" MEANS THE BENEFITS PROVIDED UNDER THE PROGRAM.
4	(11) "FAMILY MEMBER" MEANS A PERSON FOR WHOM AN
5	EMPLOYEE IS ENTITLED TO TAKE FAMILY AND MEDICAL LEAVE.
6	(12) "FMLA" MEANS THE FEDERAL "FAMILY AND MEDICAL LEAVE
7	ACT OF 1993", Pub.L. 103-3, AS AMENDED, 29 U.S.C. SEC. 2601, ET SEQ.
8	(13) "FMLA LEAVE" MEANS LEAVE FROM WORK AND ALL
9	BENEFITS AUTHORIZED BY THE FMLA.
10	(14) "HEALTH CARE PROVIDER" HAS THE SAME MEANING AS SET
11	FORTH IN THE FMLA.
12	(15) "Premium" means the payments an individual is
13	REQUIRED BY THIS PART 3 TO PAY TO THE DIVISION FOR THE PROGRAM.
14	(16) "PROGRAM" MEANS THE FAMILY AND MEDICAL LEAVE
15	INSURANCE PROGRAM ESTABLISHED PURSUANT TO THIS PART 3.
16	(17) "QUALIFYING YEAR" MEANS THE FIRST FOUR OF THE LAST FIVE
17	COMPLETED CALENDAR QUARTERS OR THE LAST FOUR COMPLETED
18	CALENDAR QUARTERS IMMEDIATELY PRECEDING THE FIRST DAY OF A
19	COVERED INDIVIDUAL'S APPLICATION YEAR.
20	(18) "SERIOUS HEALTH CONDITION" HAS THE SAME MEANING AS
21	SET FORTH IN THE FMLA.
22	8-13.3-303. Division of family and medical leave insurance -
23	creation as an enterprise - authority to issue bonds. (1) There is
24	HEREBY CREATED IN THE DEPARTMENT THE DIVISION OF FAMILY AND
25	MEDICAL LEAVE INSURANCE, THE HEAD OF WHICH IS THE DIRECTOR OF THE
26	DIVISION.
27	(2) (a) THE DIVISION CONSTITUTES AN ENTERPRISE FOR PURPOSES

LEAVE AUTHORIZED UNDER PART 2 OF THIS ARTICLE.

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1	OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION, AS LONG AS
2	THE DIVISION RETAINS AUTHORITY TO ISSUE REVENUE BONDS AND THE
3	DIVISION RECEIVES LESS THAN TEN PERCENT OF ITS TOTAL ANNUAL
4	REVENUES IN GRANTS, AS DEFINED IN SECTION 24-77-102 (7), C.R.S.,
5	FROM ALL COLORADO STATE AND LOCAL GOVERNMENTS COMBINED. FOR
6	AS LONG AS IT CONSTITUTES AN ENTERPRISE PURSUANT TO THIS SECTION,
7	THE DIVISION IS NOT SUBJECT TO SECTION $20\mathrm{OF}$ ARTICLE $X$ OF THE STATE
8	CONSTITUTION.
9	(b) THE ENTERPRISE ESTABLISHED PURSUANT TO THIS SUBSECTION
10	(2) HAS ALL THE POWERS AND DUTIES AUTHORIZED BY THIS PART 3
11	PERTAINING TO FAMILY AND MEDICAL LEAVE INSURANCE. THE FAMILY
12	AND MEDICAL LEAVE INSURANCE FUND CREATED IN SECTION 8-13.3-308
13	CONSTITUTES PART OF THE ENTERPRISE ESTABLISHED PURSUANT TO THIS
14	SUBSECTION (2).
15	(c) Nothing in this subsection (2) limits or restricts the
16	AUTHORITY OF THE DIVISION TO EXPEND ITS REVENUES CONSISTENT WITH
17	THIS PART 3.
18	(d) Subject to approval by the general assembly, either by
19	BILL OR JOINT RESOLUTION, AND AFTER APPROVAL BY THE GOVERNOR
20	PURSUANT TO SECTION 39 OF ARTICLE V OF THE STATE CONSTITUTION, THE
21	FAMILY AND MEDICAL LEAVE INSURANCE DIVISION IS HEREBY AUTHORIZED
22	TO ISSUE REVENUE BONDS FOR THE EXPENSES OF THE DIVISION, WHICH
23	MAY BE SECURED BY ANY REVENUES OF THE DIVISION.
24	8-13.3-304. Family and medical leave insurance program -
25	creation - division duties - applicant duties - outreach and education
26	- rules. (1) (a) The division shall establish and administer A
27	FAMILY AND MEDICAL LEAVE INSURANCE PROGRAM AND PAY FAMILY AND

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2	SPECIFIED IN THIS PART 3.
3	(b) (I) Before the division establishes the program, the
4	DEPARTMENT SHALL CONDUCT AN ACTUARIAL EVALUATION TO
5	DETERMINE:
6	(A) THE PREMIUM AMOUNTS REQUIRED PURSUANT TO SECTION
7	8-13.3-308 (2) (a) TO SUFFICIENTLY FUND THE PROGRAM;
8	(B) THE BALANCE IN THE FAMILY AND MEDICALLEAVE INSURANCE
9	FUND CREATED IN SECTION 8-13.3-308 THAT IS REQUIRED TO ASSURE
10	SOLVENCY OF THE FUND; AND
11	(C) THE BALANCE IN THE FUND THAT WOULD TRIGGER THE NEED
12	TO IMPOSE A SOLVENCY SURCHARGE ON EMPLOYEES PURSUANT TO
13	SECTION 8-13.3-308 (3) TO RESTORE FUND SOLVENCY.
14	(II) THE DEPARTMENT SHALL COMPLETE THE ACTUARIAL
15	EVALUATION NO LATER THAN JULY 1, 2016.
16	(III) IN ADDITION TO THE ACTUARIAL EVALUATION REQUIRED IN
17	THIS PARAGRAPH (b), BY JULY 1, 2016, THE DEPARTMENT SHALL
18	DETERMINE THE ANTICIPATED ADMINISTRATIVE AND TECHNOLOGY COSTS
19	TO ESTABLISH AND OPERATE THE PROGRAM.
20	(c) No sooner than July 1, 2016, the division shall begin to
21	ESTABLISH THE PROGRAM, INCLUDING SETTING, BY RULE, PREMIUM AND
22	SOLVENCY SURCHARGE AMOUNTS TO BE IMPOSED ON EMPLOYEES BASED
23	ON THE ACTUARIAL EVALUATION CONDUCTED BY THE DEPARTMENT.
24	(2) THE DIVISION SHALL ESTABLISH PROCEDURES AND FORMS FOR
25	FILING CLAIMS FOR BENEFITS UNDER THE PROGRAM. THE DIVISION SHALL
26	NOTIFY AN EMPLOYER WITHIN FIVE BUSINESS DAYS AFTER A COVERED
27	INDIVIDUAL FILES A CLAIM FOR BENEFITS UNDER SECTION 8-13.3-305.

MEDICAL LEAVE INSURANCE BENEFITS TO ELIGIBLE INDIVIDUALS AS

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2	INTEGRATION TECHNOLOGY TO FACILITATE THE DISCLOSURE OF RELEVANT
3	INFORMATION OR RECORDS PERTAINING TO A COVERED INDIVIDUAL IF THE
4	COVERED INDIVIDUAL CONSENTS TO THE DISCLOSURE IN ACCORDANCE
5	WITH THIS PART 3.
6	(4) Information contained in the files and records
7	PERTAINING TO A COVERED INDIVIDUAL UNDER THIS PART 3 ARE
8	CONFIDENTIAL AND NOT OPEN TO PUBLIC INSPECTION, OTHER THAN TO
9	PUBLIC EMPLOYEES IN THE PERFORMANCE OF THEIR OFFICIAL DUTIES;
10	EXCEPT THAT:
11	(a) A COVERED INDIVIDUAL OR A PERSON AUTHORIZED BY A
12	COVERED INDIVIDUAL, AS EVIDENCED BY A SIGNED AUTHORIZATION FROM
13	THE COVERED INDIVIDUAL, MAY REVIEW THE RECORDS OR RECEIVE
14	SPECIFIC INFORMATION FROM THE RECORDS;
15	(b) An employer or the employer's duly authorized
16	REPRESENTATIVE MAY REVIEW THE RECORDS OF A COVERED INDIVIDUAL
17	EMPLOYED BY THE EMPLOYER IN CONNECTION WITH A PENDING CLAIM;
18	AND
19	(c) AT THE DIVISION'S DISCRETION, OTHER PERSONS MAY REVIEW
20	RECORDS WHEN THE PERSONS ARE RENDERING ASSISTANCE TO THE
21	DIVISION AT ANY STAGE OF THE PROCEEDINGS ON ANY MATTER
22	PERTAINING TO THE ADMINISTRATION OF THIS PART 3.
23	(5) (a) By January 1, 2019, and for as long as the family
24	AND MEDICAL LEAVE INSURANCE PROGRAM CONTINUES, THE DIVISION
25	SHALL DEVELOP AND IMPLEMENT AN OUTREACH PROGRAM TO EDUCATE
26	THE PUBLIC ABOUT THE AVAILABILITY OF FAMILY AND MEDICAL LEAVE
07	
27	INSURANCE BENEFITS UNDER THIS PART 3 FOR COVERED INDIVIDUALS.

1 (3) THE DIVISION SHALL USE INFORMATION SHARING AND

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1	(b) The division shall ensure that the outreach
2	INFORMATION EXPLAINS, IN AN EASY-TO-UNDERSTAND FORMAT, AT LEAST
3	THE FOLLOWING:
4	(I) ELIGIBILITY REQUIREMENTS;
5	(II) THE CLAIMS PROCESS;
6	(III) WEEKLY BENEFIT AMOUNTS AND MAXIMUM BENEFITS
7	PAYABLE;
8	(IV) NOTICE AND MEDICAL CERTIFICATION REQUIREMENTS;
9	(V) REINSTATEMENT AND NONDISCRIMINATION RIGHTS;
10	(VI) CONFIDENTIALITY OF RECORDS;
11	(VII) THE RELATIONSHIP BETWEEN EMPLOYMENT PROTECTION,
12	LEAVE FROM EMPLOYMENT, AND WAGE REPLACEMENT BENEFITS UNDER
13	THIS PART 3 AND OTHER LAWS, COLLECTIVE BARGAINING AGREEMENTS,
14	AND EMPLOYER POLICIES; AND
15	(VIII) ANY OTHER DETAILS OR INFORMATION ABOUT THE
16	PROGRAM THE DIVISION DEEMS APPROPRIATE.
17	(c) THE DIVISION SHALL DEVELOP A PROGRAM NOTICE THAT
18	DETAILS THE PROGRAM REQUIREMENTS, BENEFITS, CLAIMS PROCESS,
19	PAYROLL DEDUCTION REQUIREMENTS, AND OTHER PERTINENT PROGRAM
20	INFORMATION. EACH EMPLOYER SHALL POST THE PROGRAM NOTICE IN A
21	PROMINENT LOCATION IN THE WORKPLACE AND INFORM ITS EMPLOYEES OF
22	THE PROGRAM.
23	(d) THE DIVISION MAY USE A PORTION OF THE MONEYS IN THE
24	FAMILY AND MEDICAL LEAVE INSURANCE FUND TO DEVELOP, IMPLEMENT,
25	AND ADMINISTER THE OUTREACH PROGRAM.
26	8-13.3-305. Family and medical leave insurance benefits -
27	application - eligibility. (1) Beginning July 1, 2019, family and

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1	MEDICAL LEAVE INSURANCE BENEFITS ARE PAYABLE TO AN INDIVIDUAL
2	WHO:
3	(a) (I) HAS A SERIOUS HEALTH CONDITION THAT MAKES THE
4	INDIVIDUAL UNABLE TO PERFORM THE FUNCTIONS OF AT LEAST ONE OF HIS
5	OR HER JOBS;
6	(II) IS CARING FOR HIS OR HER NEW CHILD DURING THE FIRST YEAR
7	AFTER THE BIRTH OR ADOPTION OF THE CHILD OR THE PLACEMENT OF THE
8	CHILD THROUGH FOSTER CARE;
9	(III) IS CARING FOR A FAMILY MEMBER WHO HAS A SERIOUS
10	HEALTH CONDITION; OR
11	(IV) IS TAKING ANY OTHER LEAVE FROM WORK AUTHORIZED BY
12	THE FMLA;
13	(b) FILES A CLAIM FOR BENEFITS IN A FORM AND MANNER
14	REQUIRED BY THE DIRECTOR BY RULE;
15	(c) Is a covered individual;
16	(d) Consents to the disclosure of information or records
17	DEEMED CONFIDENTIAL UNDER STATE LAW PURSUANT TO SECTION
18	8-13.3-304 (4); AND
19	(e) IF CURRENTLY EMPLOYED, ATTESTS, IN THE APPLICATION FOR
20	FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS, THAT THE INDIVIDUAL
21	NOTIFIED HIS OR HER EMPLOYER IN WRITING OF THE INTENT TO TAKE
22	LEAVE FROM WORK FOR ONE OF THE PURPOSES SPECIFIED IN PARAGRAPH
23	(a) OF THIS SUBSECTION (1).
24	$(2) \ In addition to the requirements of subsection (1) of this$
25	SECTION, THE DIVISION MAY REQUIRE A COVERED INDIVIDUAL WHO
26	APPLIES FOR BENEFITS TO:
27	(a) ATTEST THAT THE COVERED INDIVIDUAL:

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1	(I) (A) BECAUSE OF A BIRTH, ADOPTION, OR PLACEMENT THROUGH
2	FOSTER CARE, IS CARING FOR A NEW CHILD DURING THE FIRST YEAR AFTER
3	BIRTH, ADOPTION, OR PLACEMENT OF THE CHILD;
4	(B) IS CARING FOR A FAMILY MEMBER WHO HAS A SERIOUS HEALTH
5	CONDITION; OR
6	(C) HAS A SERIOUS HEALTH CONDITION THAT RENDERS HIM OR HER
7	UNABLE TO PERFORM HIS OR HER REGULAR OR CUSTOMARY WORK AT ONE
8	OR MORE OF THE JOBS AT WHICH HE OR SHE IS WORKING;
9	(II) IS NOT RECEIVING UNEMPLOYMENT INSURANCE BENEFITS OR
10	BENEFITS UNDER A DISABILITY INSURANCE POLICY IN AN AMOUNT THAT,
11	IF COMBINED WITH THE BENEFITS AVAILABLE TO THE INDIVIDUAL UNDER
12	THE PROGRAM, WOULD EXCEED THE INDIVIDUAL'S WAGES, AS DETERMINED
13	BY THE DIVISION; AND
14	(b) SUBMIT A CERTIFICATION FROM THE HEALTH CARE PROVIDER
15	PROVIDING HEALTH CARE TO THE COVERED INDIVIDUAL OR THE COVERED
16	INDIVIDUAL'S FAMILY MEMBER, AS APPLICABLE, SUPPORTING THE CLAIM
17	THAT THE COVERED INDIVIDUAL OR THE COVERED INDIVIDUAL'S FAMILY
18	MEMBER HAS A SERIOUS HEALTH CONDITION.
19	(3) A COVERED INDIVIDUAL WHO MEETS THE REQUIREMENTS OF
20	SUB-SUBPARAGRAPH (A), (B), OR (C) OF SUBPARAGRAPH (I) OF
21	PARAGRAPH (a) OF SUBSECTION (2) OF THIS SECTION IS ELIGIBLE FOR
22	FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS REGARDLESS OF
23	WHETHER THE COVERED INDIVIDUAL IS CURRENTLY EMPLOYED OR IS
24	WORKING AT A SECOND JOB WHILE TAKING FAMILY AND MEDICAL LEAVE.
25	(4) If the division denies a claim for benefits submitted
26	PURSUANT TO THIS SECTION, THE COVERED INDIVIDUAL MAY APPEAL THAT
27	DECISION IN THE MANNER SPECIFIED IN ARTICLE 74 OF THIS TITLE.

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1	8-15.5-500. Duration of benefits - waiting period - payment
2	intervals. (1) The maximum number of weeks during which family
3	AND MEDICAL LEAVE INSURANCE BENEFITS ARE PAYABLE TO AN ELIGIBLE
4	INDIVIDUAL IN AN APPLICATION YEAR IS TWELVE WEEKS.
5	(2) (a) Benefits are not payable for the first seven
6	CONSECUTIVE CALENDAR DAYS IN AN APPLICATION YEAR THAT AN
7	INDIVIDUAL MEETS THE ELIGIBILITY REQUIREMENTS OF SECTION
8	8-13.3-305. If an eligible individual uses ten or more days of
9	FAMILY AND MEDICAL LEAVE IN AN APPLICATION YEAR, THE DIVISION
10	SHALL PAY THE ELIGIBLE INDIVIDUAL BENEFITS FOR THE SEVEN-DAY
11	WAITING PERIOD; EXCEPT THAT, IF THE ELIGIBLE INDIVIDUAL RECEIVED
12	OTHER COMPENSATION FROM THE EMPLOYER FOR ALL OR A PORTION OF
13	THOSE SEVEN DAYS, THE DIVISION SHALL REDUCE THE BENEFITS PAYABLE
14	TO THE ELIGIBLE INDIVIDUAL BASED ON THE AMOUNT OF OTHER
15	COMPENSATION RECEIVED FROM THE EMPLOYER DURING THE WAITING
16	PERIOD.
17	(b) The waiting period described in this subsection (2)
18	APPLIES ONLY ONCE IN EACH APPLICATION YEAR.
19	(c) Failure to file an application for benefits, furnish
20	NOTICE TO AN EMPLOYER, OR SUBMIT CERTIFICATION FROM A HEALTH
21	CARE PROVIDER IN THE MANNER SPECIFIED IN SECTION 8-13.3-305 DOES
22	NOT INVALIDATE A CLAIM FOR BENEFITS OR AN INDIVIDUAL'S ELIGIBILITY
23	FOR BENEFITS, BUT THE DIVISION IS NOT REQUIRED TO PAY BENEFITS FOR
24	A PERIOD OF MORE THAN TWO WEEKS PRIOR TO THE DATE ON WHICH THE
25	INDIVIDUAL FILES THE REQUIRED APPLICATION, FURNISHES NOTICE TO HIS
26	OR HER EMPLOYER, AND SUBMITS THE CERTIFICATION FROM THE HEALTH
27	CARE PROVIDER UNLESS THE INDIVIDUAL DEMONSTRATES TO THE

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1	SATISFACTION OF THE DIVISION THAT IT WAS NOT REASONABLY POSSIBLE
2	TO SUBMIT THE APPLICATION OR CERTIFICATION OR FURNISH THE NOTICE
3	TO HIS OR HER EMPLOYER, AND THAT THE INDIVIDUAL SUBMITTED THE
4	APPLICATION AND CERTIFICATION, AND NOTIFIED HIS OR HER EMPLOYER,
5	AS SOON AS WAS POSSIBLE.
6	(3) THE DIVISION SHALL MAKE THE FIRST PAYMENT OF BENEFITS
7	TO AN ELIGIBLE INDIVIDUAL WITHIN TWO WEEKS AFTER THE INDIVIDUAL
8	FILES THE CLAIM FOR BENEFITS AND SHALL MAKE SUBSEQUENT PAYMENTS
9	BIWEEKLY.
10	8-13.3-307. Amount of benefits - maximum weekly benefit.
11	(1) (a) THE DIVISION SHALL DETERMINE THE WEEKLY BENEFIT AMOUNT,
12	SUBJECT TO PARAGRAPH (b) OF THIS SUBSECTION (1), AS FOLLOWS:
13	(I) FOR AN ELIGIBLE INDIVIDUAL WHOSE YEARLY EARNINGS ARE
14	NOT MORE THAN TWENTY PERCENT OF THE ANNUAL MEAN WAGE, THE
15	DIVISION SHALL PAY WEEKLY BENEFITS IN AN AMOUNT EQUAL TO
16	NINETY-FIVE PERCENT OF THE ELIGIBLE INDIVIDUAL'S WEEKLY WAGE;
17	(II) FOR AN ELIGIBLE INDIVIDUAL WHOSE YEARLY EARNINGS ARE
18	MORE THAN TWENTY PERCENT BUT NOT MORE THAN THIRTY PERCENT OF
19	THE ANNUAL MEAN WAGE, THE DIVISION SHALL PAY WEEKLY BENEFITS IN
20	AN AMOUNT EQUAL TO NINETY PERCENT OF THE ELIGIBLE INDIVIDUAL'S
21	WEEKLY WAGE;
22	(III) FOR AN ELIGIBLE INDIVIDUAL WHOSE YEARLY EARNINGS ARE
23	MORE THAN THIRTY PERCENT BUT NOT MORE THAN FIFTY PERCENT OF THE
24	ANNUAL MEAN WAGE, THE DIVISION SHALL PAY WEEKLY BENEFITS IN AN
25	AMOUNT EQUAL TO EIGHTY-FIVE PERCENT OF THE ELIGIBLE INDIVIDUAL'S
26	WEEKLY WAGE;
27	(IV) FOR AN ELIGIBLE INDIVIDUAL WHOSE YEARLY EARNINGS ARE

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MORE THAN FIFTY PERCENT OF THE ANNUAL MEAN WAGE, THE DIVISION
SHALL PAY WEEKLY BENEFITS IN AN AMOUNT EQUAL TO SIXTY-SIX
PERCENT OF THE ELIGIBLE INDIVIDUAL'S WEEKLY WAGE.

- (b) The Maximum Weekly Benefit amount determined under paragraph (a) of this subsection (1) must not exceed one thousand dollars per week. Starting January 1, 2020, the division shall annually adjust the maximum weekly benefit amount to reflect changes in the United States bureau of Labor statistics consumer price index for the Denver-Boulder-Greeley consolidated metropolitan statistical area for all urban consumers, all goods, or its successor index.
- (c) The division shall calculate an eligible individual's weekly benefit amount based on the eligible individual's weekly wage earned from the job from which the eligible individual is taking family and medical leave. If the eligible individual is able to continue working at a second job while taking family and medical leave, the division shall not consider the eligible individual's weekly wage earned from the second job when calculating the eligible individual's weekly benefit amount.
- (2) BENEFITS ARE NOT PAYABLE FOR LESS THAN ONE DAY OR EIGHT CONSECUTIVE HOURS OF FAMILY AND MEDICAL LEAVE TAKEN IN ONE WORK WEEK.
- **8-13.3-308. Family and medical leave insurance fund - creation employee premiums.** (1) (a) There is hereby created in the state treasury the family and medical leave insurance fund, referred to in this section as the "fund". Moneys in the fund may be used only to pay benefits under and to administer the family

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1	AND MEDICAL LEAVE INSURANCE PROGRAM PURSUANT TO THIS PART 3
2	INCLUDING THE OUTREACH PROGRAM DEVELOPED UNDER SECTION
3	8-13.3-304(5). Interest earned on the investment of moneys in the
4	FUND AND ANY MONEYS REMAINING IN THE FUND AT THE END OF A FISCAL
5	YEAR REMAIN IN THE FUND AND DO NOT REVERT TO THE GENERAL FUND OR
6	ANY OTHER FUND.
7	(b) (I) THE DIVISION MAY APPLY FOR AND ACCEPT GIFTS, GRANTS,
8	AND DONATIONS TO CONDUCT THE ACTUARIAL EVALUATION AND
9	DETERMINE ANTICIPATED ADMINISTRATIVE AND TECHNOLOGY COSTS, AS
10	REQUIRED BY SECTION 8-13.3-304 (1) (b), AND FUND THE COSTS TO SET UP
11	THE PROGRAM. THE DIVISION MAY APPLY FOR ANY AVAILABLE FEDERAL
12	FUNDING TO CONDUCT THE ACTUARIAL EVALUATION AND DETERMINE
13	ANTICIPATED COSTS AND, NOTWITHSTANDING THE DEADLINES FOR
14	CONDUCTING THE EVALUATION AND COST DETERMINATION SPECIFIED IN
15	SECTION 8-13.3-304 (1) (b), SHALL NOT PERFORM EITHER TASK UNLESS
16	SUFFICIENT FEDERAL FUNDS OR OTHER GIFTS, GRANTS, OR DONATIONS ARE
17	RECEIVED TO PERFORM THOSE TASKS.
18	(II) THE DIVISION SHALL TRANSMIT ANY GIFTS, GRANTS.
19	DONATIONS, OR FEDERAL FUNDING IT RECEIVES TO THE STATE TREASURER
20	FOR DEPOSIT IN THE FUND.
21	(c) IF, PRIOR TO THE COLLECTION OF PREMIUMS PURSUANT TO
22	SUBSECTION (2) OF THIS SECTION, THE DIVISION DOES NOT RECEIVE
23	ADEQUATE GIFTS, GRANTS, DONATIONS, OR FEDERAL FUNDING TO COVER
24	ITS COSTS TO SET UP THE PROGRAM, THE DEPARTMENT MAY REQUEST, AS
25	PART OF ITS ANNUAL BUDGET REQUEST, AN APPROPRIATION TO COVER THE
26	DIVISION'S PROGRAM SET-UP COSTS.
27	(2) (a) (I) On and after July 1, 2018, every individual

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1	EMPLOYED BY AN EMPLOYER IN THIS STATE SHALL PAY A PREMIUM IN AN
2	AMOUNT DETERMINED BY THE DIRECTOR BY RULE IN ACCORDANCE WITH
3	THIS PARAGRAPH (a).
4	(II) THE DIRECTOR, BY RULE, SHALL:
5	(A) SET THE PREMIUM AMOUNT BASED ON A PERCENTAGE OF
6	YEARLY WAGES; AND
7	(B) ESTABLISH A MAXIMUM ANNUAL PREMIUM.
8	(III) THE DIRECTOR MAY ADJUST PREMIUM AMOUNTS ANNUALLY,
9	BY RULE, TO ENSURE THE ACTUARIAL SOUNDNESS OF THE FUND AND AVOID
10	AN EXCESSIVE FUND BALANCE.
11	(b) EACH EMPLOYER SHALL COLLECT THE PREMIUM AMOUNT FROM
12	EACH EMPLOYEE AS A PAYROLL DEDUCTION FROM THE EMPLOYEE'S WAGES
13	EACH PAYROLL PERIOD AND SHALL REMIT THE PREMIUM AMOUNT TO THE
14	DIVISION, WHICH SHALL TRANSMIT THE PREMIUMS TO THE STATE
15	TREASURER FOR DEPOSIT IN THE FUND.
16	(3) On and after July 1, 2018, if the director determines
17	THAT A SOLVENCY SURCHARGE IS REQUIRED TO ENSURE THE SOLVENCY OF
18	THE FUND, THE DIRECTOR, BY RULE, MAY ESTABLISH A SOLVENCY
19	SURCHARGE THAT EVERY INDIVIDUAL EMPLOYED BY AN EMPLOYER IN THIS
20	STATE SHALL PAY THROUGH A PAYROLL DEDUCTION IN THE MANNER
21	SPECIFIED IN PARAGRAPH (b) OF SUBSECTION (2) OF THIS SECTION.
22	8-13.3-309. Employment protection - discrimination
23	prohibited. (1) After a period in which an eligible individual
24	RECEIVES FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS OR EARNS
25	WAITING-PERIOD CREDITS UNDER THIS PART 3, THE ELIGIBLE INDIVIDUAL
26	IS ENTITLED TO BE RESTORED TO AN EQUIVALENT POSITION OF
27	EMPLOYMENT WITH THE EMPLOYER FROM WHICH LEAVE WAS TAKEN, IN

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1	THE SAME MANNER AS AN EMPLOYEE ENTITLED TO FAMILY AND MEDICAL
2	LEAVE, FOR THE TIME THAT THE ELIGIBLE INDIVIDUAL IS ABSENT FROM
3	WORK AND RECEIVING FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS.
4	(2) AT ANY TIME, INCLUDING DURING THE WAITING PERIOD OR THE
5	PERIOD IN WHICH AN INDIVIDUAL IS RECEIVING BENEFITS UNDER THIS PART
6	3, AN EMPLOYER SHALL NOT DISCHARGE, DEMOTE, OR OTHERWISE
7	DISCRIMINATE OR TAKE AN ADVERSE EMPLOYMENT ACTION AGAINST AN
8	INDIVIDUAL BECAUSE HE OR SHE:
9	(a) FILED FOR, APPLIED FOR, OR USED BENEFITS UNDER THIS PART
10	3;
11	(b) Communicated to the employer an intent to file a
12	CLAIM FOR BENEFITS, A COMPLAINT, OR AN APPEAL; OR
13	(c) TESTIFIED, AGREED TO TESTIFY, OR OTHERWISE ASSISTED IN
14	ANY PROCEEDING UNDER THIS PART 3.
15	(3) (a) THE DIRECTOR MAY ASSESS A FINE OF NOT MORE THAN
16	THREE THOUSAND DOLLARS AGAINST A PERSON WHO VIOLATES THIS
17	SECTION. THE DIRECTOR SHALL TRANSFER ANY FINES COLLECTED
18	PURSUANT TO THIS SECTION TO THE STATE TREASURER FOR DEPOSIT IN THE
19	FAMILY AND MEDICAL LEAVE INSURANCE FUND CREATED IN SECTION
20	8-13.3-308 (1).
21	(b) If an employer violates this section, the employer is
22	SUBJECT TO DAMAGES AND EQUITABLE RELIEF AS SPECIFIED IN THE FMLA.
23	AN AGGRIEVED EMPLOYEE MAY BRING AN ACTION IN STATE COURT
24	AGAINST THE EMPLOYER TO RECOVER DAMAGES OR EQUITABLE RELIEF.
25	<b>8-13.3-310.</b> Coordination of benefits. (1) (a) Leave taken
26	UNDER THIS PART 3 RUNS CONCURRENTLY WITH ANY LEAVE TAKEN UNDER
27	THE FMLA OR PART 2 OF THIS ARTICLE.

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1	(b) AN EMPLOYER MAY REQUIRE THAT PAYMENT MADE OR LEAVE
2	TAKEN UNDER THIS PART 3 BE MADE OR TAKEN CONCURRENTLY OR
3	OTHERWISE COORDINATED WITH PAYMENT MADE OR LEAVE ALLOWED
4	UNDER THE TERMS OF DISABILITY OR FAMILY CARE LEAVE UNDER A
5	COLLECTIVE BARGAINING AGREEMENT OR EMPLOYER POLICY, AS
6	APPLICABLE. THE EMPLOYER SHALL GIVE ITS EMPLOYEES WRITTEN NOTICE
7	OF THIS REQUIREMENT.
8	(2) (a) This part 3 does not diminish an employer's
9	OBLIGATION TO COMPLY WITH A COLLECTIVE BARGAINING AGREEMENT OR
10	EMPLOYER POLICY, AS APPLICABLE, THAT PROVIDES GREATER LEAVE THAN
11	FMLA LEAVE OR LEAVE PERMITTED UNDER PART 2 OF THIS ARTICLE.
12	(b) After the effective date of this part 3, a collective
13	BARGAINING AGREEMENT ENTERED INTO OR RENEWED OR AN EMPLOYER
14	POLICY ADOPTED OR RETAINED MUST NOT DIMINISH AN INDIVIDUAL'S
15	RIGHT TO BENEFITS UNDER THIS PART 3. ANY AGREEMENT BY AN
16	INDIVIDUAL TO WAIVE HIS OR HER RIGHTS UNDER THIS PART 3 IS VOID AS
17	AGAINST PUBLIC POLICY.
18	8-13.3-311. Erroneous payments - disqualification for benefits.
19	(1) A COVERED INDIVIDUAL IS DISQUALIFIED FROM FAMILY AND MEDICAL
20	LEAVE INSURANCE BENEFITS FOR ONE YEAR IF THE INDIVIDUAL, IN
21	CONNECTION WITH AN APPLICATION FOR BENEFITS UNDER THE PROGRAM,
22	WILLFULLY MAKES A FALSE STATEMENT OR MISREPRESENTATION
23	REGARDING A MATERIAL FACT OR WILLFULLY FAILS TO REPORT A
24	MATERIAL FACT.
25	(2) IF FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS ARE PAID
26	ERRONEOUSLY OR AS A RESULT OF WILLFUL MISREPRESENTATION, OR IF A
27	CLAIM FOR FAMILY AND MEDICAL LEAVE BENEFITS IS REJECTED AFTER

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1	BENEFITS ARE PAID, THE DIVISION MAY SEEK REPAYMENT OF BENEFITS
2	FROM THE RECIPIENT. THE DIRECTOR SHALL EXERCISE HIS OR HER
3	DISCRETION TO WAIVE, IN WHOLE OR IN PART, THE AMOUNT OF ANY
4	REPAYMENTS WHERE THE RECOVERY WOULD BE AGAINST EQUITY AND
5	GOOD CONSCIENCE. THE DIRECTOR MAY ADOPT RULES TO DEVELOP A
6	PROCEDURE FOR RECOVERING ERRONEOUS PAYMENTS OF BENEFITS.
7	8-13.3-312. Elective coverage - withdrawal from coverage -
8	rules. (1) A SELF-EMPLOYED PERSON, INCLUDING A SOLE PROPRIETOR,
9	PARTNER, OR JOINT VENTURER, MAY ELECT COVERAGE UNDER THE
10	PROGRAM FOR AN INITIAL PERIOD OF NOT LESS THAN THREE YEARS OR A
11	SUBSEQUENT PERIOD OF NOT LESS THAN ONE YEAR IMMEDIATELY
12	FOLLOWING ANOTHER PERIOD OF COVERAGE. THE SELF-EMPLOYED PERSON
13	MUST FILE A NOTICE OF ELECTION IN WRITING WITH THE DIRECTOR, AS
14	REQUIRED BY THE DIVISION. THE ELECTION BECOMES EFFECTIVE ON THE
15	DATE THE NOTICE IS FILED.
16	(2) A SELF-EMPLOYED PERSON WHO HAS ELECTED COVERAGE MAY
17	WITHDRAW FROM COVERAGE BY FILING WRITTEN NOTICE WITH THE
18	DIRECTOR WITHIN THIRTY DAYS AFTER THE END OF THE THREE-YEAR
19	PERIOD OF COVERAGE OR AT OTHER TIMES THE DIRECTOR MAY PRESCRIBE
20	BY RULE. THE WITHDRAWAL FROM COVERAGE TAKES EFFECT NO SOONER
21	THAN THIRTY DAYS AFTER THE SELF-EMPLOYED PERSON FILES THE NOTICE.
22	<b>8-13.3-313.</b> Federal income tax - state income tax. $(1)$ $(a)$ IF
23	THE INTERNAL REVENUE SERVICE DETERMINES THAT FAMILY AND MEDICAL
24	LEAVE INSURANCE BENEFITS UNDER THIS PART 3 ARE SUBJECT TO FEDERAL
25	INCOME TAX, THE DIVISION SHALL INFORM AN INDIVIDUAL FILING A NEW
26	CLAIM FOR FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS, AT THE
27	TIME OF FILING, THAT:

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1	(I) THE INTERNAL REVENUE SERVICE HAS DETERMINED THAT
2	BENEFITS ARE SUBJECT TO FEDERAL INCOME TAX;
3	(II) REQUIREMENTS EXIST PERTAINING TO ESTIMATED TAX
4	PAYMENTS;
5	(III) THE INDIVIDUAL MAY ELECT TO HAVE FEDERAL INCOME TAX
6	DEDUCTED AND WITHHELD FROM THE INDIVIDUAL'S PAYMENT OF BENEFITS
7	IN THE AMOUNT SPECIFIED IN THE FEDERAL INTERNAL REVENUE CODE; AND
8	(IV) THE INDIVIDUAL IS PERMITTED TO CHANGE A PREVIOUSLY
9	ELECTED WITHHOLDING STATUS.
10	(b) Amounts deducted and withheld from Benefits must
11	REMAIN IN THE FAMILY AND MEDICAL LEAVE INSURANCE FUND UNTIL
12	TRANSFERRED TO THE FEDERAL TAXING AUTHORITY AS A PAYMENT OF
13	INCOME TAX.
14	(c) THE DIRECTOR SHALL FOLLOW ALL PROCEDURES SPECIFIED BY
15	THE FEDERAL INTERNAL REVENUE SERVICE PERTAINING TO DEDUCTING
16	AND WITHHOLDING INCOME TAX.
17	(2) FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS RECEIVED
18	PURSUANT TO THIS PART 3 ARE NOT SUBJECT TO STATE INCOME TAX
19	PURSUANT TO SECTION 39-22-104 (4) (u), C.R.S.
20	<b>8-13.3-314. Reports.</b> By March 1, 2019, and by each March
21	$1 {\tt THEREAFTER}, {\tt THE DIVISION SHALL REPORT TO THE SENATE COMMITTEES}$
22	ON BUSINESS, LABOR, AND TECHNOLOGY AND HEALTH AND HUMAN
23	SERVICES AND THE HOUSE OF REPRESENTATIVES COMMITTEES ON HEALTH,
24	INSURANCE, AND ENVIRONMENT AND BUSINESS, LABOR, AND ECONOMIC
25	AND WORKFORCE DEVELOPMENT, OR THEIR SUCCESSOR COMMITTEES, ON
26	PROJECTED AND ACTUAL PROGRAM PARTICIPATION, SPECIFYING GENDER,
27	RACE, AND ETHNICITY OF PARTICIPANTS AND PURPOSE AND DURATION OF

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1	LEAVE, PREMIUM RATES, FUND BALANCES, AND OUTREACH EFFORTS. THE
2	DIVISION SHALL POST THE REPORTS ON THE DEPARTMENT'S WEB SITE.
3	NOTWITHSTANDING SECTION 24-1-136 (11), C.R.S., THE REQUIREMENT
4	SPECIFIED IN THIS SECTION TO SUBMIT ANNUAL REPORTS TO COMMITTEES
5	OF THE GENERAL ASSEMBLY CONTINUES INDEFINITELY.
6	8-13.3-315. Rules. The director may adopt rules as
7	NECESSARY FOR THE IMPLEMENTATION AND ADMINISTRATION OF THIS
8	PART 3.
9	8-13.3-316. Severability. If any provision of this part 3 or its
10	APPLICATION TO ANY PERSON OR CIRCUMSTANCE IS HELD INVALID, THE
11	INVALIDITY DOES NOT AFFECT OTHER PROVISIONS OR APPLICATIONS OF
12	THE PART THAT CAN BE GIVEN EFFECT WITHOUT THE INVALID PROVISION
13	OR APPLICATION, AND TO THIS END THE PROVISIONS OF THIS PART 3 ARE
14	SEVERABLE.
15	SECTION 2. In Colorado Revised Statutes, 39-22-104, add (4)
16	(u) as follows:
17	39-22-104. Income tax imposed on individuals, estates, and
18	<b>trusts - single rate - definitions - repeal.</b> (4) There shall be subtracted
19	from federal taxable income:
20	(u) FOR INCOME TAX YEARS COMMENCING ON OR AFTER JANUARY
21	1, 2019, AN AMOUNT EQUAL TO ANY AMOUNT RECEIVED BY A TAXPAYER
22	AS FAMILY AND MEDICAL LEAVE INSURANCE BENEFITS PURSUANT TO PART
23	3 of article 13.3 of title 8, C.R.S.
24	<b>SECTION 3.</b> Appropriation. (1) For the 2015-16 state fiscal
25	year, \$367,908 is appropriated to the department of labor and
26	employment. This appropriation is from the family and medical leave
27	insurance fund created in section 8-13.3-308, C.R.S. To implement this

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act, the department may use this appropriation as follows:

(a) \$175,674 for use by the division of family and medical leave insurance for the family and medical leave program, which amount is based on an assumption that the division will require an additional 1.3 FTE; and

(b) \$192,234 for the purchase of information technology services.

(2) For the 2015-16 state fiscal year, \$192,234 is appropriated to the office of the governor for use by the office of information technology. This appropriation is from reappropriated funds received from the department of labor and employment under paragraph (b) of subsection (1) of this section. To implement this act, the office may use this appropriation to provide information technology services for the department of labor and employment.

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 5, 2015, if adjournment sine die is on May 6, 2015); 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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