# 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

**Danielson and Buckner,** Coleman, Cutter, Exum, Fields, Gonzales, Hinrichsen, Jaquez Lewis, Marchman, Rodriguez, Sullivan, Winter F.

#### HOUSE SPONSORSHIP

**Gonzales-Gutierrez and Bacon**, Boesenecker, deGruy Kennedy, Froelich, Garcia, Jodeh, Joseph, Mabrey, Martinez, Michaelson Jenet, Ortiz, Story, Vigil, Willford, Woodrow

### **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, 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://leg.colorado.gov">http://leg.colorado.gov</a>.)

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:

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**8-5-101. Definitions.** As used in this article 5, unless the context otherwise requires:

6 (1.3) "CAREER DEVELOPMENT" MEANS A CHANGE TO AN
7 EMPLOYEE'S TERMS OF COMPENSATION, BENEFITS, FULL-TIME OR

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

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.

(5.5) (a) "JOB OPPORTUNITY" MEANS A CURRENT OR ANTICIPATED

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1	VACANCY FOR WHICH THE EMPLOYER IS CONSIDERING A CANDIDATE OR
2	CANDIDATES OR INTERVIEWING A CANDIDATE OR CANDIDATES OR THAT
3	THE EMPLOYER EXTERNALLY POSTS.
4	(b) "JOB OPPORTUNITY" DOES NOT INCLUDE CAREER DEVELOPMENT
5	OR CAREER PROGRESSION.
6	(7.5) (a) "PROMOTIONAL OPPORTUNITY" MEANS A CURRENT OR
7	ANTICIPATED VACANCY THAT COULD BE CONSIDERED A PROMOTION FOR
8	ONE OR MORE EMPLOYEES IN TERMS OF COMPENSATION, BENEFITS,
9	FULL-TIME OR PART-TIME STATUS, DUTIES, OR ACCESS TO FURTHER
10	ADVANCEMENT.
11	(b) "Promotional opportunity" does not include career
12	DEVELOPMENT OR CAREER PROGRESSION.
13	(8.5) "VACANCY" MEANS AN OPEN POSITION, WHETHER AS A
14	RESULT OF A NEWLY CREATED POSITION OR A VACATED POSITION.
15	SECTION 2. In Colorado Revised Statutes, 8-5-103, amend (1)
16	and (3) as follows:
17	<b>8-5-103.</b> Enforcement - rules - complaints. (1) (a) The director
18	is authorized to SHALL:
19	(I) Create and administer a process to accept and mediate
20	complaints and to provide legal resources concerning alleged violations
21	of section 8-5-102 and to SHALL promulgate rules as necessary for this
22	purpose;
23	(II) On or before July 1, 2024, create and administer a
24	PROCESS TO MEDIATE COMPLAINTS REGARDING ALLEGED VIOLATIONS OF
25	SECTION 8-5-102 AND PROMULGATE RULES AS NECESSARY FOR THIS
26	<u>PURPOSE;</u>
27	(III) INVESTIGATE COMPLAINTS OR OTHER LEADS CONCERNING

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1	EMPLOYER VIOLATIONS OF SECTION 8-5-102, EXCEPT IF THE COMPLAINT
2	CONCERNS THE STATE OF COLORADO AS THE EMPLOYER, THAT, IN THE
3	<u>DIRECTOR'S GOOD FAITH</u> DISCRETION AND JUDGMENT, WARRANT
4	INVESTIGATION;
5	$\underline{\text{(IV)}}$ Upon finding of a violation of section 8-5-102, order
6	COMPLIANCE AND RELIEF AS AUTHORIZED BY THIS PART 1; AND
7	$\underline{(V)}$ Promulgate rules to enforce this article 5.
8	(b) FOR THE PURPOSE OF INVESTIGATING A VIOLATION OF THIS
9	PART 1, THE DIRECTOR MAY APPLY THE INFORMATION-GATHERING
10	Provisions of <u>article 1 of this title 8</u> to an employer, employee,
11	OR OTHER PERSON.
12	(c) The process created and administered by the director,
13	INCLUDING THE RULES FOR THE INVESTIGATION OF ALLEGED COMPLAINTS
14	FOR VIOLATIONS OF SECTION 8-5-102 AND ANY FINES LEVIED OR
15	CORRECTIVE ACTION TAKEN BY THE DIRECTOR, does not affect or prevent
16	the right of an aggrieved person from commencing a civil action pursuant
17	to subsection (2) of this section.
18	(3) A person aggrieved by a violation of section 8-5-102 may
19	obtain relief for back pay for the entire time the violation continues, not
20	to exceed three SIX years.
21	SECTION 3. In Colorado Revised Statutes, amend 8-5-201 as
22	follows:
23	8-5-201. Employment opportunities - opportunities for
24	promotion or advancement - pay rates in job listings. (1) (a) An
25	employer shall make reasonable efforts to announce, post, or otherwise
26	make known all opportunities for promotion EACH JOB OPPORTUNITY AND
27	PROMOTIONAL OPPORTUNITY to all current employees on the same

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1	calendar day and prior to making a promotion decision THE DATE ON
2	WHICH THE EMPLOYER MAKES A SELECTION DECISION.
3	(b) THE EMPLOYER MUST IN GOOD FAITH DISCLOSE THE FOLLOWING
4	IN THE NOTIFICATION OF EACH JOB OPPORTUNITY AND PROMOTIONAL
5	OPPORTUNITY:
6	(I) THE HOURLY OR SALARY COMPENSATION OR THE RANGE OF THE
7	HOURLY OR SALARY COMPENSATION;
8	(II) A GENERAL DESCRIPTION OF THE BENEFITS AND OTHER
9	COMPENSATION APPLICABLE TO THE JOB OPPORTUNITY OR PROMOTIONAL
10	OPPORTUNITY; AND
11	(III) FOR EACH JOB OPPORTUNITY OR PROMOTIONAL OPPORTUNITY
12	FOR WHICH THE EMPLOYER IS INTERVIEWING CANDIDATES OR IS EITHER
13	INFORMALLY OR FORMALLY CONSIDERING MORE THAN ONE CANDIDATE,
14	THE EARLIEST DATE THE APPLICATION WINDOW WILL CLOSE, WHICH SHALL
15	NOT BE LESS THAN FIVE BUSINESS DAYS AFTER THE NOTIFICATION DATE.
16	<del></del>
17	(2) An employer shall disclose in each posting for each job
18	opening the hourly or salary compensation, or a range of the hourly or
19	salary compensation, and a general description of all of the benefits and
20	other compensation to be offered to the hired applicant. MAKE
21	REASONABLE EFFORTS TO ANNOUNCE, POST, OR OTHERWISE MAKE KNOWN,
22	WITHIN THIRTY CALENDAR DAYS AFTER A CANDIDATE WHO IS SELECTED
23	TO FILL A JOB OPPORTUNITY OR PROMOTIONAL OPPORTUNITY BEGINS
24	WORKING IN THE POSITION, THE FOLLOWING INFORMATION $\underline{\text{TO, AT A}}$
25	MINIMUM, THE EMPLOYEES WITH WHOM THE EMPLOYER INTENDS THE
26	SELECTED CANDIDATE TO WORK WITH REGULARLY:
27	(a) The name of the candidate selected for the job

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1	OPPORTUNITY OR PROMOTIONAL OPPORTUNITY;
2	(b) THE SELECTED CANDIDATE'S FORMER JOB TITLE IF SELECTED
3	WHILE ALREADY EMPLOYED BY THE EMPLOYER;
4	(c) THE SELECTED CANDIDATE'S NEW JOB TITLE; AND
5	(d) Information on how employees may demonstrate
6	INTEREST IN SIMILAR JOB OPPORTUNITIES AND PROMOTIONAL
7	OPPORTUNITIES IN THE FUTURE, INCLUDING IDENTIFYING INDIVIDUALS OR
8	DEPARTMENTS TO WHOM THE EMPLOYEES CAN EXPRESS INTEREST IN
9	SIMILAR JOB OPPORTUNITIES OR PROMOTIONAL OPPORTUNITIES.
10	(3) For positions with career progression, an employer
11	SHALL DISCLOSE AND MAKE AVAILABLE TO ALL ELIGIBLE EMPLOYEES THE
12	REQUIREMENTS FOR CAREER PROGRESSION, IN ADDITION TO EACH
13	POSITION'S TERMS OF COMPENSATION, BENEFITS, FULL-TIME OR PART-TIME
14	STATUS, DUTIES, AND ACCESS TO FURTHER ADVANCEMENT.
15	(4) NOTHING IN THIS SECTION REQUIRES AN EMPLOYER TO
16	IDENTIFY A SELECTED CANDIDATE FOR A JOB OPPORTUNITY OR
17	PROMOTIONAL OPPORTUNITY IN ANY MANNER THAT VIOLATES THE
18	CANDIDATE'S PRIVACY RIGHTS UNDER APPLICABLE LOCAL, STATE, OR
19	FEDERAL LAW OR IN A MANNER THAT WOULD PLACE AT RISK THE
20	SELECTED CANDIDATE'S HEALTH OR SAFETY.
21	SECTION 4. Appropriation. (1) For the 2023-24 state fiscal
22	year, \$292,590 is appropriated to the department of labor and
23	employment. This appropriation is from the general fund. To implement
24	this act, the department may use this appropriation as follows:
25	(a) \$250,294 for use by division of labor standards and statistics
26	for program costs related to labor standards, which amount is based on an
2.7	assumption that the department will require an additional 2.1 FTE; and

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1	(b) \$42,296 for the purchase of legal services.
2	(2) For the 2023-24 state fiscal year, \$42,296 is appropriated to
3	the department of law. This appropriation is from reappropriated funds
4	received from the department of labor and employment under subsection
5	(1)(b) of this section and is based on an assumption that the department
6	of law will require an additional 0.2 FTE. To implement this act, the
7	department of law may use this appropriation to provide legal services for
8	the department of labor and employment.
9	(3) For the 2023-24 state fiscal year, \$119,848 is appropriated to
10	the department of personnel for use by the division of human resources.
11	This appropriation is from the general fund. To implement this act, the
12	department may use this appropriation as follows:
13	(a) \$97,813 for personal services related to state agency services,
14	which amount is based on an assumption that the department will require
15	an additional 1.2 FTE; and
16	(b) \$22,035 for operating expenses related to state agency
17	services.
18	SECTION 5. Act subject to petition - effective date -
19	applicability. (1) This act takes effect January 1, 2024; except that, if a
20	referendum petition is filed pursuant to section 1 (3) of article V of the
21	state constitution against this act or an item, section, or part of this act
22	within the ninety-day period after final adjournment of the general
23	assembly, then the act, item, section, or part will not take effect unless
24	approved by the people at the general election to be held in November
25	2024 and, in such case, will take effect on the date of the official
26	declaration of the vote thereon by the governor.
27	(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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