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. 23-0647.01 Josh Schultz x5486

HOUSE BILL 23-1074

HOUSE SPONSORSHIP

Dickson and Amabile,

SENATE SPONSORSHIP

(None),

House Committees

Business Affairs & Labor Appropriations

Senate Committees

A BILL FOR AN ACT

101 CONCERNING A STUDY REGARDING WORKFORCE TRANSITIONS TO OTHER INDUSTRIES.

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.)

The bill requires the office of future of work (office) to contract with a third party to study workforce transitions in Colorado's economy. The workforce transitions study (study) must:

• Evaluate the skill transferability of workers in the oil and gas industry and in occupations in Colorado that are facing the most disruption due to automation;

- Explore training availability, skills needed, and transition strategies; and
- Provide recommendations for programs and policies to prepare the workforce for these transitions.

On or before December 1, 2024, the office is required to submit a report of the study's research and findings to the governor and to the business, labor, and technology committee of the senate and the business affairs and labor committee of the house of representatives.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, add part 7 to article 3 83 of title 8 as follows: 4 PART 7 WORKFORCE TRANSITIONS STUDY 5 **8-83-701. Definitions.** AS USED IN THIS PART 7, UNLESS THE 6 7 CONTEXT OTHERWISE REQUIRES: 8 (1) "EMERGING INDUSTRIES" MEANS INDUSTRIES THAT ARE IN THE 9 EARLY STAGE OF POTENTIAL MARKET SHARE IN COLORADO BUT ARE 10 GROWING IN ECONOMIC IMPORTANCE AND JOB CREATION. 11 (2) "OFFICE" MEANS THE COLORADO OFFICE OF FUTURE OF WORK 12 CREATED IN SECTION 8-77-110. 13 (3) "STUDY" MEANS THE WORKFORCE TRANSITIONS STUDY 14 REQUIRED BY SECTION 8-83-702 (1). 15 8-83-702. Workforce transitions study - report. (1) ON OR 16 BEFORE DECEMBER 1, 2023, THE OFFICE SHALL CONTRACT WITH AN 17 INDEPENDENT THIRD PARTY TO CONDUCT A STUDY THAT EXPLORES 18 WORKFORCE TRANSITIONS IN COLORADO'S ECONOMY FOR WORKERS IN THE 19 OIL AND GAS INDUSTRY AND WORKERS AFFECTED BY INDUSTRY 20 DISRUPTION DUE TO AUTOMATION. 21 (2) THE OFFICE SHALL ADMINISTER A REQUEST FOR PROPOSALS

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1	AND SOLICIT FIRMS OR PUBLIC ENTITIES WITH THE NECESSARY
2	CREDENTIALS, AS DETERMINED BY THE OFFICE, TO BID ON PERFORMING
3	THE STUDY.
4	(3) IN PERFORMING THE STUDY, THE CONTRACTOR SHALL:
5	(a) REGARDING OIL AND GAS WORKERS:
6	(I) EVALUATE THE TRANSFERABLE AND NONTRANSFERABLE SKILLS
7	OF WORKERS IN OIL AND GAS EXTRACTION JOBS, IDENTIFY KEY
8	POPULATIONS OF THE WORKFORCE WHOSE JOBS MAY NOT EASILY
9	TRANSITION TO NEW INDUSTRIES OR NEW TYPES OF WORK, AND MAKE
10	RECOMMENDATIONS TO THE OFFICE ON NEXT STEPS TO DEVELOP
11	WORKFORCE ASSISTANCE PROGRAMS TO ASSIST THESE WORKERS;
12	(II) IDENTIFY EXISTING AND EMERGING INDUSTRIES RELATED TO
13	OIL AND GAS EXTRACTION AND THE UTILITY SECTOR, AND EVALUATE JOB
14	TRANSFERABILITY TO AND RETRAINING FOR THESE EXISTING AND
15	EMERGING INDUSTRIES, INCLUDING ADJACENT ENERGY AND CARBON
16	MANAGEMENT INDUSTRIES SUCH AS HYDROGEN FUELS; ENHANCED
17	GEOTHERMAL SYSTEMS; CARBON CAPTURE, UTILIZATION, AND
18	SEQUESTRATION; CONSTRUCTION; WELL-PLUGGING AND REMEDIATION;
19	WORKFORCE DEVELOPMENT FOR ELECTRIC LINEWORKERS AND
20	CONTRACTORS FOCUSED ON BENEFICIAL ELECTRIFICATION AND ENERGY
21	EFFICIENCY PROJECTS, AND IDENTIFY WAYS TO REMOVE BARRIERS TO
22	OBTAINING APPROPRIATE SKILLS AND LICENSES;
23	(III) IN PARTNERSHIP WITH THE COLORADO ENERGY OFFICE,
24	CREATED IN SECTION 24-38.5-101 (1), IDENTIFY POTENTIAL WORKFORCE
25	NEEDS IN THE SHORT AND MEDIUM TERM IN EMERGING INDUSTRIES AND
26	RENEWABLE ENERGY RESOURCES, AS DEFINED IN SECTION 40-2-124
2.7	(1)(a)(VII), AND ASSESS EMPLOYMENT TRENDS, TAKING HISTORICAL DATA

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1	INTO ACCOUNT;
2	(IV) EXPLORE SKILL DEVELOPMENT NEEDS, TRAINING
3	AVAILABILITY, AND TRANSITION STRATEGIES FOR WORKERS AND
4	EMPLOYERS SHIFTING FROM OIL AND GAS JOBS TO EMERGING INDUSTRIES
5	IN THE REGION, INCLUDING CONSULTATION WITH OTHER WESTERN STATES
6	FOR PURPOSES OF LEARNING ABOUT THEIR WORKFORCE TRANSITION IDEAS
7	AND STRATEGIES; AND
8	(V) DEVELOP POLICY AND INCENTIVE PROPOSALS FOR PROGRAMS
9	TO TRANSITION WORKERS TO EXISTING AND EMERGING INDUSTRIES IN
10	COLORADO AND THE SURROUNDING REGION, MAXIMIZING TRANSITION OF
11	WORKERS TO JOBS IN THE SAME COMMUNITIES, AND INCLUDING ANALYSES
12	OF FEDERAL FUNDING OPPORTUNITIES; AND
13	(b) REGARDING INDUSTRY DISRUPTION DUE TO AUTOMATION:
14	(I) EXPLORE HOW TECHNOLOGY IS SIMULTANEOUSLY REPLACING
15	EXISTING WORK AND CREATING NEW WORK;
16	(II) EVALUATE WHICH OCCUPATIONS IN COLORADO ARE FACING
17	THE MOST DISRUPTION DUE TO AUTOMATION;
18	(III) IDENTIFY SKILL TRANSFERABILITY TO EMERGING INDUSTRIES
19	AND INDUSTRIES EXPERIENCING GROWTH FOR OCCUPATIONS THAT ARE
20	DISPLACED DUE TO AUTOMATION AND DEVELOP TRANSITION STRATEGIES
21	FOR THESE WORKERS AND EMPLOYERS;
22	(IV) IDENTIFY THE SKILLS NEEDED FOR EMERGING AND GROWING
23	INDUSTRIES AND EXPLORE THE AVAILABILITY OF SKILLS TRAINING FOR
24	WORKERS TRANSITIONING TO THESE INDUSTRIES;
25	(V) PROVIDE RECOMMENDATIONS FOR FUNDING, PROGRAMS, AND
26	POLICIES NEEDED TO PREPARE EMPLOYERS AND WORKERS FOR THESE
27	TRANSITIONS;

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1	(VI) CONSULT WITH RELEVANT STAKEHOLDERS ACROSS IMPACTED
2	INDUSTRIES IN COLORADO TO DISCUSS THEIR HUMAN RESOURCE AND
3	WORKFORCE STRATEGIES AND THEIR LONG-TERM OUTLOOK ON THE
4	INDUSTRY AND THE STATE;
5	(VII) CONSULT WITH RELEVANT EMPLOYERS AND EMPLOYEES
6	ACROSS IMPACTED INDUSTRIES IN COLORADO, INCLUDING THOSE WHO
7	MAY BE INDIRECTLY IMPACTED;
8	(VIII) CONSULT WITH EMPLOYERS AND EMPLOYEES WHO MAY BE
9	INDIRECTLY IMPACTED BY A WORKFORCE TRANSITION TO EMERGING
10	INDUSTRIES, INCLUDING EMPLOYERS AND EMPLOYEES IN ENERGY SECTOR
11	CONSTRUCTION, GAS DISTRIBUTION, NATURAL GAS UTILITIES,
12	EXPLORATION EQUIPMENT MANUFACTURING, AND WHOLESALE OR RETAIL
13	SUPPLY; AND
14	(c) REGARDING FUNDING FOR WORKFORCE TRANSITION AND
15	COMMUNITY ECONOMIC DEVELOPMENT:
16	(I) EVALUATE AND ANALYZE FEDERAL FUNDING SOURCES
17	AVAILABLE TO THE STATE GOVERNMENT, LOCAL GOVERNMENTS, AND THE
18	PRIVATE SECTOR FOR WORKFORCE DEVELOPMENT AND COMMUNITY
19	ECONOMIC DEVELOPMENT;
20	(II) EVALUATE AND ANALYZE CURRENT STATE AND LOCAL
21	GOVERNMENT WORKFORCE DEVELOPMENT, RESILIENCY, AND RECOVERY
22	INFRASTRUCTURE;
23	(III) TRACK CURRENT FEDERAL FUNDING SECURED FOR
24	WORKFORCE TRANSITION AND ECONOMIC DEVELOPMENT IN COMMUNITIES
25	AFFECTED BY WORKFORCE TRANSITION AND IDENTIFY FUNDING GAPS; AND
26	(IV) RECOMMEND POLICIES THAT PROMOTE INTERAGENCY
27	COLLABORATION TO MAXIMIZE THE POTENTIAL OF GOVERNMENT AGENCIES

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1	AND THE PRIVATE SECTOR TO SECURE AVAILABLE FEDERAL FUNDING,
2	INCLUDING CONSIDERATION OF CREATING POSITIONS FOR STAFF WHO WILL
3	SERVE AS A LIAISON WITH EXISTING STATE GOVERNMENT OFFICES, LOCAL
4	GOVERNMENTS, AND THE PRIVATE SECTOR FOR THE PURPOSES OF GRANT
5	WRITING AND OTHER SUPPORT.
6	(4) (a) On or before December 1, 2024, the office shall
7	SUBMIT A REPORT TO THE GOVERNOR AND TO THE BUSINESS, LABOR, AND
8	TECHNOLOGY COMMITTEE OF THE SENATE AND THE BUSINESS AFFAIRS AND
9	LABOR COMMITTEE OF THE HOUSE OF REPRESENTATIVES, OR THEIR
10	SUCCESSOR COMMITTEES. THE REPORT MUST INCLUDE THE STUDY'S
11	RESEARCH, FINDINGS, AND RECOMMENDATIONS, IN ACCORDANCE WITH
12	SUBSECTION (3) OF THIS SECTION.
13	(b) The report required by this subsection (4) must include,
14	BUT SHOULD NOT BE LIMITED TO:
15	(I) CONSIDERATION AND COMPARISON OF WAGES AND SALARIES IN
16	BOTH EXISTING INDUSTRIES AND EMERGING INDUSTRIES, AND AN
17	ASSESSMENT OF POTENTIAL GAPS THAT MAY EXIST; AND
18	(II) DISAGGREGATED DATA THAT MAPS THE IMPACT OF
19	WORKFORCE TRANSITION AND MAPS THE GEOGRAPHIC LOCATION OF
20	POTENTIAL JOBS IN EXISTING OR EMERGING INDUSTRIES.
21	(c) THE OFFICE SHALL ISSUE AN UPDATE ON THE KEY FINDINGS OF
22	THE STUDY TO THE BUSINESS, LABOR, AND TECHNOLOGY COMMITTEE OF
23	THE SENATE AND THE BUSINESS AFFAIRS AND LABOR COMMITTEE OF THE
24	HOUSE OF REPRESENTATIVES, OR THEIR SUCCESSOR COMMITTEES, BY
25	AUGUST 1, 2024.
26	8-83-703. Repeal of part. This part 7 is repealed, effective
27	SEPTEMBER 1, 2025.

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1	SECTION 2. In Colorado Revised Statutes, amend 8-77-110 as
2	follows:
3	8-77-110. Office of future of work - study - report. (1) The
4	office of future OF work in the department of labor and employment,
5	created by executive order B 2019 009, shall, within the scope of the
6	executive order, study unemployment assistance as part of its study on the
7	modernization of worker benefits and protections.
8	(2) On or before January 15, 2021, the office of future OF work
9	shall submit an initial report as directed by executive order B 2019 009
10	to the governor and to the business, labor, and technology committee of
11	the senate and the business affairs and labor committee of the house of
12	representatives, or their successor committees.
13	SECTION 3. In Colorado Revised Statutes, 8-83-601, amend (7)
14	as follows:
15	8-83-601. Definitions. As used in this part 6:
16	(7) "Office" means the office of future OF work described in
17	section 8-77-110.
18	SECTION 4. Act subject to petition - effective date. This act
19	takes effect at 12:01 a.m. on the day following the expiration of the
20	ninety-day period after final adjournment of the general assembly; except
21	that, if a referendum petition is filed pursuant to section 1 (3) of article V
22	of the state constitution against this act or an item, section, or part of this
23	act within such period, then the act, item, section, or part will not take
24	effect unless approved by the people at the general election to be held in
25	November 2024 and, in such case, will take effect on the date of the
26	official declaration of the vote thereon by the governor.

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