First Regular Session Seventy-second General Assembly STATE OF COLORADO

PREAMENDED

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

LLS NO. 19-1050.01 Thomas Morris x4218

HOUSE BILL 19-1314

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A BILL FOR AN ACT

101 CONCERNING A JUST TRANSITION FROM A COAL-BASED ELECTRICAL

102 ENERGY ECONOMY, AND, IN CONNECTION THEREWITH, MAKING

103 AN APPROPRIATION.

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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 just transition office in the division of employment and training in the department of labor and employment. Beginning in 2025, the office, led by a director, will administer the following:

Benefits to coal transition workers to enable them to



Amended 2nd Reading April 22, 2019

HOUSE

| support themselves and their families and to access and complete education and training, resulting in being hired for high-quality jobs; and ! Grants to eligible entities in coal transition communities that seek to create a more diversified, equitable, and vibrant economic future for those communities. An electric utility that proposes to retire a coal-fueled electric generating facility shall submit to the office a workforce transition plan at least 90 days before the retirement of the facility. The bill creates a just transition advisory committee to advise the director regarding implementation of the bill. |
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| Be it enacted by the General Assembly of the State of Colorado: |
| SECTION 1. In Colorado Revised Statutes, add part 4 to article |
| 83 of title 8 as follows: |
| PART 4 |
| JUST TRANSITION SUPPORT |
| FOR COAL-RELATED JOBS |
| 8-83-401. Legislative declaration. (1) THE GENERAL ASSEMBLY |
| HEREBY: |
| (a) FINDS THAT: |
| (I) COAL PROVIDES MORE THAN HALF OF COLORADO'S NET POWER |
| GENERATION, WHILE NATURAL GAS PROVIDES ALMOST ONE-FOURTH. |
| THERE WERE APPROXIMATELY ONE THOUSAND THREE HUNDRED WORKERS |
| EMPLOYED IN COLORADO COAL MINES AT THE END OF 2018 , and half of |
| THE DOMESTIC CONSUMPTION OF COLORADO'S MINED COAL IS FOR POWER |
| GENERATION WITHIN THE STATE. |
| (II) COLORADO'S POWER SECTOR, AND THE NATION'S, IS MOVING |
| AWAY FROM COAL AS A FUEL SOURCE BASED ON CONSUMER DEMAND FOR |
| CLEANER POWER AND THE DECLINING COST OF NATURAL GAS AND |
| RENEWABLE RESOURCES. ELECTRICITY GENERATED FROM RENEWABLE |

SOURCES HAS DOUBLED SINCE 2010 TO APPROXIMATELY TWENTY-FIVE
 PERCENT OF COLORADO'S POWER GENERATION IN 2017.

(b) DETERMINES THAT:

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4 (I) IN ADDITION TO THE CHANGING ECONOMICS OF POWER 5 GENERATION, THERE IS A SCIENTIFIC CONSENSUS THAT GREENHOUSE GAS 6 EMISSIONS, WHICH ARE PRIMARILY THE RESULT OF FOSSIL FUEL 7 COMBUSTION, MUST BE REDUCED IN ORDER TO MITIGATE THE WORST 8 EFFECTS OF CLIMATE CHANGE. THESE EFFECTS ARE ALREADY BEING 9 EXPERIENCED BY COLORADANS IN FORMS THAT INCLUDE MORE EXTREME 10 WEATHER, SNOW PACK MELT, AND HIGHER TEMPERATURES.

11 (II) THE EFFECTS OF COAL PLANT CLOSURES ON WORKERS AND 12 COMMUNITIES HAVE THE POTENTIAL TO BE SIGNIFICANT AND 13 DEVASTATING IF NOT MANAGED CORRECTLY. THE JOBS ARE HIGH-QUALITY 14 JOBS, WHICH PROVIDE FAMILY-SUPPORTING WAGES AND BENEFITS. THEY 15 HAVE BEEN AMONG THE BEST JOBS IN THE COMMUNITIES IN WHICH THESE 16 WORKERS LIVE AND WORK, AND ARE EXTREMELY DIFFICULT TO REPLACE. 17 THE COMMUNITIES THAT HOST RETIRING POWER PLANTS LOSE PRINCIPAL 18 CONTRIBUTORS TO THEIR TAX BASE AND REVENUE FOR VITAL LOCAL 19 GOVERNMENT SERVICES; FOR EXAMPLE, NUCLA'S SCHOOL AND FIRE 20 DISTRICTS ARE FACING A FIFTY-SIX-PERCENT REDUCTION IN THEIR 21 BUDGETS AS A RESULT OF THE RETIREMENT OF THE POWER PLANT AND THE 22 COAL MINE THAT SUPPLIED IT.

(III) THE CLOSURE OF COAL-FIRED PLANTS NATIONWIDE IS LIKELY
TO HAVE A SERIOUS IMPACT ON EMPLOYMENT IN THE STATE'S COAL MINES
AND THE TRANSPORTATION AND LOGISTICS SUPPLY CHAINS THAT MOVE
COAL FROM MINE TO MARKET.

27 (IV) WHILE COLORADO COMPANIES AND POLICYMAKERS HAVE

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1 WORKED TO DRIVE NEW INVESTMENT FROM THE CLEAN ENERGY ECONOMY 2 INTO TRANSITIONING COMMUNITIES AND RURAL PARTS OF THE STATE, 3 THERE DOES NOT EXIST AT THE STATE OR FEDERAL LEVEL SUFFICIENT 4 RESOURCES TO ASSIST WORKERS AND COMMUNITIES IMPACTED BY 5 CHANGES IN COLORADO'S COAL ECONOMY, AND THERE DOES NOT EXIST 6 COORDINATED LEADERSHIP WITHIN COLORADO'S STATE GOVERNMENT TO 7 ALIGN AND DELIVER ASSISTANCE TO THESE COAL COMMUNITIES AND 8 WORKERS; AND

9 (c) DECLARES THAT:

10 (I) A STRONG AND COMPREHENSIVE POLICY IS ALSO NEEDED TO 11 INVEST NEW FINANCIAL RESOURCES IN COAL COMMUNITIES THAT ARE 12 SEEKING TO DIVERSIFY AND GROW THEIR LOCAL AND REGIONAL 13 ECONOMIES IN A MANNER THAT IS BOTH SUSTAINABLE AND EQUITABLE; ____ 14 (II) COLORADO MUST ENSURE THAT THE CLEAN ENERGY ECONOMY 15 FULFILLS A MORAL COMMITMENT TO ASSIST THE WORKERS AND 16 COMMUNITIES THAT HAVE POWERED COLORADO FOR GENERATIONS, AS 17 WELL AS THE DISPROPORTIONATELY IMPACTED COMMUNITIES WHO HAVE 18 BORNE THE COSTS OF COAL POWER POLLUTION FOR DECADES, AND TO 19 THEREBY SUPPORT A JUST AND INCLUSIVE TRANSITION; AND 20 (III) IT IS IMPERATIVE FOR COAL TRANSITION COMMUNITIES TO 21 PLAN AND PREPARE FOR ECONOMIC CHANGE, AND THE DEPARTMENT OF

- 22 LOCAL AFFAIRS HAS AN ESSENTIAL ROLE IN THIS PROCESS. FURTHERMORE,
- 23 THE DEPARTMENT OF LOCAL AFFAIRS IS ENCOURAGED TO USE THE LOCAL
- 24 <u>GOVERNMENT MINERAL IMPACT FUND CREATED IN SECTION 34-63-102 TO</u>
- 25 ASSIST WITH PLANNING AND MITIGATION EFFORTS IN COAL TRANSITION
- 26 <u>COMMUNITIES.</u>
- 27 **8-83-402. Definitions.** As used in this part 4, unless the

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1 CONTEXT OTHERWISE REQUIRES:

2 (1) "COAL TRANSITION COMMUNITY" MEANS A MUNICIPALITY, 3 COUNTY, OR REGION THAT HAS BEEN AFFECTED IN THE PREVIOUS TWELVE 4 MONTHS, OR THAT DEMONSTRATES IT WILL BE IMPACTED IN THE NEXT 5 THIRTY-SIX MONTHS, BY THE LOSS OF FIFTY OR MORE JOBS IN TOTAL FROM 6 A COAL MINE, COAL-FUELED ELECTRICAL POWER GENERATING PLANT, OR 7 THE MANUFACTURING AND TRANSPORTATION SUPPLY CHAINS OF EITHER. 8 (2) "COAL TRANSITION WORKER" MEANS A COLORADO WORKER 9 LAID OFF FROM EMPLOYMENT ON OR AFTER THE EFFECTIVE DATE OF THIS 10 SECTION IN A COAL MINE, COAL-FUELED ELECTRICAL POWER GENERATING 11 PLANT, OR THE MANUFACTURING AND TRANSPORTATION SUPPLY CHAINS 12 OF EITHER. 13 (3) "DIRECTOR" MEANS THE DIRECTOR OF THE OFFICE. 14 (4) DISPROPORTIONATELY IMPACTED COMMUNITY" MEANS ANY 15 COMMUNITY OF COLOR, LOW-TO-MIDDLE INCOME COMMUNITY, OR 16 INDIGENOUS COMMUNITY THAT IS OR HAS BEEN DIRECTLY IMPACTED BY 17 COAL POLLUTION. (5) "ELIGIBLE ENTITY" MEANS THE FOLLOWING ENTITIES THAT 18 19 SERVE A COAL TRANSITION COMMUNITY AND THAT MAY APPLY FOR A 20 GRANT: 21 (a) AN ECONOMIC DEVELOPMENT DISTRICT; 22 (b) A COUNTY, MUNICIPALITY, CITY AND COUNTY, OR OTHER 23 POLITICAL SUBDIVISION OF THE STATE; 24 (c) AN INDIAN TRIBE; 25 (d) AN APPRENTICESHIP PROGRAM THAT IS REGISTERED WITH THE 26 UNITED STATES DEPARTMENT OF LABOR OR A STATE APPRENTICESHIP 27 COUNCIL;

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(e) AN INSTITUTION OF HIGHER EDUCATION; AND

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2 (f) A PUBLIC OR PRIVATE NONPROFIT ORGANIZATION OR3 ASSOCIATION.

4 (6) "FUND" MEANS THE JUST TRANSITION CASH FUND CREATED IN
5 SECTION 8-83-404.

6 (7) "GRANT" MEANS A JUST TRANSITION GRANT AWARDED
7 PURSUANT TO SECTION 8-83-406.

8 (8) "OFFICE" MEANS THE JUST TRANSITION OFFICE CREATED IN
9 SECTION 8-83-403 (1).

10 (9) "WAGE DIFFERENTIAL BENEFIT" MEANS SUPPLEMENTAL
11 INCOME COVERING THE DIFFERENCE BETWEEN AN INDIVIDUAL'S PREVIOUS
12 EMPLOYMENT IN A COAL MINE, COAL-FUELED ELECTRICAL POWER
13 GENERATING PLANT, OR THE MANUFACTURING AND TRANSPORTATION
14 SUPPLY CHAINS OF EITHER AND NEW EMPLOYMENT OR SUPPLEMENTAL
15 INCOME DURING JOB RETRAINING.

16 8-83-403. Just transition office - advisory committee - repeal.
17 (1) THERE IS HEREBY CREATED WITHIN THE DIVISION A JUST TRANSITION
18 OFFICE. THE OFFICE SHALL EXERCISE ITS POWERS AND PERFORM ITS DUTIES
19 AND FUNCTIONS UNDER THE DEPARTMENT AS IF THE OFFICE WERE
20 TRANSFERRED TO THE DEPARTMENT BY A TYPE 2 TRANSFER AS DEFINED
21 IN SECTION 24-1-105.

(2) THE DIRECTOR OF THE DIVISION SHALL APPOINT THE DIRECTOR
OF THE OFFICE. THE DIRECTOR SHALL MANAGE THE OPERATIONS OF THE
OFFICE.

25 (3) IT IS THE PURPOSE OF THE OFFICE TO:

26 (a) IDENTIFY OR ESTIMATE, TO THE EXTENT PRACTICABLE, THE
27 TIMING AND LOCATION OF FACILITY CLOSURES AND JOB LAYOFFS IN

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COAL-RELATED INDUSTRIES AND THEIR IMPACT ON AFFECTED WORKERS,
 BUSINESSES, AND COAL TRANSITION COMMUNITIES AND MAKE
 PRELIMINARY RECOMMENDATIONS AS TO HOW THE OFFICE CAN MOST
 EFFECTIVELY RESPOND TO THESE ECONOMIC DISLOCATIONS;

5 (b) ALIGN AND TARGET STATE AND FEDERAL RESOURCES AND
6 LEVERAGE ADDITIONAL RESOURCES INTO THE FUND TO INVEST IN
7 COMMUNITIES AND WORKERS WHOSE COAL-RELATED INDUSTRIES ARE
8 SUBJECT TO SIGNIFICANT ECONOMIC TRANSITION;

9 (c) ESTABLISH BENEFITS PURSUANT TO SECTION 8-83-405 FOR
10 COAL TRANSITION WORKERS TO ENABLE THEM TO SUPPORT THEMSELVES
11 AND THEIR FAMILIES AND TO ACCESS AND COMPLETE EDUCATION AND
12 TRAINING, RESULTING IN BEING HIRED FOR HIGH-QUALITY JOBS;

(d) ESTABLISH CRITERIA AND AMOUNTS FOR GRANTS, PURSUANT
TO SECTION 8-83-406, TO ELIGIBLE ENTITIES IN COAL TRANSITION
COMMUNITIES THAT SEEK TO CREATE A MORE DIVERSIFIED, EQUITABLE,
AND VIBRANT ECONOMIC FUTURE FOR THOSE COMMUNITIES; AND

(e) PARTICIPATE IN THE DEPARTMENT'S PRESENTATION TO THE
GENERAL ASSEMBLY DURING THE "STATE MEASUREMENT FOR
ACCOUNTABLE, RESPONSIVE, AND TRANSPARENT (SMART)
GOVERNMENT ACT" HEARINGS, HELD PURSUANT TO PART 2 OF ARTICLE 7
OF TITLE 2, REGARDING REQUIREMENTS FOR FULLY FINANCING GRANTS,
BENEFITS, AND THE ADMINISTRATION OF THIS PART 4 AND THE EXPECTED
RESULTS.

(4) TO FURTHER THE PURPOSES OF THE OFFICE CREATED IN THIS
part 4, the director shall engage in relevant administrative
proceedings, such as matters before the public utilities
commission and the air quality control commission.

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1 (5) (a) THERE IS HEREBY CREATED THE JUST TRANSITION 2 ADVISORY COMMITTEE TO ADVISE THE DIRECTOR REGARDING 3 IMPLEMENTATION OF BENEFITS, GRANTS, AND TRANSITION PLANS 4 PURSUANT TO THIS PART 4. THE ADVISORY COMMITTEE CONSISTS OF THE 5 FOLLOWING MEMBERS: 6 (I) EX OFFICIO MEMBERS AS FOLLOWS: 7 (A) THE EXECUTIVE DIRECTOR OF THE DEPARTMENT OF LABOR 8 AND EMPLOYMENT OR A DESIGNEE; 9 (B) THE DIRECTOR OF THE OFFICE OF ECONOMIC DEVELOPMENT OR 10 A DESIGNEE: 11 (C) THE DIRECTOR OF THE COLORADO ENERGY OFFICE OR A 12 DESIGNEE; 13 (D) THE EXECUTIVE DIRECTOR OF THE DEPARTMENT OF LOCAL 14 AFFAIRS OR A DESIGNEE; AND 15 (E) A REPRESENTATIVE OF THE OFFICE OF THE GOVERNOR; 16 (II) ONE MEMBER OF THE SENATE, APPOINTED BY THE PRESIDENT 17 OF THE SENATE, AND ONE MEMBER OF THE HOUSE OF REPRESENTATIVES, 18 APPOINTED BY THE SPEAKER OF THE HOUSE OF REPRESENTATIVES; AND 19 (III) THE FOLLOWING MEMBERS APPOINTED BY THE DIRECTOR: 20 (A) THREE REPRESENTATIVES OF COAL TRANSITION WORKERS; 21 (B) THREE REPRESENTATIVES FROM DIFFERENT COUNTIES THAT 22 EACH HAVE AT LEAST FIFTY COAL-IMPACTED EMPLOYEES; 23 (C) ONE REPRESENTATIVE OF THE PUBLIC INTEREST; 24 (D) TWO REPRESENTATIVES OF DISPROPORTIONATELY IMPACTED 25 COMMUNITIES; AND 26 (E) TWO REPRESENTATIVES OF UTILITIES THAT, ON THE EFFECTIVE 27 DATE OF THIS SECTION, OPERATED A COAL-FUELED ELECTRIC GENERATING

1 UNIT.

2 (b) THE TERM OF APPOINTMENT OR DESIGNATION IS FOUR YEARS; 3 EXCEPT THAT THE INITIAL TERM OF MEMBERS APPOINTED PURSUANT TO 4 SUBSECTION (5)(a)(II) OF THIS SECTION IS TWO YEARS AND THE INITIAL 5 TERM OF MEMBERS APPOINTED PURSUANT TO SUBSECTION (5)(a)(III) OF 6 THIS SECTION IS THREE YEARS. EACH LEGISLATIVE MEMBER IS ENTITLED 7 TO RECEIVE PAYMENT OF A PER DIEM AND REIMBURSEMENT FOR ACTUAL 8 AND NECESSARY EXPENSES AS AUTHORIZED IN SECTION 2-2-326, 9 APPOINTED MEMBERS ARE ENTITLED TO THE SAME PER DIEM AND EXPENSE 10 REIMBURSEMENT, AND EX OFFICIO MEMBERS ARE ENTITLED TO THE SAME 11 EXPENSE REIMBURSEMENT; EXCEPT THAT ALL PAYMENTS AUTHORIZED BY 12 THIS SUBSECTION (5)(b) ARE AT A RATE FIFTY PERCENT LESS THAN THAT 13 AUTHORIZED BY LAW.

(c) THE ADVISORY COMMITTEE SHALL ELECT A CHAIR FROM
AMONG ITS MEMBERS TO SERVE FOR A TERM NOT TO EXCEED TWO YEARS,
AS DETERMINED BY THE ADVISORY COMMITTEE. THE ADVISORY
COMMITTEE SHALL MEET AT LEAST ONCE EVERY QUARTER. THE CHAIR
MAY CALL SUCH ADDITIONAL MEETINGS AS ARE NECESSARY FOR THE
ADVISORY COMMITTEE TO COMPLETE ITS DUTIES.

20 (d) This subsection (5) is repealed, effective September 1,
21 2025. Before the repeal, this subsection (5) is scheduled for
22 REVIEW IN ACCORDANCE WITH SECTION 2-3-1203.

8-83-404. Just transition cash fund. (1) THERE IS HEREBY
CREATED IN THE STATE TREASURY THE JUST TRANSITION CASH FUND. THE
FUND CONSISTS OF MONEY CREDITED TO THE FUND AND ANY OTHER
MONEY THAT THE GENERAL ASSEMBLY MAY APPROPRIATE OR TRANSFER
TO THE FUND. THE DIRECTOR SHALL ENGAGE WITH OTHER DEPARTMENTS

AND AGENCIES TO OBTAIN A SUSTAINABLE SOURCE OF REVENUE FOR THE
 FUND. THE STATE TREASURER SHALL CREDIT ALL INTEREST AND INCOME
 DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE FUND TO
 THE FUND. SUBJECT TO ANNUAL APPROPRIATION BY THE GENERAL
 ASSEMBLY, THE OFFICE MAY EXPEND MONEY FROM THE FUND FOR
 PURPOSES SPECIFIED IN THIS PART 4, INCLUDING PAYING FOR THE OFFICE'S
 DIRECT AND INDIRECT COSTS IN ADMINISTERING THIS PART 4.

8 (2) THE GENERAL ASSEMBLY MAY APPROPRIATE MONEY FROM THE
9 GENERAL FUND FOR THE PURPOSES SPECIFIED IN THIS PART 4. THE OFFICE
10 MAY SEEK, ACCEPT, AND EXPEND GIFTS, GRANTS, OR DONATIONS FROM
11 PRIVATE OR PUBLIC SOURCES FOR THE PURPOSES OF THIS PART 4.

12 (3) THE OFFICE AND THE DIRECTOR SHALL BEGIN TO TAKE THE
13 ACTIONS SPECIFIED IN SECTION 8-83-405 (3) AND 8-83-406 (1) AND (3) ON
14 THE EARLIER OF:

15 (a) JANUARY 1, 2023; OR

16 (b) The date, as determined by the director, when
17 SUFFICIENT MONEY IS AVAILABLE IN THE FUND TO AWARD JUST
18 TRANSITION BENEFITS OR JUST TRANSITION GRANTS, AS APPLICABLE.

19 8-83-405. Just transition benefits for coal transition workers.
20 (1) THE OFFICE SHALL:

(a) TASK THE RAPID RESPONSE PROGRAM WITHIN THE DEPARTMENT
WITH EDUCATING DISLOCATED WORKERS WHO COULD BE ELIGIBLE FOR
JUST TRANSITION BENEFITS REGARDING HOW TO APPLY FOR THE BENEFITS;
IN COLLABORATION WITH EMPLOYERS OF DISLOCATED WORKERS AND
RELEVANT LABOR <u>UNIONS AND LOCAL GOVERNMENTS;</u>
(b) DETERMINE WHO QUALIFIES AS A COAL TRANSITION WORKER.

27 ONCE SUCH A DETERMINATION IS MADE, A COAL TRANSITION WORKER IS

1 ELIGIBLE, UPON APPLICATION TO THE OFFICE, FOR:

2 (I) JUST TRANSITION BENEFITS EQUIVALENT IN TYPE, AMOUNT, AND
3 DURATION TO FEDERAL BENEFITS AVAILABLE PURSUANT TO 20 CFR
4 617.20 TO 617.49, BASED ON FUNDING AVAILABLE WHEN SEPARATION
5 OCCURS; AND

6

(II) WAGE DIFFERENTIAL BENEFITS FOR THREE YEARS.

7 (c) PROVIDE EMPLOYMENT AND TRAINING SERVICES ASSOCIATED
8 WITH THE BENEFITS SPECIFIED IN SUBSECTION (1)(b) OF THIS SECTION.

9 (2) THE DIRECTOR SHALL ESTABLISH BENEFIT APPLICATION 10 REQUIREMENTS AND PROCEDURES AND FACTORS RELEVANT TO THE 11 DETERMINATION OF WHETHER AN INDIVIDUAL IS A COAL TRANSITION 12 WORKER.

(3) BEGINNING ON THE DATE DETERMINED PURSUANT TO SECTION
8-83-404 (3), THE DIRECTOR SHALL AWARD JUST TRANSITION BENEFITS TO
COAL TRANSITION WORKERS TO THE EXTENT THAT MONEY IS AVAILABLE
IN THE FUND.

17 8-83-406. Just transition grants to coal transition
18 communities. (1) BEGINNING ON THE DATE DETERMINED PURSUANT TO
19 SECTION 8-83-404 (3):

20 (a) THE OFFICE SHALL ANNUALLY DETERMINE THE TOTAL AMOUNT
21 OF MONEY IN THE FUND THAT IS AVAILABLE FOR GRANTS AFTER THE
22 OFFICE HAS CALCULATED AN ESTIMATE OF THE COST EACH YEAR OF
23 PROVIDING BENEFITS TO COAL TRANSITION WORKERS PURSUANT TO
24 SECTION 8-83-405; AND

(b) IF MONEY FROM THE FUND IS AVAILABLE AS DETERMINED
PURSUANT TO SUBSECTION (1)(a) OF THIS SECTION, THE OFFICE SHALL
ANNUALLY ISSUE REQUESTS FOR PROPOSALS TO ELIGIBLE ENTITIES FOR THE

1 AWARD OF JUST TRANSITION GRANTS TO ELIGIBLE ENTITIES.

2 (2) THE DIRECTOR SHALL ESTABLISH GRANT APPLICATION
3 REQUIREMENTS AND PROCEDURES, REVIEW AND SELECTION CRITERIA, AND
4 FACTORS RELEVANT TO THE DETERMINATION OF WHETHER THE OFFICE
5 SHOULD AWARD A GRANT, INCLUDING AT A MINIMUM A DEMONSTRATION
6 THAT THE GRANT PROPOSAL IS:

7 (a) CONSISTENT WITH LOCAL OR REGIONAL ECONOMIC
8 DEVELOPMENT PLANS, SUCH AS A COMPREHENSIVE ECONOMIC
9 DEVELOPMENT STRATEGY; AND

10 (b) REPRESENTATIVE OF A PARTNERSHIP OF DIVERSE
11 STAKEHOLDERS, INCLUDING REPRESENTATIVES OF WORKERS AND
12 LOW-INCOME COMMUNITY MEMBERS, WHO HAVE COLLABORATIVELY
13 DESIGNED THE PROPOSAL.

(3) BEGINNING ON THE DATE DETERMINED PURSUANT TO SECTION
8-83-404 (3), THE DIRECTOR SHALL COMPETITIVELY AWARD GRANTS TO
ELIGIBLE ENTITIES THAT HAVE APPLIED FOR A GRANT FOR ECONOMIC AND
WORKFORCE DEVELOPMENT PROJECTS AND ACTIVITIES THAT WILL
PRODUCE ONE OR MORE OF THE FOLLOWING OUTCOMES:

19 (a) ECONOMIC DIVERSIFICATION OF THE COMMERCIAL OR
20 INDUSTRIAL BASES OF LOCAL AND REGIONAL ECONOMIES;

21 (b) CREATION OF HIGH-QUALITY JOBS IN NEW OR EXISTING
22 INDUSTRIES;

23 (c) REEMPLOYMEN

(c) REEMPLOYMENT OF COAL TRANSITION WORKERS;

24 (d) ECONOMIC DEVELOPMENT TARGETED TO NEIGHBORHOODS
25 WITHIN COAL TRANSITION COMMUNITIES THAT HAVE BEEN MOST
26 DISPROPORTIONATELY AFFECTED BY COAL-RELATED POLLUTION;

27 (e) LEVERAGING OF NEW SOURCES OF PUBLIC AND PRIVATE JOB

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1 AND WEALTH-CREATING INVESTMENT; AND

2 (f) PROVISION OF A RANGE OF WORKFORCE SERVICES AND SKILLS
3 TRAINING, INCLUDING ON-THE-JOB APPRENTICESHIP TRAINING, RESULTING
4 IN INDUSTRY-RECOGNIZED CREDENTIALS FOR HIGH-QUALITY, IN-DEMAND
5 OCCUPATIONS AND ACCESSIBLE, DEFINED CAREER PATHWAYS FOR COAL
6 TRANSITION WORKERS AND LOW-INCOME WORKERS RESIDING IN COAL
7 TRANSITION COMMUNITIES.

8 (4) THE DIRECTOR SHALL ENSURE THAT EACH LABORER AND 9 MECHANIC EMPLOYED BY A CONTRACTOR OR SUBCONTRACTOR IN 10 CONNECTION WITH A CONSTRUCTION PROJECT FINANCED, IN WHOLE OR IN 11 PART, BY A JUST TRANSITION GRANT IS PAID WAGES AT A RATE OF NOT 12 LESS THAN THE PREVAILING WAGES FOR THE SAME TYPE OF WORK ON 13 SIMILAR CONSTRUCTION IN THE IMMEDIATE LOCALITY, AS DETERMINED BY 14 THE FEDERAL SECRETARY OF LABOR IN ACCORDANCE WITH 40 U.S.C. SEC. 15 3141 то 3148.

16 8-83-407. Utility workforce transition plans - reemployment
17 of affected workers. (1) NO LESS THAN NINETY DAYS BEFORE THE
18 ACCELERATED RETIREMENT OF AN ELECTRIC COAL-FUELED GENERATING
19 UNIT THAT HAS A NAMEPLATE CAPACITY OF AT LEAST FIFTY MEGAWATTS,
20 THE OWNER OR OPERATING AGENT OF THAT UNIT SHALL SUBMIT TO THE
21 OFFICE <u>AND TO THE AFFECTED COMMUNITY</u> A WORKFORCE TRANSITION
22 PLAN.

23 (2) TO THE EXTENT PRACTICABLE, A WORKFORCE TRANSITION
24 PLAN MUST INCLUDE ESTIMATES OF:

(a) THE NUMBER OF WORKERS EMPLOYED BY THE ELECTRIC
UTILITY OR A CONTRACTOR OF THE UTILITY AT THE COAL-FUELED
ELECTRIC GENERATING FACILITY, WHICH NUMBER MUST INCLUDE ALL

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WORKERS THAT DIRECTLY DELIVER COAL TO THE ELECTRIC UTILITY; 2 (b) THE TOTAL NUMBER OF WORKERS WHOSE EXISTING JOBS, AS A 3 RESULT OF THE RETIREMENT OF THE COAL-FUELED ELECTRIC GENERATING 4 FACILITY: 5 (I) WILL BE RETAINED; AND 6 (II) WILL BE ELIMINATED; 7 (c) WITH RESPECT TO THE WORKERS WHOSE EXISTING JOBS WILL 8 BE ELIMINATED DUE TO THE RETIREMENT OF THE COAL-FUELED ELECTRIC 9 GENERATING FACILITY, THE TOTAL NUMBER AND THE NUMBER BY JOB 10 CLASSIFICATION OF WORKERS: 11 (I) WHOSE EMPLOYMENT WILL END WITHOUT THEM BEING 12 OFFERED OTHER EMPLOYMENT; 13 (II)WHO WILL RETIRE AS PLANNED, BE OFFERED EARLY 14 RETIREMENT, OR LEAVE ON THEIR OWN; 15 (III) WHO WILL BE RETAINED BY BEING TRANSFERRED TO OTHER 16 ELECTRIC GENERATING FACILITIES OR OFFERED OTHER EMPLOYMENT BY 17 THE ELECTRIC UTILITY; AND 18 (IV) WHO WILL BE RETAINED TO CONTINUE TO WORK FOR THE 19 ELECTRIC UTILITY IN A NEW JOB CLASSIFICATION; AND 20 (d) IF THE ELECTRIC UTILITY IS REPLACING THE COAL-FUELED 21 ELECTRIC GENERATING FACILITY BEING RETIRED WITH A NEW ELECTRIC 22 GENERATING FACILITY, THE NUMBER OF: 23 WORKERS FROM THE RETIRED COAL-FUELED ELECTRIC (I)24 GENERATING FACILITY WHO WILL BE EMPLOYED AT THE NEW ELECTRIC 25 GENERATING FACILITY; AND 26 (II) JOBS AT THE NEW ELECTRIC GENERATING FACILITY THAT WILL 27 BE OUTSOURCED TO CONTRACTORS OR SUBCONTRACTORS.

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(3) THIS SECTION DOES NOT APPLY TO AN ELECTRIC COAL-FUELED
 GENERATING UNIT OWNED IN WHOLE OR IN PART BY A QUALIFYING RETAIL
 UTILITY FOR WHICH THE QUALIFYING RETAIL UTILITY, AS THAT TERM IS
 USED IN SECTION 40-2-124, HAS SUBMITTED A WORKFORCE TRANSITION
 PLAN IN AN ELECTRIC RESOURCE PLAN FILED WITH THE PUBLIC UTILITIES
 COMMISSION.

7 **8-83-408.** Report - recommendations - repeal. (1) NO LATER 8 THAN JANUARY 1, 2024, THE DIRECTOR SHALL PROVIDE WRITTEN 9 RECOMMENDATIONS TO THE GENERAL ASSEMBLY AND THE GOVERNOR 10 ABOUT CHANGES TO THIS PART 4 THAT SHOULD BE CONSIDERED IN ORDER 11 TO BETTER ACHIEVE THE PURPOSES OF THIS PART 4. THE DIRECTOR SHALL 12 ALSO MAKE RECOMMENDATIONS REGARDING WHETHER THE OFFICE 13 SHOULD BE ENABLED TO PROVIDE BENEFITS AND GRANTS TO OTHER 14 WORKERS AND COMMUNITIES AFFECTED BY CHANGES IN COLORADO'S 15 ENERGY ECONOMY.

16 (2) THIS SECTION IS REPEALED, EFFECTIVE SEPTEMBER 1, 2025.

17 SECTION 2. In Colorado Revised Statutes, 2-3-1203, add
18 (16)(a)(IV) as follows:

2-3-1203. Sunset review of advisory committees - legislative
 declaration - definition - repeal. (16) (a) The following statutory
 authorizations for the designated advisory committees will repeal on
 September 1, 2025:

23 (IV) THE JUST TRANSITION ADVISORY COMMITTEE CREATED IN
24 SECTION 8-83-403 (5).

SECTION 3. Appropriation. (1) For the 2019-20 state fiscal
 year, \$163,010 is appropriated to the just transition cash fund created in
 section 8-83-404, C.R.S. This appropriation is from the general fund. The

department of labor and employment is responsible for the accounting
 related to this appropriation.

3 (2) For the 2019-20 state fiscal year, \$163,010 is appropriated to 4 the department of labor and employment for use by the division of 5 employment and training. This appropriation is from reappropriated funds 6 in the just transition cash fund under subsection (1) of this section and is 7 based on the assumption that the division will require an additional 1.8 8 FTE. To implement this act, the division may use the appropriation for 9 the just transition office. 10 (3) For the 2019-20 state fiscal year, \$1,838 is appropriated to the 11 legislative department for use by the general assembly. This appropriation 12 is from the general fund. **SECTION 4.** Safety clause. The general assembly hereby finds, 13

determines, and declares that this act is necessary for the immediatepreservation of the public peace, health, and safety.