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

# REENGROSSED

This Version Includes All Amendments Adopted in the House of Introduction HOUSE BILL 21-1264

LLS NO. 21-0904.01 Christy Chase x2008

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# 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 <u>http://leg.colorado.gov</u>.)

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 HOUSE 3rd Reading Unamended April 29, 2021

> Amended 2nd Reading April 28, 2021

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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:

2

**SECTION 1. Legislative declaration.** (1) The general assembly

3 finds, determines, and declares that:

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(a) The COVID-19 pandemic that spread to Colorado in February

5 of 2020 has led to extensive job losses throughout the state;

6

(b) The devastating effects of the COVID-19 pandemic have

7 disproportionately impacted communities of color as well as women and

8 low-income, senior, and disabled populations in the state;

9 (c) The state of Colorado has an obligation to invest in its 10 economy, including investing in skills training and work-related 11 education to help Colorado workers obtain and retain meaningful 12 employment that helps them achieve economic self-sufficiency;

13

(d) The state work force development council, in collaboration

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;

6 (e) Therefore, it is the intent of the general assembly that the 7 money appropriated in this act be utilized to help those disproportionately 8 impacted by the COVID-19 pandemic so that they may receive the skills 9 training and work-related education they need to participate in the 10 economic recovery and achieve economic self-sufficiency.

SECTION 2. In Colorado Revised Statutes, add 8-83-227 as
follows:

13 8-83-227. Additional funding for workforce development 14 activities - state funding not subject to federal law limitations. 15 (1) THE DEPARTMENT MAY RECEIVE AND EXPEND MONEY FROM THE 16 GENERAL FUND OR ANY OTHER STATE SOURCE APPROPRIATED BY THE 17 GENERAL ASSEMBLY OR PASSED THROUGH ANOTHER ENTITY FOR PURPOSES 18 OF DISTRIBUTING STATE FUNDS TO WORK FORCE DEVELOPMENT AREAS TO 19 IMPLEMENT WORKFORCE DEVELOPMENT ACTIVITIES, INCLUDING THE 20 FUNCTIONS, ACTIVITIES, AND SERVICES AUTHORIZED PURSUANT TO THIS 21 PART 2.

(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.

26 (3) FOR ANY APPROPRIATION MADE BY THE GENERAL ASSEMBLY
 27 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 **24-46.3-501.** Short title. The short title of this part 5 is the 11 "STIMULUS INVESTMENTS IN RESKILLING, UPSKILLING, AND 12 NEXT-SKILLING WORKERS ACT". 13 **24-46.3-502. Definitions.** As used in this part 5, unless the 14 CONTEXT OTHERWISE REQUIRES: (1) "DEPARTMENT" MEANS THE DEPARTMENT OF LABOR AND 15 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. "NEXT-SKILLING" MEANS ACTIVITIES TO DEVELOP 22 (4)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. "PROGRAM" MEANS THE STIMULUS INVESTMENTS IN 27 (5)

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RESKILLING, UPSKILLING, AND NEXT-SKILLING WORKERS PROGRAM
 CREATED IN SECTION 24-46.3-503.

(6) (a) "RESKILLING" MEANS ACTIVITIES TO:

3

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.

(10) "UPSKILLING" MEANS ACTIVITIES TO INCREASE THE SKILL
LEVELS OF AN INCUMBENT WORKER SO THE WORKER IS ABLE TO RETAIN
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

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1	INVESTMENTS 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	PROGRAM AS DESCRIBED IN SUBSECTION $(1)$ OF THIS SECTION FOR UP TO

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THIRTEEN CONSECUTIVE MONTHS WHILE PURSUING AN
 INDUSTRY-RECOGNIZED CREDENTIAL. THE STATE COUNCIL, IN
 COLLABORATION WITH THE DEPARTMENT, SHALL DEVELOP THE
 ELIGIBILITY CRITERIA FOR INDIVIDUALS TO RECEIVE SUPPORT THROUGH
 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;

(II) THREE MILLION DOLLARS FOR THE GRANT PROGRAM
ESTABLISHED PURSUANT TO SUBSECTION (4) OF THIS SECTION; AND

(III) ONE MILLION TWO HUNDRED FIFTY THOUSAND DOLLARS FOR
THE DEPARTMENT FOR OUTREACH AND RECRUITMENT, PROVIDING ACCESS
TO DIGITAL PLATFORMS FOR CAREER NAVIGATION, ISSUING LICENSES FOR
VIRTUAL TRAINING COURSES, AND IMPLEMENTING, ADMINISTERING, AND
REPORTING ON THE PROGRAM.

(b) IF, ON JUNE 30, 2022, ANY PORTION OF THE MONEY ALLOCATED
TO THE DEPARTMENT PURSUANT TO SUBSECTION (3)(a)(III) OF THIS
SECTION IS UNENCUMBERED AND UNEXPENDED, THE STATE COUNCIL
SHALL ALLOCATE THE REMAINING MONEY IN ACCORDANCE WITH
SUBSECTIONS (3)(a)(I) AND (3)(a)(II) OF THIS SECTION.

(4) (a) THE STATE COUNCIL SHALL ESTABLISH A GRANT PROGRAM
TO AWARD FUNDING TO OTHER PARTNERS, INCLUDING LOCAL
GOVERNMENTS, INSTITUTIONS OF HIGHER EDUCATION, AND
COMMUNITY-BASED NONPROFIT ORGANIZATIONS, FOR USE IN PROVIDING
THE SUPPORTS SPECIFIED IN SUBSECTION (1) OF THIS SECTION. THE

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RECIPIENTS OF FUNDING ARE RESPONSIBLE FOR WORKING WITH
 INDIVIDUALS WHO QUALIFY FOR THE PROGRAM AND ADMINISTERING
 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 **24-46.3-504. Funding for program.** (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.

(3) NEITHER THE DEPARTMENT NOR THE STATE COUNCIL SHALL
USE MONEY APPROPRIATED PURSUANT TO THIS SECTION TO ADD
PERMANENT FULL-TIME EQUIVALENT POSITIONS FOR THE DEPARTMENT OR
THE STATE COUNCIL.

27 **24-46.3-505. Reports.** (1) IN DECEMBER 2022 AND DECEMBER

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2023, THE STATE COUNCIL SHALL REPORT ON THE ACTIVITIES AND
 OUTCOMES RESULTING FROM THE PROGRAM IN THE PRIOR STATE FISCAL
 YEAR AS PART OF THE ANNUAL COLORADO TALENT REPORT PREPARED
 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.

24-46.3-506. Repeal of part. THIS PART 5 IS REPEALED, EFFECTIVE
 JUNE 30, 2024.

SECTION 4. Appropriation. For the 2020-21state fiscal year, \$25,000,000 is appropriated to the department of labor and employment for use by the Colorado work force development council. This appropriation is from the general fund. To implement this act, the council may use this appropriation for the reskilling, upskilling, and next-skilling workers program.

SECTION 5. Safety clause. The general assembly hereby finds,
 determines, and declares that this act is necessary for the immediate
 preservation of the public peace, health, or safety.