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. 24-0628.02 Anna Petrini x5497

SENATE BILL 24-143

SENATE SPONSORSHIP

Coleman and Zenzinger,

HOUSE SPONSORSHIP

Herod,

Senate Committees

House Committees

Education Appropriations

A BILL FOR AN ACT CONCERNING CREDENTIAL ASSESSMENT TOOLS, AND, IN CONNECTION THEREWITH, INTEGRATING FRAMEWORKS FOR NONDEGREE CREDENTIAL EVALUATION AND CLASSIFICATION INTO STATE EDUCATION AND WORKFORCE SYSTEMS AND ALIGNING STACKABLE CREDENTIAL PATHWAYS AND APPRENTICESHIP PROGRAMS WITH INTERNATIONAL CLASSIFICATION STANDARDS.

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.)

Current law requires the department of higher education

(department) and other higher education institutions to develop a framework for evaluating the quality of nondegree credentials. The bill formally recognizes the resulting quality and in-demand nondegree credentials framework (quality nondegree credentials framework) as the primary tool for assessing the quality of nondegree credentials offered in the state.

The bill requires the department to collaborate with various agencies to ensure the effective integration of the quality nondegree credentials framework within the state's education and workforce systems and to evaluate nondegree credentials offered through state-recognized programs to ensure the credentials meet the framework's quality standards. At least annually, the department shall supply a list of nondegree credential programs that meet the framework's quality standards for inclusion in the Colorado talent report and a credential registry endorsed by the state.

The department shall engage state agencies, educational institutions, international organizations, and other stakeholders to study and make recommendations about the adoption of the international standard classification of education (ISCED) as the state's standard framework for classifying nondegree credentials and ISCED's wider application in the state's education and workforce systems. The recommendations must include a process for assigning ISCED equivalency levels to nondegree credentials included in stackable credential pathways and apprenticeship programs. The bill requires the department to report its findings and recommendations on or before January 1, 2025.

Current law requires the department to create stackable credential pathways in growing industries. The bill requires the department to align the stackable credential pathways with appropriate ISCED equivalency levels on or before January 1, 2025.

The bill requires the office of future of work to coordinate with various agencies to determine ISCED equivalency levels for each apprenticeship program registered on and after January 1, 2025. The office of future of work shall then determine ISCED equivalency levels for each apprenticeship program registered before January 1, 2025.

Be it enacted by the General Assembly of the State of Colorado:

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

3 finds and declares that:

1

4 (a) The strength and prosperity of Colorado's economy hinges on

5 economic mobility and educational opportunities for all Coloradans and

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on the cultivation of a skilled workforce. According to the 2022 Colorado talent pipeline report, 91.4 percent of tier one top jobs and 70.4 percent of tier two top jobs in the state required some form of postsecondary education beyond high school, including traditional academic degrees, as well as industry certifications, badges, sub-baccalaureate certificates, professional licenses, and apprenticeships.

- (b) Traditional undergraduate and graduate degree programs are the foundation of our postsecondary training system. However, they cannot fully meet Colorado's evolving skilled workforce needs. Nondegree credentials provide a valuable and complementary approach to bridging the skills gap. They offer learners a practical and expedited pathway to acquire the precise skills that employers urgently require to meet their immediate workforce needs.
- (c) In 2021, Credential Engine reported 967,734 unique secondary and postsecondary education credentials in the United States. Existing accreditation and regulation systems provide quality assurance for degree programs but, with the exception of sub-baccalaureate certifications, do not take a sufficiently holistic approach to quality assurance for nondegree credentials. Existing systems fail to validate the legitimacy of nondegree credentials, specify how they relate to degree programs, and fail to indicate whether they develop in-demand skills that lead to good jobs. This places a considerable burden on both learners and employers who lack the time, expertise, and resources to verify the legitimacy and quality of these credentials. As a result, employers and learners continue to rely heavily on traditional degrees while quality nondegree credentials remain underused and undervalued.
 - (d) To address this need, Colorado requires a system that brings

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quality assurance, clarity, and order to the complex landscape of both nondegree and traditional degree credentials by validating high-quality credentials and indicating the level of training or skill mastery they deliver; and

- (e) With the help of a quality assurance framework and an internationally recognized standard classification system, Colorado employers can more easily assess candidate qualifications and skill profiles and align their hiring practices and policies with proper recognition of nondegree credentials. Knowing their chosen program carries validation, legitimacy, and value in the labor market empowers Colorado learners to make informed decisions about their careers.
- (2) Therefore, the general assembly declares that the implementation of a quality nondegree credentials framework and a standard classification system is an essential step toward an equitable economy, economic mobility, workforce development, and clarity in educational and training attainment.
- SECTION 2. In Colorado Revised Statutes, add 23-5-145.8 as follows:
- **23-5-145.8.** Credential quality standards report definitions.
- 20 (1) As used in this section, unless the context otherwise 21 requires:
 - (a) "APPRENTICESHIP CERTIFICATE OF COMPLETION" MEANS A CERTIFICATE AWARDED TO AN APPRENTICE IN RECOGNITION OF THE SUCCESSFUL COMPLETION OF <u>A REGISTERED</u> APPRENTICESHIP PROGRAM.
 - (b) "COLORADO TALENT REPORT" MEANS THE REPORT PREPARED PURSUANT TO SECTION 24-46.3-103.
- 27 (c) "Department" means the department of higher

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1	EDUCATION CREATED AND EXISTING PURSUANT TO SECTION 24-1-114.
2	(d) "INDUSTRY CERTIFICATION" MEANS A CREDENTIAL AWARDED
3	BY AN INDUSTRY-RECOGNIZED THIRD PARTY OR INDUSTRY-GOVERNING
4	BOARD BASED ON AN INDIVIDUAL DEMONSTRATING BY ASSESSMENT THAT
5	THE INDIVIDUAL HAS ACQUIRED THE DESIGNATED KNOWLEDGE, SKILLS,
6	AND ABILITIES RELATED TO A SPECIFIC OCCUPATION OR SKILL. INDUSTRY
7	CERTIFICATIONS MAY BE TIME-LIMITED DEPENDENT UPON THE
8	OCCUPATION OR INDUSTRY.
9	(e) "INTERNATIONAL STANDARD CLASSIFICATION OF EDUCATION"
10	OR "ISCED" MEANS A COMPREHENSIVE FRAMEWORK FOR ORGANIZING
11	EDUCATION AND TRAINING PROGRAMS THAT APPLIES UNIFORM AND
12	INTERNATIONALLY AGREED-UPON CLASSIFICATIONS TO FACILITATE
13	COMPARISONS OF EDUCATION AND TRAINING PROGRAMS ACROSS
14	COUNTRIES.
15	(f) "Nondegree credential" means a postsecondary
16	CERTIFICATE, APPRENTICESHIP CERTIFICATE OF COMPLETION,
17	PROFESSIONAL LICENSE, OR INDUSTRY CERTIFICATION.
18	(g) "Postsecondary certificate" means a credential
19	AWARDED BY AN INSTITUTION OF HIGHER EDUCATION AT AN
20	UNDERGRADUATE LEVEL BASED ON COMPLETION OF ALL REQUIREMENTS
21	FOR A PROGRAM OF STUDY, INCLUDING COURSEWORK AND EXAMS.
22	POSTSECONDARY CERTIFICATES ARE NOT TIME-LIMITED AND DO NOT
23	REQUIRE RENEWAL. "POSTSECONDARY CERTIFICATE" DOES NOT INCLUDE
24	A DEGREE OR A CREDENTIAL AWARDED BY AN INSTITUTION OF HIGHER
25	EDUCATION AFTER COMPLETION OF A BACHELOR'S DEGREE IN THE SAME
26	PATHWAY.
27	(h) "QUALITY NONDEGREE CREDENTIALS FRAMEWORK" MEANS

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1	THE QUALITY AND IN-DEMAND NONDEGREE CREDENTIALS FRAMEWORK
2	DEVELOPED PURSUANT TO SECTION 23-5-145.6 (2) TO ASSESS
3	CERTIFICATIONS, OCCUPATIONAL LICENSES, APPRENTICESHIP CERTIFICATES
4	OF COMPLETION, NON-CREDIT CERTIFICATES, MICRO-CREDENTIALS, AND
5	SUB-BACCALAUREATE FOR-CREDIT CERTIFICATES AND ESTABLISHES A
6	RUBRIC FOR EVALUATING CREDENTIALS IN STATE-RECOGNIZED PROGRAMS.
7	(i) "STACKABLE CREDENTIAL PATHWAY" MEANS A SEQUENCE OF
8	DEGREE OR NONDEGREE CREDENTIALS EARNED THROUGH VARIOUS MEANS,
9	INCLUDING THROUGH ASSESSMENT OF PRIOR LEARNING, THAT MAY BE
10	ACCUMULATED OVER TIME AND MOVE AN INDIVIDUAL ALONG A CAREER
11	PATHWAY OR UP A CAREER LADDER.
12	(j) "STATE INSTITUTION OF HIGHER EDUCATION" OR "INSTITUTION"
13	HAS THE SAME MEANING AS SET FORTH IN SECTION 23-1-135.
14	(2) (a) The state of Colorado formally recognizes the
15	QUALITY NONDEGREE CREDENTIALS FRAMEWORK DEVELOPED PURSUANT
16	TO SECTION $23-5-145.6$ (2) AS THE PRIMARY TOOL FOR EVALUATING AND
17	ENSURING THE QUALITY OF NONDEGREE CREDENTIALS OFFERED WITHIN
18	THE STATE.
19	(b) THE DEPARTMENT, IN COLLABORATION WITH THE COLORADO
20	WORK FORCE DEVELOPMENT COUNCIL, THE DEPARTMENT OF EDUCATION,
21	THE DEPARTMENT OF LABOR AND EMPLOYMENT, THE COLORADO
22	OFFICE OF ECONOMIC DEVELOPMENT, AND THE COLORADO COMMUNITY
23	COLLEGE SYSTEM SHALL ENSURE THE EFFECTIVE INTEGRATION OF THE
24	QUALITY NONDEGREE CREDENTIALS FRAMEWORK WITHIN THE STATE'S
25	EDUCATION AND WORKFORCE SYSTEMS.
26	(c) <u>Beginning January 1, 2026, and annually thereafter,</u>
27	THE DEPARTMENT, IN COLLABORATION WITH THE COLORADO WORK FORCE

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1	DEVELOPMENT COUNCIL, THE DEPARTMENT OF EDUCATION, THE
2	DEPARTMENT OF LABOR AND EMPLOYMENT, AND THE COLORADO OFFICE
3	OF ECONOMIC DEVELOPMENT, SHALL EVALUATE NONDEGREE CREDENTIALS
4	OFFERED THROUGH STATE-RECOGNIZED PROGRAMS TO ENSURE THE
5	CREDENTIALS MEET THE QUALITY STANDARDS SET FORTH IN THE QUALITY
6	NONDEGREE CREDENTIALS FRAMEWORK. STATE-RECOGNIZED PROGRAMS
7	THAT ARE REQUIRED TO ENSURE NONDEGREE CREDENTIAL OFFERINGS
8	MEET THE QUALITY STANDARDS SET FORTH IN THE QUALITY NONDEGREE
9	CREDENTIALS FRAMEWORK INCLUDE, BUT ARE NOT LIMITED TO:
10	(I) THE CAREER DEVELOPMENT SUCCESS PROGRAM CREATED
11	PURSUANT TO SECTION 22-54-138; AND
12	(II) THE STACKABLE CREDENTIAL PATHWAYS IDENTIFIED
13	PURSUANT TO SECTION 23-5-145.6 (3).
14	(d) BEGINNING JANUARY 1, 2026, AND ANNUALLY THEREAFTER,
15	THE DEPARTMENT, IN COLLABORATION WITH THE DEPARTMENT OF
16	EDUCATION, THE DEPARTMENT OF LABOR AND EMPLOYMENT, AND THE
17	COLORADO OFFICE OF ECONOMIC DEVELOPMENT, SHALL SUPPLY THE
18	STATE WORKFORCE DEVELOPMENT COUNCIL WITH A LIST OF QUALITY
19	NONDEGREE CREDENTIAL PROGRAMS THAT MEET THE QUALITY
20	STANDARDS SET FORTH IN THE QUALITY NONDEGREE CREDENTIALS
21	FRAMEWORK FOR INCLUSION IN THE COLORADO TALENT REPORT
22	PRODUCED PURSUANT TO SECTION 24-46.3-103 (3)(a) AND IN A
23	CREDENTIAL REGISTRY ENDORSED BY THE STATE.
24	(3) (a) The department shall engage state agencies,
25	${\tt EDUCATIONALINSTITUTIONS, INTERNATIONALORGANIZATIONS, \underline{\tt INDUSTRY}}$
26	ASSOCIATIONS, AND OTHER STAKEHOLDERS TO STUDY AND MAKE
27	RECOMMENDATIONS CONCERNING THE ADOPTION OF ISCED AS THE

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1	STATE'S STANDARD FRAMEWORK FOR CLASSIFYING NONDEGREE
2	CREDENTIALS AND ISCED'S WIDER APPLICATION IN THE STATE'S
3	EDUCATION AND WORKFORCE SYSTEMS. ON OR BEFORE <u>JULY 31, 2025</u> , THE
4	DEPARTMENT SHALL COMPLETE A STAKEHOLDER ENGAGEMENT PROCESS
5	TO INFORM A REPORT. THE STAKEHOLDER ENGAGEMENT PROCESS MUST:
6	(I) SOLICIT INPUT FROM EMPLOYERS AND THEIR INDUSTRY OR
7	TRADE ASSOCIATIONS;
8	(II) SOLICIT INPUT FROM STATE INSTITUTIONS OF HIGHER
9	EDUCATION;
10	(III) SOLICIT INPUT FROM THE COLORADO DEPARTMENT OF LABOR
11	AND EMPLOYMENT, INCLUDING THE OFFICE OF FUTURE OF WORK AND THE
12	STATE APPRENTICESHIP AGENCY, THE STATE WORKFORCE DEVELOPMENT
13	COUNCIL, AND THE COLORADO DEPARTMENT OF EDUCATION STUDENT
14	PATHWAYS UNIT; AND
15	(IV) LEVERAGE THE RESOURCES AND TOOLS OF THE ISCED
16	COMMUNITY.
17	(b) The department shall study and make
18	RECOMMENDATIONS CONCERNING HOW ISCED EQUIVALENCY LEVELS
19	MAY BE:
20	(I) IMPLEMENTED AS THE STATE'S STANDARD FRAMEWORK FOR
21	ORGANIZING AND CLASSIFYING NONDEGREE CREDENTIALS;
22	(II) ASSIGNED TO CREDENTIALS OR PACKAGES OF CREDENTIALS
23	IDENTIFIED AND APPROVED PURSUANT TO SECTION 23-5-145.6(3) AND (4);
24	(III) ASSIGNED TO REGISTERED APPRENTICESHIPS;
25	(IV) WIDELY ADOPTED BY STAKEHOLDERS TO FACILITATE
26	ALIGNMENT OF EDUCATION AND TRAINING PROGRAMS AND ASSOCIATED
27	QUALIFICATIONS; AND

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1	(V) EFFECTIVELY INTEGRATED WITHIN THE STATE'S EDUCATION
2	AND WORKFORCE SYSTEMS.
3	(c) On or before <u>July 31, 2025</u> , the department shall report
4	ITS FINDINGS AND RECOMMENDATIONS TO THE EDUCATION COMMITTEES
5	OF THE SENATE AND HOUSE OF REPRESENTATIVES, OR ANY SUCCESSOR
6	COMMITTEES.
7	(d) On or before <u>July 31, 2025,</u> using the process
8	RECOMMENDED PURSUANT TO SUBSECTION (3)(b) OF THIS SECTION, THE
9	DEPARTMENT SHALL ASSIGN ISCED EQUIVALENCY LEVELS TO THE
10	CREDENTIALS INCLUDED IN THE STACKABLE CREDENTIAL PATHWAYS
11	IDENTIFIED AND APPROVED PURSUANT TO SECTION $23-5-145.6(3)$ AND (4) .
12	THE ISCED ALIGNMENT PROCESS MUST CONSIDER CREDENTIAL PROGRAM
13	RIGOR AND RELEVANCE.
14	(4) THE DEPARTMENT SHALL IMPLEMENT THIS SECTION SUBJECT TO
15	AVAILABLE APPROPRIATIONS.
16	SECTION 3. In Colorado Revised Statutes, add part 10 to article
17	83 of title 8 as follows:
18	PART 10
19	APPRENTICESHIP INTERNATIONAL STANDARDS
20	8-83-1001. Definitions. As used in this part 10, unless the
21	CONTEXT OTHERWISE REQUIRES:
22	(1) "INTERNATIONAL STANDARD CLASSIFICATION OF EDUCATION"
23	OR "ISCED" MEANS A COMPREHENSIVE FRAMEWORK FOR ORGANIZING
24	EDUCATION AND TRAINING PROGRAMS THAT APPLIES UNIFORM AND
25	INTERNATIONALLY AGREED-UPON CLASSIFICATIONS TO FACILITATE
26	COMPARISONS OF EDUCATION AND TRAINING PROGRAMS ACROSS
27	COUNTRIES.

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1	(2) "OFFICE" MEANS THE OFFICE OF FUTURE OF WORK CREATED IN
2	SECTION 8-15.8-103.
3	8-83-1002. Apprenticeship program alignment with
4	international standards. (1) Beginning <u>January 1, 2026, and</u>
5	ANNUALLY THEREAFTER, THE OFFICE, IN COORDINATION WITH THE
6	DEPARTMENT OF EDUCATION, THE DEPARTMENT OF HIGHER EDUCATION,
7	THE DEPARTMENT OF LABOR AND EMPLOYMENT, AND THE CAREER AND
8	TECHNICAL EDUCATION DIVISION WITHIN THE COLORADO COMMUNITY
9	COLLEGE SYSTEM, SHALL COLLABORATE WITH THE STATE APPRENTICESHIP
10	AGENCY TO DETERMINE ISCED EQUIVALENCY LEVELS FOR EACH
11	APPRENTICESHIP PROGRAM REGISTERED ON OR AFTER <u>July 31, 2025</u> . In
12	MAKING ISCED EQUIVALENCY LEVEL DETERMINATIONS, THE OFFICE
13	SHALL:
14	(a) APPLY THE PROCESS RECOMMENDED PURSUANT TO SECTION
15	23-5-145.8 (3)(b); AND
16	(b) REQUIRE POSTING OF THE DETERMINED ISCED LEVEL
17	ALONGSIDE THE APPRENTICESHIP PROGRAM ON ALL ISSUED
18	APPRENTICESHIP CERTIFICATES OF COMPLETION AND IN ALL PUBLIC
19	LISTINGS, INCLUDING, BUT NOT LIMITED TO, THE ELIGIBLE TRAINING
20	PROVIDER LISTS DISSEMINATED BY THE DEPARTMENT OF LABOR AND
21	EMPLOYMENT PURSUANT TO SECTION 8-83-225 (1)(c) AND THE COLORADO
22	STATE APPRENTICESHIP RESOURCE DIRECTORY CREATED PURSUANT TO
23	SECTION 8-83-308.
24	(2) On or before January 1, 2026, the office shall
25	DETERMINE ISCED EQUIVALENCY LEVELS FOR EACH APPRENTICESHIP
26	PROGRAM REGISTERED BEFORE <u>JULY 31, 2025</u> . AFTER MAKING ISCED
27	EQUIVALENCY LEVEL DETERMINATIONS, THE OFFICE SHALL REQUIRE

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1	POSTING OF THE DETERMINED ISCED LEVEL ALONGSIDE THE
2	APPRENTICESHIP PROGRAM ON ALL ISSUED APPRENTICESHIP CERTIFICATES
3	OF COMPLETION AND IN ALL PUBLIC LISTINGS, INCLUDING, BUT NOT
4	LIMITED TO, THE ELIGIBLE TRAINING PROVIDER LISTS DISSEMINATED BY
5	THE DEPARTMENT OF LABOR AND EMPLOYMENT PURSUANT TO SECTION
6	8-83-225 (1)(c) and the Colorado state apprenticeship resource
7	DIRECTORY CREATED PURSUANT TO SECTION 8-83-308.
8	SECTION 4. In Colorado Revised Statutes, 22-54-138, amend
9	(3)(a) as follows:
10	22-54-138. Career development success program - created -
11	funding - report - legislative declaration - definitions - repeal.
12	(3) (a) On or before August 15, 2016, and on or before July 1 each year
13	thereafter, the work force development council, in collaboration with the
14	department of higher education, the department of education, the
15	department of labor and employment, the Colorado community college
16	system, and the Colorado office of economic development, shall publish
17	on the council's website a list of the qualified industry-credential
18	programs and qualified workplace training programs THAT MEET THE
19	QUALITY STANDARDS REQUIRED PURSUANT TO SECTION $23-5-145.8$ (2)(c)
20	for that school year. At least annually, the council and its partners shall
21	identify and review the qualified industry-credential programs and
22	qualified workplace training programs by identifying the jobs included in
23	the Colorado talent report, prepared pursuant to section 24-46.3-103, with
24	the greatest regional and state demand, including high-skill, high-wage
25	jobs in in-demand industries, and, after consultation with relevant
26	industries, identifying the programs that have labor market value and are
27	likely to lead to the identified jobs. Any programs that the council

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1	determines do not demonstrate labor market value may be removed from
2	the council's website.
3	SECTION 5. In Colorado Revised Statutes, 23-5-145.6, add (4.5)
4	as follows:
5	23-5-145.6. Opportunities for credential attainment - fund -
6	report - definitions - repeal. (4.5) The stackable credential
7	PATHWAYS MUST MEET THE QUALITY STANDARDS REQUIRED PURSUANT TO
8	SECTION 23-5-145.8 (2)(c).
9	SECTION 6. Act subject to petition - effective date. This act
10	takes effect at 12:01 a.m. on the day following the expiration of the
11	ninety-day period after final adjournment of the general assembly; except
12	that, if a referendum petition is filed pursuant to section 1 (3) of article V
13	of the state constitution against this act or an item, section, or part of this
14	act within such period, then the act, item, section, or part will not take
15	effect unless approved by the people at the general election to be held in
16	November 2024 and, in such case, will take effect on the date of the
17	official declaration of the vote thereon by the governor.

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