Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

PREAMENDED

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

LLS NO. 24-1124.01 Josh Schultz x5486

HOUSE BILL 24-1439

HOUSE SPONSORSHIP

Willford,

SENATE SPONSORSHIP

Coleman,

House Committees

Senate Committees

Finance Appropriations

A BILL FOR AN ACT

101	CONCERNING FINANCIAL INCENTIVES RELATED TO APPRENTICESHIP
102	PROGRAMS, AND, IN CONNECTION THEREWITH, MAKING AN
103	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 http://leg.colorado.gov.)

For income tax years commencing on or after January 1, 2025, but before January 1, 2035, **section 1** of the bill creates a refundable state income tax credit (tax credit) that an employer may claim if the employer employs an apprentice for at least 6 months during an income tax year and either has a registered apprenticeship program or is an

employer-partner of a registered apprenticeship program. The amount of the tax credit is up to \$6,300 for 6 months of employment plus up to \$1,050 for each consecutive additional month of employment, for a maximum of up to \$12,600 per apprentice per income tax year. An employer may not claim a credit for:

- More than 10 apprentices per income tax year;
- The same apprentice for more than 24 consecutive months; and
- An apprentice for months when the apprentice did not receive wages from the employer.

To claim a tax credit, an employer must submit an application for the reservation of the tax credit and an application to receive an income tax credit certificate to the state apprenticeship agency (SAA) in the department of labor and employment (department). The SAA shall review the applications for specified criteria to determine whether the employer qualifies for the tax credit and tax credit certificate.

Section 2 ends the state income tax credit for qualified investments made in a qualified school-to-career program for income tax years after December 31, 2024.

Section 4 creates the scale-up grant program in the department to start new registered apprenticeship programs or expand existing programs in Colorado. The scale-up grant program awards grants from the money in the scale-up grant fund, which is created in the bill. Eligible grant recipients include employers or entities operating an apprenticeship program and that:

- Plan to develop and register a new registered apprenticeship program; or
- Currently offer a registered apprenticeship program and plan to expand it.

The bill requires the department to collect specified data regarding the scale-up grant program and submit a report to specified committees of the general assembly.

Section 5 creates the qualified apprenticeship intermediary grant program in the department to support entities that demonstrate expertise in connecting employers or apprenticeship program participants to registered apprenticeship programs or in convening stakeholders to develop registered apprenticeship programs. The qualified apprenticeship intermediary grant program awards grants from the money in the qualified apprenticeship intermediary grant fund, which is created in the bill. An eligible grant recipient must be a qualified apprenticeship intermediary.

The bill requires the department to collect specified data regarding the qualified apprenticeship intermediary grant program and submit a report to specified committees of the general assembly.

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1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, add 39-22-560 as
3	follows:
4	39-22-560. Apprenticeship tax credit - tax preference
5	performance statement - legislative declaration - definitions - rules -
6	repeal. (1) (a) THE GENERAL ASSEMBLY FINDS AND DECLARES THAT:
7	(I) COLORADO IS COMMITTED TO ACCELERATING NEW
8	APPRENTICESHIP PROGRAM GROWTH ON A DIVERSE BASIS, ESPECIALLY IN
9	NEW AND EMERGING INDUSTRIES THAT HAVE BEEN TRADITIONALLY
10	UNDERREPRESENTED IN REGISTERED APPRENTICESHIPS; AND
11	(II) MANY EMPLOYERS ARE INTERESTED IN PROVIDING
12	HIGH-QUALITY REGISTERED APPRENTICESHIPS TO ADDRESS THEIR SKILLED
13	WORKER SHORTAGES BUT FACE FINANCIAL BARRIERS.
14	(b) IN ACCORDANCE WITH SECTION 39-21-304 (1), WHICH
15	REQUIRES EACH BILL THAT CREATES A NEW TAX EXPENDITURE TO INCLUDE
16	A TAX PREFERENCE PERFORMANCE STATEMENT AS PART OF A STATUTORY
17	LEGISLATIVE DECLARATION, THE GENERAL ASSEMBLY FINDS AND
18	DECLARES THAT THE PURPOSE OF THE TAX CREDIT PROVIDED FOR IN THIS
19	SECTION IS TO INDUCE CERTAIN DESIGNATED BEHAVIOR BY TAXPAYERS
20	AND TO PROVIDE A REDUCTION IN INCOME TAX LIABILITY FOR CERTAIN
21	BUSINESSES THAT HIRE APPRENTICES. SPECIFICALLY, THIS TAX
22	EXPENDITURE IS INTENDED TO INCENTIVIZE THE HIRING OF APPRENTICES
23	AND GROWTH OF REGISTERED APPRENTICESHIP PROGRAMS IN NEW AND
24	EMERGING INDUSTRIES.
25	(c) THE GENERAL ASSEMBLY AND THE STATE AUDITOR SHALL
26	MEASURE THE EFFECTIVENESS OF THE TAX CREDIT IN ACHIEVING THE
27	PURPOSES SPECIFIED IN SUBSECTION (1)(b) OF THIS SECTION BASED ON THE

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1	NUMBER AND VALUE OF THE CREDITS CLAIMED.
2	(2) As used in this section, unless the context otherwise
3	REQUIRES:
4	(a) "APPRENTICE" HAS THE SAME MEANING AS SET FORTH IN
5	SECTION 8-15.7-101 (1).
6	(b) "CERTIFICATE OF REGISTRATION" HAS THE SAME MEANING AS
7	SET FORTH IN SECTION 8-15.7-101 (6).
8	(c) "CREDIT" MEANS THE CREDIT AGAINST INCOME TAX CREATED
9	IN THIS SECTION.
10	(d) "DEPARTMENT" MEANS THE DEPARTMENT OF REVENUE.
11	(e) "Employee" has the same meaning as set forth in
12	SECTION 39-22-604 (2)(a); EXCEPT THAT "EMPLOYEE" INCLUDES ONLY
13	THOSE INDIVIDUALS WHO PERFORM SERVICES FOR THE TAXPAYER FOR AT
14	LEAST ONE THOUSAND FORTY HOURS PER INCOME TAX YEAR.
15	(f) "New and emerging industry" does not include the
16	BUILDING AND CONSTRUCTION TRADES AS DESCRIBED IN SECTION
17	8-15.7-105 (4).
18	(g) "QUALIFIED TAXPAYER" OR "TAXPAYER" MEANS A PERSON
19	SUBJECT TO TAX PURSUANT TO THIS ARTICLE 22 THAT IS DOING BUSINESS
20	IN THIS STATE AND THAT EMPLOYS AN APPRENTICE IN THE RELEVANT TAX
21	YEAR.
22	(h) "REGISTERED APPRENTICESHIP PROGRAM" HAS THE SAME
23	MEANING AS SET FORTH IN SECTION 8-15.7-101 (13).
24	(i) "STATE APPRENTICESHIP AGENCY" OR "SAA" HAS THE SAME
25	MEANING AS SET FORTH IN SECTION 8-15.7-101 (16).
26	(3) (a) Subject to the limitations set forth in subsection
27	(3)(b) OF THIS SECTION, FOR INCOME TAX YEARS COMMENCING ON OR

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1	AFTER JANUARY 1, 2023, BUT BEFORE JANUARY 1, 2033, A QUALIFIED
2	TAXPAYER IN A NEW AND EMERGING INDUSTRY IS ALLOWED AN
3	APPRENTICESHIP TAX CREDIT AGAINST THE INCOME TAX IMPOSED BY THIS
4	ARTICLE 22 FOR EACH APPRENTICE WHO IS AN EMPLOYEE OF THE
5	TAXPAYER IN THIS STATE FOR NO LESS THAN SIX MONTHS DURING THE
6	TAXPAYER'S INCOME TAX YEAR. THE CREDIT IS EQUAL TO UP TO SIX
7	THOUSAND THREE HUNDRED DOLLARS FOR SIX MONTHS OF EMPLOYMENT
8	PLUS UP TO ONE THOUSAND FIFTY DOLLARS FOR EACH ADDITIONAL MONTH
9	OF EMPLOYMENT, FOR A MAXIMUM OF TWELVE THOUSAND SIX HUNDRED
10	DOLLARS PER APPRENTICE PER INCOME TAX YEAR; EXCEPT THAT THE
11	TAXPAYER SHALL NOT CLAIM A CREDIT FOR:
12	(I) MORE THAN TEN APPRENTICES PER INCOME TAX YEAR;
13	(II) THE SAME APPRENTICE FOR MORE THAN TWO CONSECUTIVE
14	INCOME TAX YEARS; AND
15	(III) AN APPRENTICE FOR MONTHS WHEN THE APPRENTICE DID NOT
16	RECEIVE WAGES FROM THE TAXPAYER.
17	(b) A QUALIFIED TAXPAYER MUST EITHER:
18	(I) HAVE ESTABLISHED A REGISTERED APPRENTICESHIP PROGRAM
19	AND RECEIVED A CERTIFICATE OF REGISTRATION FROM THE STATE
20	APPRENTICESHIP AGENCY; OR
21	(II) BE AN EMPLOYER-PARTNER OF A REGISTERED APPRENTICESHIP
22	PROGRAM AS VERIFIED BY THE QUALIFIED TAXPAYER'S INCLUSION ON THE
23	COLORADO STATE APPRENTICESHIP RESOURCE DIRECTORY PURSUANT TO
24	SECTION 8-83-308.
25	(c) TO CLAIM THE CREDIT, THE TAXPAYER MUST RESERVE THE
26	CREDIT AS SET FORTH IN SUBSECTION (4) OF THIS SECTION AND ANNUALLY
27	APPLY FOR AND RECEIVE AN INCOME TAX CREDIT CERTIFICATE FROM THE

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1	STATE APPRENTICESHIP AGENCY PURSUANT TO SUBSECTION (5) OF THIS
2	SECTION.
3	(4) (a) TO CLAIM A CREDIT PURSUANT TO THIS SECTION, A
4	TAXPAYER MUST SUBMIT AN APPLICATION FOR THE RESERVATION OF A TAX
5	CREDIT TO THE SAA in the form and manner prescribed by the SAA .
6	(b) THE SAA SHALL REVIEW ALL SUBMITTED APPLICATIONS TO:
7	(I) DETERMINE WHETHER THE APPLICANT IS A QUALIFIED
8	TAXPAYER;
9	(II) DETERMINE WHETHER THE APPLICANT HAS COMPLIED WITH
10	THE REQUIREMENTS OF SUBSECTION (3)(b) OF THIS SECTION;
11	(III) DETERMINE WHETHER THE INDIVIDUAL FOR WHOM THE
12	APPLICATION IS SUBMITTED IS AN APPRENTICE, IS AN EMPLOYEE, AND
13	COMPLIES WITH ANY STANDARDS SET FORTH IN ARTICLE 15.7 OF TITLE 8;
14	AND
15	(IV) CALCULATE THE NUMBER OF MONTHS EACH PROSPECTIVE
16	APPRENTICE IS EXPECTED TO BE EMPLOYED.
17	(c) (I) Based upon the number of apprentices the qualified
18	TAXPAYER EXPECTS TO EMPLOY, AND THE NUMBER OF MONTHS EACH
19	APPRENTICE IS EXPECTED TO BE EMPLOYED, THE SAA MAY RESERVE FOR
20	THE BENEFIT OF EACH QUALIFIED TAXPAYER ALL OR PART OF THE CREDIT
21	AMOUNT REQUESTED BY THE QUALIFIED TAXPAYER; EXCEPT THAT THE
22	SAA SHALL NOT RESERVE AN AMOUNT IN EXCESS OF THE CREDIT
23	ALLOWED BY SUBSECTION (3)(a) OF THIS SECTION.
24	(II) THE AGGREGATE AMOUNT OF CREDITS RESERVED FOR ALL
25	QUALIFIED TAXPAYERS MUST NOT EXCEED TWENTY-FIVE MILLION
26	DOLLARS PER CALENDAR YEAR. THE SAA MAY RESERVE CREDITS FOR THE
27	CURRENT OR ANY FUTURE CALENDAR VEAR RASED URON THE EXPECTED

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1 EMPLOYMENT DATES INDICATED IN A QUALIFIED TAXPAYER'S 2 APPLICATION. FOR A QUALIFIED TAXPAYER WHOSE INCOME TAX YEAR IS 3 NOT A CALENDAR YEAR, THE RESERVATION IS EFFECTIVE FOR THE INCOME 4 TAX YEAR THAT BEGINS DURING THE CALENDAR YEAR FOR THE 5 RESERVATION. 6 (III) IF, FOR ANY CALENDAR YEAR, THE AGGREGATE AMOUNT OF 7 RESERVATIONS FOR TAX CREDITS THE SAA HAS APPROVED IS EQUAL TO 8 THE TOTAL AMOUNT OF TAX CREDITS AVAILABLE FOR RESERVATION FOR 9 A CURRENT OR FUTURE CALENDAR YEAR, THE SAA SHALL NOTIFY ALL 10 QUALIFIED TAXPAYERS THAT HAVE SUBMITTED APPLICATIONS THEN 11 AWAITING APPROVAL OR THAT HAVE SUBMITTED APPLICATIONS FOR 12 APPROVAL AFTER THE CALCULATION IS MADE THAT ADDITIONAL 13 APPROVALS OF APPLICATIONS FOR RESERVATIONS OF TAX CREDITS SHALL 14 NOT BE GRANTED FOR THE CALENDAR YEAR. THE PENDING APPLICATIONS 15 MUST REMAIN PENDING IN THE ORDER RECEIVED FOR UP TO TWO YEARS 16 AFTER THE DATE THE ORIGINAL APPLICATION IS RECEIVED BY THE SAA 17 AND SHALL BE CONSIDERED FOR RESERVATIONS OF TAX CREDITS IN THE 18 EVENT THAT ADDITIONAL CREDITS BECOME AVAILABLE PURSUANT TO 19 SUBSECTION (5)(b) OF THIS SECTION. 20 (d) (I) If the SAA reserves credits for the benefit of a 21 OUALIFIED TAXPAYER. THE SAA SHALL NOTIFY THE OUALIFIED TAXPAYER 22 OF THE RESERVATION AND THE AMOUNT RESERVED. THE RESERVATION OF 23 TAX CREDITS DOES NOT ENTITLE THE QUALIFIED TAXPAYER TO AN 24 ISSUANCE OF A TAX CREDIT CERTIFICATE UNTIL THE QUALIFIED TAXPAYER 25 COMPLIES WITH ALL OF THE REQUIREMENTS OF THIS SECTION OR 26 STANDARDS OF THE SAA FOR THE ISSUANCE OF A TAX CREDIT 27

CERTIFICATE.

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1	(II) THE SAA SHALL NOTIFY ANY QUALIFIED TAXPAYER FOR
2	WHICH THE SAA DID NOT RESERVE A CREDIT UNDER SUBSECTION (4)(c) OF
3	THIS SECTION OF ITS DECISION IN WRITING. IF THE SAA DETERMINES THAT
4	A QUALIFIED TAXPAYER'S APPLICATION IS INCOMPLETE OR THAT THE
5	APPLICATION DOES NOT COMPLY WITH THE REQUIREMENTS OF THIS
6	SECTION OR THE STANDARDS ESTABLISHED BY THE SAA, THE SAA SHALL
7	REMOVE THE APPLICATION FROM THE REVIEW PROCESS AND NOTIFY THE
8	QUALIFIED TAXPAYER IN WRITING OF ITS DECISION.
9	(5)(a)(I) A QUALIFIED TAXPAYER SHALL SUBMIT AN APPLICATION
10	TO THE SAA FOR AN INCOME TAX CREDIT CERTIFICATE TO CLAIM THE
11	CREDIT ALLOWED BY THIS SECTION ON A FORM AND IN A MANNER
12	PRESCRIBED BY THE SAA. THE APPLICATION MUST INCLUDE IDENTIFYING
13	INFORMATION FOR EACH APPRENTICE EMPLOYED IN THE STATE FOR WHICH
14	THE QUALIFIED TAXPAYER IS SUBMITTING AN APPLICATION FOR A TAX
15	CREDIT, THE AMOUNT OF CREDIT REQUESTED, AND SUFFICIENT
16	INFORMATION TO ALLOW THE SAA TO MAKE A DETERMINATION THAT:
17	(A) THE TAXPAYER MEETS THE REQUIREMENTS SET FORTH IN THIS
18	SECTION;
19	(B) THE APPRENTICE FOR WHOM THE APPLICATION IS SUBMITTED
20	MEETS THE STANDARDS SET FORTH IN ARTICLE 15.7 OF TITLE 8 ; AND
21	(C) THE APPRENTICE FOR WHOM THE APPLICATION IS SUBMITTED
22	HAS NOT BEEN THE SUBJECT OF A TAXPAYER'S APPLICATION FOR MORE
23	THAN TWO INCOME TAX YEARS.
24	(II) EXCEPT AS PROVIDED IN SUBSECTION (5)(b)(II) OF THIS
25	SECTION, THE SAA:
26	(A) MAY ISSUE ONE INCOME TAX CREDIT CERTIFICATE PER INCOME
2.7	TAX YEAR TO EACHOUALIFIED TAXPAYER THAT AT A MINIMUM SPECIFIES

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1	THE TAXPAYER'S IDENTIFYING INFORMATION AND THE TOTAL AMOUNT OF
2	THE CREDIT ALLOWED; AND
3	(B) SHALL NOT ISSUE AN INCOME TAX CREDIT CERTIFICATE IN
4	EXCESS OF THE AMOUNT RESERVED FOR THE QUALIFIED TAXPAYER FOR
5	THE CALENDAR YEAR PURSUANT TO SUBSECTION (4) OF THIS SECTION.
6	(b) IF THE ACTUAL AGGREGATE AMOUNT OF INCOME TAX CREDIT
7	CERTIFICATES ISSUED FOR A CALENDAR YEAR IS LESS THAN THE MAXIMUM
8	AGGREGATE AMOUNT OF CREDITS ALLOWED TO BE RESERVED FOR ALL
9	QUALIFIED TAXPAYERS, THE SAA SHALL APPLY THE REMAINING BALANCE
10	IN THE FOLLOWING ORDER:
11	(I) RESERVE THE REMAINING BALANCE FOR ANY APPLICATIONS
12	PENDING IN ORDER OF PRIORITY PURSUANT TO SUBSECTION (4)(c)(III) OF
13	THIS SECTION; AND
14	(II) ISSUE AN ADDITIONAL TAX CREDIT CERTIFICATE UP TO THE
15	AMOUNT ALLOWED PURSUANT TO SUBSECTION (3)(a) OF THIS SECTION TO
16	ANY QUALIFIED TAXPAYER WHOSE ACTUAL CREDIT EARNED EXCEEDED THE
17	AMOUNT RESERVED PURSUANT TO SUBSECTION (4) OF THIS SECTION.
18	
19	(c) (I) THE SAA SHALL MAINTAIN A DATABASE OF ANY
20	INFORMATION DETERMINED NECESSARY BY THE SAA TO EVALUATE THE
21	EFFECTIVENESS OF THE INCOME TAX CREDIT ALLOWED IN THIS SECTION IN
22	MEETING THE PURPOSE SET FORTH IN SUBSECTION (1)(b) OF THIS SECTION
23	AND SHALL PROVIDE SUCH INFORMATION, AND ANY OTHER INFORMATION
24	THAT MAY BE NEEDED, IF AVAILABLE, TO THE STATE AUDITOR AS PART OF
25	THE STATE AUDITOR'S EVALUATION OF THE TAX EXPENDITURE REQUIRED
26	BY SECTION 39-21-305.
27	(II) THE SAA SHALL, IN A SUFFICIENTLY TIMELY MANNER TO

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1	ALLOW THE DEPARTMENT TO PROCESS RETURNS CLAIMING THE INCOME
2	TAX CREDIT ALLOWED IN THIS SECTION, PROVIDE THE DEPARTMENT WITH
3	AN ELECTRONIC REPORT FOR THE PRECEDING TAX YEAR LISTING EACH
4	QUALIFIED TAXPAYER TO WHICH THE SAA ISSUED AN INCOME TAX CREDIT
5	CERTIFICATE AND THAT INCLUDES THE FOLLOWING INFORMATION:
6	(A) THE TAXPAYER'S NAME;
7	(B) THE AMOUNT OF THE INCOME TAX CREDIT THAT THE TAX
8	CREDIT CERTIFICATE INDICATES THE TAXPAYER IS ELIGIBLE TO CLAIM; AND
9	(C) THE TAXPAYER'S SOCIAL SECURITY NUMBER OR THE
10	TAXPAYER'S COLORADO ACCOUNT NUMBER AND FEDERAL EMPLOYER
11	IDENTIFICATION NUMBER.
12	(III) THE SAA SHALL PRESCRIBE FORMS AND PROMULGATE RULES
13	PURSUANT TO ARTICLE 4 OF TITLE 24 ESTABLISHING THE STANDARDS FOR
14	WHICH AN INCOME TAX CREDIT CERTIFICATE UNDER THIS SUBSECTION (5)
15	IS ISSUED.
16	(6) To claim the credit authorized by this section, a
17	TAXPAYER SHALL FILE THE INCOME TAX CREDIT CERTIFICATE WITH THE
18	TAXPAYER'S STATE INCOME TAX RETURN. THE AMOUNT OF THE CREDIT
19	THAT THE TAXPAYER MAY CLAIM PURSUANT TO THIS SECTION IS THE
20	AMOUNT STATED ON THE INCOME TAX CREDIT CERTIFICATE.
21	(7) IF A TAXPAYER CLAIMS THE CREDIT ALLOWED IN THIS SECTION,
22	THE TAXPAYER SHALL NOT CLAIM A CREDIT FOR THE SAME APPRENTICE
23	PURSUANT TO SECTION 39-22-531, 39-30-105.1, OR 39-30.5-105.
24	(8) If an income tax credit authorized in this section
25	EXCEEDS THE INCOME TAX DUE ON THE INCOME OF THE TAXPAYER FOR
26	THE TAXABLE YEAR, THE EXCESS CREDIT SHALL NOT BE CARRIED
27	FORWARD AND MUST BE REFUNDED TO THE TAXPAYER.

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1	(9) This section is repealed, effective December 31, 2037.
2	SECTION 2. In Colorado Revised Statutes, 39-22-520, amend
3	(2)(a); and add (4) as follows:
4	39-22-520. Credit against tax - investment in school-to-career
5	program - definitions - repeal. (2) (a) For income tax years beginning
6	on or after January 1, 1997, AND PRIOR TO JANUARY 1, 2025, there shall
7	be allowed to any person as a credit against the tax imposed by this article
8	ARTICLE 22 an amount equal to ten percent of the total qualified
9	investment made in a qualified school-to-career program.
10	(4) This section is repealed, effective December 31, 2034.
11	SECTION 3. In Colorado Revised Statutes, 8-15.7-102, add
12	(1)(s) as follows:
13	8-15.7-102. State apprenticeship agency - created - director -
14	powers and duties - rules - repeal. (1) There is created in the
15	department the state apprenticeship agency. The executive director shall
16	appoint a director of the SAA. The SAA shall:
17	(s) (I) REVIEW APPLICATIONS FOR AND ISSUE INCOME TAX CREDIT
18	CERTIFICATES AS SPECIFIED IN SECTION 39-22-560 AND PROMULGATE
19	RULES TO ESTABLISH STANDARDS FOR THE CERTIFICATES.
20	(II) This subsection (1)(s) is repealed, effective December
21	31, 2037.
22	SECTION 4. In Colorado Revised Statutes, add parts 2 and 3 to
23	article 15.7 of title 8 as follows:
24	PART 2
25	SCALE-UP GRANT PROGRAM
26	8-15.7-201. Definitions. As used in this part 2:
27	(1) "APPLICANT" MEANS A PERSON THAT APPLIES TO RECEIVE A

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1	GRANT FROM THE SCALE-UP GRANT PROGRAM.
2	(2) "SCALE-UP GRANT FUND" OR "FUND" MEANS THE SCALE-UP
3	GRANT FUND CREATED IN SECTION 8-15.7-205.
4	(3) "SCALE-UP GRANT PROGRAM" OR "GRANT PROGRAM" MEANS
5	THE SCALE-UP GRANT PROGRAM CREATED IN SECTION 8-15.7-202.
6	8-15.7-202. Scale-up grant program - creation - application
7	process - data. (1) On or before January 1, 2025, the department
8	SHALL ESTABLISH THE SCALE-UP GRANT PROGRAM TO ESTABLISH NEW
9	REGISTERED APPRENTICESHIP PROGRAMS OR EXPAND EXISTING PROGRAMS
10	IN COLORADO.
11	(2) THE DEPARTMENT SHALL:
12	(a) Create an application process through which it selects
13	GRANT RECIPIENTS TO PARTICIPATE IN THE GRANT PROGRAM, WITH THE
14	GOAL OF ACCELERATING NEW APPRENTICESHIP PROGRAM GROWTH,
15	DIVERSIFYING PARTICIPANTS IN APPRENTICESHIP PROGRAMS, AND
16	DIVERSIFYING THE GEOGRAPHIC DISTRIBUTION OF APPRENTICESHIP
17	PROGRAMS, ESPECIALLY IN HIGH-PRIORITY, HIGH-DEMAND INDUSTRIES,
18	WHILE ENSURING QUALITY STANDARDS;
19	(b) SELECT GRANT RECIPIENTS THAT ARE EMPLOYERS OR SPONSORS
20	THAT:
21	(I) Plan to develop and register a new registered
22	APPRENTICESHIP PROGRAM; OR
23	(II) CURRENTLY OFFER A REGISTERED APPRENTICESHIP PROGRAM
24	AND PLAN TO EXPAND IT;
25	(c) OUTLINE PERFORMANCE EXPECTATIONS FOR GRANT RECIPIENTS
26	PARTICIPATING IN THE GRANT PROGRAM, INCLUDING MAINTAINING
27	ACCURATE AND TIMELY DATA IN THE FEDERAL REGISTERED

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1	APPRENTICESHIP PARTNERS INFORMATION DATABASE SYSTEM, OR A
2	SUCCESSOR DATABASE; AND
3	(d) COLLECT DATA CONCERNING THE GRANT PROGRAM,
4	INCLUDING:
5	(I) THE NUMBER OF EMPLOYERS BENEFITING FROM THE GRANT
6	PROGRAM;
7	(II) THE NUMBER OF APPRENTICES BENEFITING FROM THE GRANT
8	PROGRAM;
9	(III) THE DEMOGRAPHICS OF THE APPRENTICES SERVED BY THE
10	GRANT RECIPIENTS; AND
11	(IV) ANY OTHER INFORMATION DEEMED APPROPRIATE BY THE
12	DEPARTMENT.
13	8-15.7-203. Applicants. (1) AN APPLICANT SHALL SUBMIT AN
14	APPLICATION TO THE DEPARTMENT IN A FORM AND MANNER ESTABLISHED
15	BY THE DEPARTMENT THAT IS DESIGNED TO MAXIMIZE PARTICIPATION. IN
16	THE APPLICATION, THE APPLICANT SHALL:
17	(a) PROVIDE A DETAILED PROPOSAL AND OPERATIONS PLAN FOR
18	THE GROWTH OR DEVELOPMENT OF A REGISTERED APPRENTICESHIP
19	PROGRAM; AND
20	(b) SUBMIT ANY OTHER INFORMATION DEEMED APPROPRIATE BY
21	THE DEPARTMENT.
22	(2) Applicants must not have received or have been
23	SELECTED TO RECEIVE FUNDING FROM THE QUALIFIED APPRENTICESHIP
24	INTERMEDIARY GRANT PROGRAM PURSUANT TO SECTION 8-15.7-302.
25	8-15.7-204. Report. On or before December 31, 2026, the
26	DEPARTMENT SHALL SUBMIT A REPORT COMPILING THE INFORMATION
27	COLLECTED PURSUANT TO SECTION 8-15.7-202 (2)(d) TO THE HOUSE OF

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1	REPRESENTATIVES BUSINESS AFFAIRS AND LABOR COMMITTEE AND THE
2	SENATE BUSINESS, LABOR, AND TECHNOLOGY COMMITTEE, OR THEIR
3	SUCCESSOR COMMITTEES.
4	8-15.7-205. Scale-up grant fund - creation - gifts, grants, or
5	donations - transfer. (1) There is created in the state treasury
6	THE SCALE-UP GRANT FUND. MONEY IN THE FUND IS ANNUALLY
7	APPROPRIATED TO THE DEPARTMENT TO IMPLEMENT THE GRANT PROGRAM
8	AND PAY FOR THE DEPARTMENT'S DIRECT AND INDIRECT COSTS IN
9	ADMINISTERING THE GRANT PROGRAM.
10	(2) On July 1, 2024, the state treasurer shall transfer two
11	MILLION DOLLARS FROM THE GENERAL FUND TO THE SCALE-UP GRANT
12	FUND.
13	(3) THE DEPARTMENT MAY SEEK, ACCEPT, AND EXPEND GIFTS,
14	GRANTS, AND DONATIONS FROM PRIVATE OR PUBLIC SOURCES FOR THE
15	PURPOSES OF THIS PART 2.
16	(4) The state treasurer shall transfer all unexpended
17	AND UNENCUMBERED MONEY REMAINING IN THE FUND AT THE END OF
18	STATE FISCAL YEAR 2026-27 TO THE GENERAL FUND.
19	8-15.7-206. Repeal of part. This part 2 is repealed, effective
20	JULY 1, 2027.
21	PART 3
22	QUALIFIED APPRENTICESHIP INTERMEDIARY
23	GRANT PROGRAM
24	8-15.7-301. Definitions. As used in this part 3:
25	(1) "APPLICANT" MEANS A PERSON THAT APPLIES TO RECEIVE A
26	GRANT FROM THE QUALIFIED APPRENTICESHIP INTERMEDIARY GRANT
27	PROGRAM.

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1	(2) "QUALIFIED APPRENTICESHIP INTERMEDIARY" HAS THE SAME
2	MEANING AS "QUALIFIED INTERMEDIARY" AS SET FORTH IN SECTION
3	8-15.7-101 (11).
4	(3) "QUALIFIED APPRENTICESHIP INTERMEDIARY GRANT FUND" OR
5	"FUND" MEANS THE QUALIFIED APPRENTICESHIP INTERMEDIARY GRANT
6	FUND CREATED IN SECTION 8-15.7-305.
7	(4) "QUALIFIED APPRENTICESHIP INTERMEDIARY GRANT PROGRAM"
8	OR "GRANT PROGRAM" MEANS THE QUALIFIED APPRENTICESHIP
9	INTERMEDIARY GRANT PROGRAM CREATED IN SECTION 8-15.7-302.
10	8-15.7-302. Qualified apprenticeship intermediary grant
11	program - creation - application process - data. (1) ON OR BEFORE
12	January 1, 2025, the department shall establish the qualified
13	APPRENTICESHIP INTERMEDIARY GRANT PROGRAM TO SUPPORT ENTITIES
14	THAT DEMONSTRATE EXPERTISE IN CONNECTING EMPLOYERS OR
15	APPRENTICESHIP PROGRAM PARTICIPANTS TO REGISTERED APPRENTICESHIP
16	PROGRAMS OR IN CONVENING STAKEHOLDERS TO DEVELOP REGISTERED
17	APPRENTICESHIP PROGRAMS.
18	(2) THE DEPARTMENT SHALL:
19	(a) Create an application process through which it selects
20	GRANT RECIPIENTS TO PARTICIPATE IN THE GRANT PROGRAM, WITH THE
21	GOAL OF EXPANDING APPRENTICESHIP PROGRAMS, DIVERSIFYING
22	PARTICIPANTS IN APPRENTICESHIP PROGRAMS, AND DIVERSIFYING
23	GEOGRAPHIC DISTRIBUTION OF APPRENTICESHIP PROGRAMS, ESPECIALLY
24	IN HIGH-PRIORITY, HIGH-DEMAND INDUSTRIES, WHILE ENSURING QUALITY
25	STANDARDS;
26	(b) SELECT AND PRIORITIZE GRANT PROGRAM RECIPIENTS BASED
27	ON:

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1	(I) AN APPLICANT'S RECORD OF SUCCESS IN SUPPORTING JOB
2	SEEKERS, APPRENTICES, EMPLOYERS, AND SPONSORS;
3	(II) THE REGIONAL DIVERSITY OF THE AREAS SERVED BY AN
4	APPLICANT;
5	(III) THE DIVERSITY OF POPULATIONS SERVED BY AN APPLICANT;
6	AND
7	(IV) HOW THE REGISTERED APPRENTICESHIP PROGRAMS SERVED
8	BY THE APPLICANT MEET TALENT NEEDS IN HIGH-PRIORITY, HIGH-DEMAND
9	INDUSTRIES;
10	(c) OUTLINE PERFORMANCE EXPECTATIONS FOR GRANT RECIPIENTS
11	PARTICIPATING IN THE GRANT PROGRAM; AND
12	(d) COLLECT DATA CONCERNING THE GRANT PROGRAM THAT
13	INCLUDES:
14	(I) THE NUMBER OF EMPLOYERS BENEFITING FROM THE GRANT
15	PROGRAM;
16	(II) THE NUMBER OF APPRENTICES BENEFITING FROM THE GRANT
17	PROGRAM;
18	(III) THE DEMOGRAPHICS OF THE APPRENTICES SERVED BY THE
19	GRANT RECIPIENTS;
20	(IV) A DESCRIPTION OF THE SERVICES PROVIDED BY THE GRANT
21	RECIPIENT;
22	(V) THE NAMES OF THE REGISTERED APPRENTICESHIP PROGRAMS
23	AND OCCUPATIONS IMPACTED BY THE SERVICES PROVIDED BY THE GRANT
24	RECIPIENT; AND
25	(VI) ANY OTHER INFORMATION DEEMED APPROPRIATE BY THE
26	DEPARTMENT.
27	(3) GRANT RECIPIENTS SHALL NOT USE MONEY FROM THE GRANT

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1	PROGRAM FOR APPRENTICE WAGES.
2	8-15.7-303. Application. (1) AN APPLICANT SHALL SUBMIT AN
3	APPLICATION TO THE DEPARTMENT IN A FORM AND MANNER ESTABLISHED
4	BY THE DEPARTMENT THAT IS DESIGNED TO MAXIMIZE PARTICIPATION. IN
5	THE APPLICATION, THE APPLICANT SHALL:
6	(a) Describe how the grant will be used to expand or
7	DIVERSIFY REGISTERED APPRENTICESHIP PROGRAMS IN COLORADO; AND
8	(b) SUBMIT ANY OTHER INFORMATION DEEMED APPROPRIATE BY
9	THE DEPARTMENT.
10	(2) AN APPLICANT MUST:
11	(a) BE A QUALIFIED APPRENTICESHIP INTERMEDIARY; AND
12	(b) APPLICANTS MUST NOT HAVE RECEIVED OR HAVE BEEN
13	SELECTED TO RECEIVE FUNDING FROM THE SCALE-UP GRANT PROGRAM
14	PURSUANT TO SECTION 8-15.7-202.
15	8-15.7-304. Report. On or before December 31, 2026, the
16	DEPARTMENT SHALL SUBMIT A REPORT COMPILING THE INFORMATION
17	COLLECTED PURSUANT TO SECTION 8-15.7-302 (2)(d) TO THE HOUSE OF
18	REPRESENTATIVES BUSINESS AFFAIRS AND LABOR COMMITTEE AND THE
19	SENATE BUSINESS, LABOR, AND TECHNOLOGY COMMITTEE, OR THEIR
20	SUCCESSOR COMMITTEES.
21	8-15.7-305. Qualified apprenticeship intermediary grant fund
22	- creation - transfer - gifts, grants, or donations. (1) THERE IS
23	CREATED IN THE STATE TREASURY THE QUALIFIED APPRENTICESHIP
24	INTERMEDIARY GRANT FUND. MONEY IN THE FUND IS CONTINUOUSLY
25	APPROPRIATED TO THE DEPARTMENT TO IMPLEMENT THE GRANT PROGRAM
26	AND PAY FOR THE DEPARTMENT'S DIRECT AND INDIRECT COSTS IN
27	ADMINISTERING THE GRANT PROGRAM.

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1	(2) On July 1, 2024, the state treasurer shall transfer two
2	MILLION DOLLARS FROM THE GENERAL FUND TO THE FUND.
3	(3) THE DEPARTMENT MAY SEEK, ACCEPT, AND EXPEND GIFTS,
4	GRANTS, AND DONATIONS FROM PRIVATE OR PUBLIC SOURCES FOR THE
5	PURPOSES OF THIS PART 3.
6	(4) The state treasurer shall transfer all unexpended
7	AND UNENCUMBERED MONEY REMAINING IN THE FUND AT THE END OF
8	STATE FISCAL YEAR 2026-27 TO THE GENERAL FUND.
9	8-15.7-306. Repeal of part. This part 3 is repealed, effective
10	July 1, 2027.
11	SECTION 5. Appropriation. (1) For the 2024-25 state fiscal
12	year, \$103,515 is appropriated to the department of labor and employment
13	for use by the office of future of work. This appropriation is from the
14	general fund and is based on an assumption that the office will require an
15	additional 0.8 FTE. To implement this act, the office may use this
16	appropriation for program costs.
17	(2) For the 2024-25 state fiscal year, \$1,333,333 is appropriated
18	to the department of labor and employment for use by the office of future
19	of work. Of this appropriation, \$666,666 is from the scale-up grant fund
20	created in section 8-15.7-205 (1), C.R.S., and \$666,667 is from the
21	qualified apprenticeship intermediary grant fund created in section
22	8-15.7-305 (1), C.R.S, and is based on an assumption that the office will
23	require an additional 2.5 FTE. To implement this act, the office may use
24	this appropriation for program costs.
25	SECTION 6. Safety clause. The general assembly finds,
26	determines, and declares that this act is necessary for the immediate
27	preservation of the public peace, health, or safety or for appropriations for

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- 1 the support and maintenance of the departments of the state and state
- 2 institutions.

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