Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 24-0672.01 Richard Sweetman x4333

SENATE BILL 24-050

SENATE SPONSORSHIP

Exum,

HOUSE SPONSORSHIP

(None),

Senate CommitteesBusiness, Labor, & Technology

101

House Committees

A BILL FOR AN ACT

CONCERNING THE COLORADO WORKFORCE DEMONSTRATION GRANTS

102 PILOT PROGRAM.

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 creates the Colorado workforce demonstration grants pilot program (pilot program) in the office of economic development (office) to provide grants to eligible workforce training providers in order to facilitate workforce training for eligible participants. The office administers the pilot program and awards grants from the Colorado workforce demonstration grants pilot program cash fund (fund), which is

created in the bill.

In awarding grants, the office must:

- Give first priority to eligible workforce training providers that implement a proven program or practice;
- Give second priority to eligible workforce training providers that implement an evidence-informed program or practice; and
- Allocate one-third of the money appropriated to the fund to eligible workforce training providers that are qualified intermediaries, so long as at least one eligible workforce training provider that is a qualified intermediary selected to participate includes in its application a plan to conduct an evaluation that, once completed, will demonstrate that the qualified intermediary is offering a proven program or practice.

An eligible workforce training provider that receives a grant from the pilot program must report to the office certain information concerning the proven programs or practices and the evidence-informed programs or practices that it provides or facilitates with the grant money. The office must conduct an evaluation of long-term wage outcomes for eligible participants served by eligible workforce training providers under the pilot program. The evaluation must anonymize personal data, aggregate data by each eligible workforce training provider, and be consolidated into a single annual report. The office must submit an annual summarized report to the legislative subject matter committees concerned with labor and employment.

The pilot program is repealed, effective July 1, 2029. Any unexpended and unencumbered money remaining in the fund is transferred to the general fund.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, add part 6 to article 3 48.5 of title 24 as follows: 4 PART 6 5 COLORADO WORKFORCE DEMONSTRATION 6 **GRANTS PILOT PROGRAM** 7 **24-48.5-601. Short title.** THE SHORT TITLE OF THIS PART 6 IS THE 8 "COLORADO WORKFORCE DEMONSTRATION GRANTS PILOT PROGRAM

-2- SB24-050

1	ACI".
2	24-48.5-602. Definitions. As used in this part 6, unless the
3	CONTEXT OTHERWISE REQUIRES:
4	(1) "APPRENTICESHIP PROGRAM" HAS THE MEANING SET FORTH IN
5	SECTION 8-15.7-101 (4).
6	(2) "ELIGIBLE PARTICIPANT" MEANS AN INDIVIDUAL RESIDING IN
7	COLORADO WHO:
8	(a) IS UNEMPLOYED OR A PART-TIME OR TEMPORARY EMPLOYEE;
9	(b) HAS AN ANNUAL INCOME THAT IS EQUAL TO OR LESS THAN TWO
10	HUNDRED FIFTY PERCENT OF THE FEDERAL POVERTY LINE, AS DETERMINED
11	BY THE MOST CURRENT FEDERAL POVERTY GUIDELINES ISSUED BY THE
12	FEDERAL DEPARTMENT OF HEALTH AND HUMAN SERVICES;
13	(c) Is eligible to receive benefits from the supplemental
14	NUTRITION ASSISTANCE PROGRAM ESTABLISHED PURSUANT TO PART 3 OF
15	ARTICLE 2 OF TITLE 26; OR
16	(d) Is an individual with a barrier to employment as
17	DEFINED IN 29 U.S.C. SEC. 3102 (24).
18	(3) "Eligible workforce training provider" means a
19	WORKFORCE TRAINING PROVIDER THAT:
20	(a) HAS A STRONG RECORD, AS DETERMINED BY THE OFFICE, OF:
21	(I) DELIVERING EVIDENCE-BASED PROVEN OUTCOMES THAT
22	IMPROVE TRAINEES' WAGES AND EMPLOYMENT OPPORTUNITIES; AND
23	(II) PROVIDING EVIDENCE-BASED WORKFORCE TRAINING AND
24	RELEVANT PROGRAMS OR SERVICES TO INDIVIDUALS OF COMMUNITIES
25	THAT HAVE BEEN HISTORICALLY UNDERREPRESENTED, UNDERSERVED, OR
26	UNDERRESOURCED IN COLORADO;
27	(b) Focuses the workforce training services that it

-3- SB24-050

1	PROVIDES ON IN-DEMAND INDUSTRIES IN COLORADO THAT HAVE A
2	DOCUMENTED WORKFORCE SHORTAGE OR A HISTORY OF DIFFICULTY WITH
3	RECRUITMENT OR RETENTION;
4	(c) Is in good standing with the secretary of state;
5	(d) SERVES ELIGIBLE PARTICIPANTS IN COLORADO; AND
6	(e) Is either:
7	(I) A NONPROFIT ORGANIZATION; OR
8	(II) AN APPRENTICESHIP PROGRAM.
9	(4) "EVIDENCE-INFORMED PROGRAM OR PRACTICE" HAS THE
10	MEANING SET FORTH IN SECTION 2-3-210 (2)(a).
11	(5) "FISCAL AGENT" HAS THE MEANING SET FORTH IN SECTION
12	24-32-132 (2)(b).
13	(6) "FISCAL SPONSOR" HAS THE MEANING SET FORTH IN SECTION
14	24-32-132 (2)(c).
15	(7) "FUND" MEANS THE COLORADO WORKFORCE DEMONSTRATION
16	GRANTS PILOT PROGRAM CASH FUND CREATED IN SECTION 24-48.5-606.
17	(8) "Nonprofit organization" means:
18	(a) A TAX-EXEMPT CHARITABLE OR SOCIAL WELFARE
19	Organization operating under section 501 (c)(3) of the federal
20	"Internal Revenue Code of 1986", as amended; or
21	(b) A TAX-EXEMPT CHARITABLE OR SOCIAL WELFARE
22	Organization that does not operate under section 501 (c)(3) of
23	THE FEDERAL"INTERNAL REVENUE CODE OF 1986", AS AMENDED, AND
24	THAT IS WORKING WITH A FISCAL AGENT OR FISCAL SPONSOR.
25	(9) "Office" means the Colorado office of economic
26	DEVELOPMENT CREATED IN SECTION 24-48.5-101.
27	(10) "PILOT PROGRAM" MEANS THE COLORADO WORKFORCE

-4- SB24-050

1	DEMONSTRATION GRANTS PILOT PROGRAM CREATED IN SECTION
2	24-48.5-603.
3	(11) "PROVEN PROGRAM OR PRACTICE" HAS THE MEANING SET
4	FORTH IN SECTION 2-3-210 (2)(d).
5	(12) "QUALIFIED INTERMEDIARY" HAS THE MEANING SET FORTH IN
6	SECTION 8-15.7-101 (11).
7	24-48.5-603. Colorado workforce demonstration grants pilot
8	program - creation. (1) The Colorado workforce demonstration
9	GRANTS PILOT PROGRAM IS CREATED IN THE OFFICE TO PROVIDE GRANTS
10	TO ELIGIBLE WORKFORCE TRAINING PROVIDERS TO FACILITATE
11	WORKFORCE TRAINING FOR ELIGIBLE PARTICIPANTS.
12	(2) The office shall administer the pilot program and,
13	SUBJECT TO AVAILABLE APPROPRIATIONS, SHALL AWARD GRANTS AS
14	PROVIDED IN THIS PART 6. GRANTS MUST BE PAID FROM MONEY IN THE
15	FUND.
16	24-48.5-604. Pilot program - application process - criteria -
17	priority of awards - uses of grant money. (1) The office shall issue
18	GUIDANCE AS NECESSARY TO IMPLEMENT THE PILOT PROGRAM, INCLUDING
19	GUIDANCE ESTABLISHING AN APPLICATION PROCESS THAT:
20	(a) INVOLVES A SINGLE FORM FOR AN ELIGIBLE WORKFORCE
21	TRAINING PROVIDER TO COMPLETE THAT IS AS SIMPLE AND STREAMLINED
22	AS POSSIBLE AND DOES NOT REQUIRE EXTENSIVE ADDITIONAL
23	DOCUMENTATION;
24	(b) REQUIRES AN ELIGIBLE WORKFORCE TRAINING PROVIDER TO
25	DESCRIBE THE PROVEN PROGRAMS OR PRACTICES OR EVIDENCE-INFORMED
26	PROGRAMS OR PRACTICES THAT THE ELIGIBLE WORKFORCE TRAINING
27	PROVIDER WILL OFFER AND THAT MEET THE WORKFORCE TRAINING

-5- SB24-050

1	DEMANDS FOR IN-DEMAND INDUSTRIES IN COLORADO THAT HAVE A
2	DOCUMENTED WORKFORCE SHORTAGE OR A HISTORY OF DIFFICULTY WITH
3	RECRUITMENT OR RETENTION;
4	(c) REQUIRES AN ELIGIBLE WORKFORCE TRAINING PROVIDER TO
5	INCLUDE INFORMATION DEMONSTRATING THAT THE PROVEN PROGRAMS
6	AND PRACTICES ARE EVIDENCE-BASED AND CAN BE SCALED TO MEET
7	ADDITIONAL ELIGIBLE PARTICIPANT DEMANDS; AND
8	(d) REQUIRES THE ELIGIBLE WORKFORCE TRAINING PROVIDER TO
9	SUBMIT A SIGNED AFFIDAVIT ACKNOWLEDGING THAT PROVIDING FALSE
10	INFORMATION IS GROUNDS FOR PROSECUTION FOR PERJURY.
11	(2) TO BE ELIGIBLE TO RECEIVE A GRANT, AN ELIGIBLE WORKFORCE
12	TRAINING PROVIDER MUST SUBMIT AN APPLICATION TO THE OFFICE IN
13	ACCORDANCE WITH THE GUIDANCE ISSUED PURSUANT TO SUBSECTION (1)
14	OF THIS SECTION. THE OFFICE SHALL REVIEW APPLICATIONS RECEIVED
15	PURSUANT TO THIS SECTION. IN AWARDING GRANTS, THE OFFICE SHALL:
16	(a) GIVE FIRST PRIORITY TO ELIGIBLE WORKFORCE TRAINING
17	PROVIDERS THAT IMPLEMENT A PROVEN PROGRAM OR PRACTICE;
18	(b) GIVE SECOND PRIORITY TO ELIGIBLE WORKFORCE TRAINING
19	PROVIDERS THAT IMPLEMENT AN EVIDENCE-INFORMED PROGRAM OR
20	PRACTICE; AND
21	(c) ALLOCATE ONE-THIRD OF THE MONEY APPROPRIATED TO THE
22	FUND TO ELIGIBLE WORKFORCE TRAINING PROVIDERS THAT ARE QUALIFIED
23	INTERMEDIARIES, SO LONG AS AT LEAST ONE ELIGIBLE WORKFORCE
24	TRAINING PROVIDER THAT IS A QUALIFIED INTERMEDIARY SELECTED TO
25	PARTICIPATE INCLUDES IN ITS APPLICATION A PLAN TO CONDUCT AN
26	EVALUATION THAT, ONCE COMPLETED, WILL DEMONSTRATE THAT THE
27	QUALIFIED INTERMEDIARY IS OFFERING A PROVEN PROGRAM OR PRACTICE.

-6- SB24-050

1	(3) AN ELIGIBLE WORKFORCE TRAINING PROVIDER THAT RECEIVES
2	A GRANT FROM THE PILOT PROGRAM SHALL USE GRANT MONEY ONLY TO
3	PAY FOR:
4	(a) OPERATING COSTS ASSOCIATED WITH TRAINING ELIGIBLE
5	PARTICIPANTS, INCLUDING STIPENDS AND OTHER NECESSARY SUPPLIES OR
6	COSTS; AND
7	(b) COLLECTING DATA AND PREPARING OUTCOME EVALUATIONS
8	AS DESCRIBED IN SECTION 24-48.5-605.
9	24-48.5-605. Pilot program - evaluations - third-party
10	contractor. (1) An eligible workforce training provider that
11	RECEIVES A GRANT FROM THE PILOT PROGRAM SHALL REPORT TO THE
12	OFFICE THE FOLLOWING INFORMATION CONCERNING THE PROVEN
13	PROGRAMS OR PRACTICES THAT IT PROVIDES OR FACILITATES WITH GRANT
14	MONEY:
15	(a) THE TOTAL NUMBER OF ELIGIBLE PARTICIPANTS WHO ENROLLED
16	IN A PROVEN PROGRAM OR PRACTICE OR AN EVIDENCE-INFORMED
17	PROGRAM OR PRACTICE OFFERED OR FACILITATED BY THE PROVIDER;
18	(b) The total number of eligible participants who
19	COMPLETED A PROVEN PROGRAM OR PRACTICE OR AN
20	EVIDENCE-INFORMED PROGRAM OR PRACTICE OFFERED OR FACILITATED BY
21	THE PROVIDER;
22	$(c) \ The \ total \ number \ of eligible \ participants \ who \ received$
23	AN INDUSTRY CERTIFICATION, A NONDEGREE CREDENTIAL, OR A
24	POSTSECONDARY CERTIFICATE, AS DEFINED IN SECTION 23-5-145.6 (1)(f),
25	(1)(g), AND $(1)(h)$; AND
26	(d) (I) The total number of eligible participants who
27	SUBSEQUENTLY OBTAINED EMPLOYMENT IN AN INDUSTRY OR SECTOR

-7- SB24-050

1	ALIGNED WITH THE PROVEN PROGRAM OR PRACTICE OR
2	EVIDENCE-INFORMED PROGRAM OR PRACTICE THAT THE ELIGIBLE
3	PARTICIPANT ENROLLED IN AND COMPLETED; AND
4	(II) FOR EACH ELIGIBLE PARTICIPANT DESCRIBED IN SUBSECTION
5	(1)(d)(I) of this Section, the eligible Participant's Starting Salary
6	OR APPROXIMATE STARTING SALARY, IF KNOWN BY THE ELIGIBLE
7	WORKFORCE TRAINING PROVIDER.
8	(2) (a) The office shall conduct an evaluation of
9	LONG-TERM WAGE OUTCOMES FOR ELIGIBLE PARTICIPANTS SERVED BY
10	ELIGIBLE WORKFORCE TRAINING PROVIDERS UNDER THE PILOT PROGRAM.
11	THE EVALUATION MUST ANONYMIZE PERSONAL DATA, AGGREGATE DATA
12	BY EACH ELIGIBLE WORKFORCE TRAINING PROVIDER, AND BE
13	CONSOLIDATED INTO A SINGLE ANNUAL REPORT.
14	(b) (I) THE OFFICE SHALL GATHER INFORMATION ON PRE- AND
15	POST-PROGRAM WAGE OUTCOMES FOR ELIGIBLE PARTICIPANTS WHO
16	ENROLLED IN A PROVEN PROGRAM OR PRACTICE OR AN
17	EVIDENCE-INFORMED PROGRAM OR PRACTICE OFFERED OR FACILITATED BY
18	AN ELIGIBLE WORKFORCE TRAINING PROVIDER.
19	(II) THE OFFICE MAY OBTAIN WORKFORCE DATA AS NECESSARY BY
20	THE BEST MEANS POSSIBLE, INCLUDING OBTAINING EMPLOYMENT
21	INFORMATION AND EARNINGS FROM THE DEPARTMENT OF LABOR AND
22	EMPLOYMENT, THE COLORADO WORKFORCE DEVELOPMENT COUNCIL, OR
23	ANY OTHER INITIATIVE OR DATA-SHARING PLATFORM THAT ALLOWS THE
24	DEPARTMENT OF LABOR AND EMPLOYMENT TO OBTAIN WORKFORCE DATA.
25	(III) (A) THE OFFICE SHALL COORDINATE WITH THE DEPARTMENT
26	OF HIGHER EDUCATION TO RECEIVE DATA FROM THE STATEWIDE DATA
27	SYSTEM OF STUDENT SUCCESS INFORMATION CREATED IN SECTION

-8- SB24-050

1	23-1-141 (2)(a) AND REPORT EMPLOYMENT AND WAGE OUTCOME DATA OF
2	$Workforce\ development\ or\ training\ pursuant\ to\ section\ 23-1-141$
3	(2)(c).
4	(B) IF THE PUBLIC INTERFACE OF THE DATA SYSTEM CREATED IN
5	SECTION $23-1-141$ (4) IS NOT FUNCTIONAL FOR THE OFFICE TO USE IT TO
6	CONDUCT THE EVALUATION REQUIRED UNDER THIS SUBSECTION (2), THE
7	COLORADO DEPARTMENT OF HIGHER EDUCATION SHALL CONVEY THE
8	ESTIMATED TIME FRAME AND THE ACTIONS REQUIRED TO BE UNDERTAKEN
9	IN ORDER FOR THE SYSTEM TO BE FUNCTIONAL IN A PUBLICLY AVAILABLE
10	DOCUMENT TO THE OFFICE. IF THE TIME FRAME DOES NOT ALLOW THE
11	OFFICE TO SATISFY ITS REPORTING DEADLINES, THEN THE OFFICE MAY USE
12	UP TO TEN PERCENT OF THE MONEY APPROPRIATED TO THE FUND TO
13	DEVELOP A SYSTEM TO GATHER THE REQUIRED DATA FOR THE
14	AGGREGATED EVALUATION REQUIRED UNDER THIS SUBSECTION (2). THE
15	OFFICE MAY CONTRACT WITH A THIRD PARTY TO COLLECT AND
16	AGGREGATE THE DATA DESCRIBED IN THIS SUBSECTION (2).
17	(c) IN NO EVENT SHALL AN ELIGIBLE WORKFORCE TRAINING
18	PROVIDER BE REQUIRED TO EVALUATE THE WAGE OUTCOMES REQUIRED IN
19	SUBSECTION (2)(b) OF THIS SECTION.
20	(3) THE OFFICE SHALL DEVELOP AN APPLICATION FOR ELIGIBLE
21	WORKFORCE TRAINING PROVIDERS, A RUBRIC FOR EVALUATION, AND A
22	TIME FRAME FOR ELIGIBLE WORKFORCE TRAINING PROVIDER GRANTEES TO
23	SUBMIT THE INFORMATION REQUIRED IN SUBSECTION (1) OF THIS SECTION.
24	24-48.5-606. Colorado workforce demonstration grants pilot
25	program cash fund - creation. (1) THE COLORADO WORKFORCE
26	DEMONSTRATION GRANTS PILOT PROGRAM CASH FUND IS CREATED IN THE
27	STATE TREASURY. THE FUND CONSISTS OF ANY MONEY THAT THE GENERAL

-9- SB24-050

1	ASSEMBLY MAY APPROPRIATE OR TRANSFER TO THE FUND.
2	(2) (a) THE STATE TREASURER SHALL CREDIT ALL INTEREST AND
3	INCOME DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE
4	FUND TO THE FUND.
5	(b) EXCEPT AS DESCRIBED IN SUBSECTION (4) OF THIS SECTION, THE
6	STATE TREASURER SHALL CREDIT ANY UNEXPENDED AND UNENCUMBERED
7	MONEY REMAINING IN THE FUND AT THE END OF A FISCAL YEAR TO THE
8	FUND.
9	(3) THE DIVISION MAY USE A PORTION OF THE MONEY
10	APPROPRIATED TO THE FUND TO PAY THE DIRECT AND INDIRECT COSTS
11	THAT THE DIVISION INCURS IN ADMINISTERING THE GRANT PROGRAM.
12	(4) The state treasurer shall transfer all unexpended
13	AND UNENCUMBERED MONEY IN THE FUND ON JULY 1, 2029, TO THE
14	GENERAL FUND.
15	24-48.5-607. Reporting requirements. (1) ON OR BEFORE
16	January 1, 2025, and on or before each January 1 thereafter for
17	THE DURATION OF THE PILOT PROGRAM, THE DEPARTMENT SHALL SUBMIT
18	THE SUMMARIZED REPORT DESCRIBED IN SECTION 24-48.5-605 (2)(a) TO
19	THE HOUSE OF REPRESENTATIVES BUSINESS AFFAIRS AND LABOR
20	COMMITTEE AND THE SENATE BUSINESS, LABOR, AND TECHNOLOGY
21	COMMITTEE, OR ANY SUCCESSOR COMMITTEES, CONCERNING THE PILOT
22	PROGRAM.
23	(2) Notwithstanding section 24-1-136 (11)(a)(I), the
24	REPORTING REQUIREMENTS SET FORTH IN THIS SECTION CONTINUE UNTIL
25	THE PILOT PROGRAM REPEALS IN ACCORDANCE WITH SECTION 24-48.5-608.
26	24-48.5-608. Repeal of part. This part 6 is repealed, effective
2.7	Лигу 1, 2029.

-10- SB24-050

1	SECTION 2. In Colorado Revised Statutes, 24-75-402, add
2	(5)(eee) as follows:
3	24-75-402. Cash funds - limit on uncommitted reserves -
4	reduction in the amount of fees - exclusions - definitions.
5	(5) Notwithstanding any provision of this section to the contrary, the
6	following cash funds are excluded from the limitations specified in this
7	section:
8	(eee) THE COLORADO WORKFORCE DEMONSTRATION GRANTS
9	PILOT PROGRAM CASH FUND CREATED IN SECTION 24-48.5-606.
10	SECTION 3. Act subject to petition - effective date. This act
11	takes effect at 12:01 a.m. on the day following the expiration of the
12	ninety-day period after final adjournment of the general assembly; except
13	that, if a referendum petition is filed pursuant to section 1 (3) of article V
14	of the state constitution against this act or an item, section, or part of this
15	act within such period, then the act, item, section, or part will not take
16	effect unless approved by the people at the general election to be held in
17	November 2024 and, in such case, will take effect on the date of the
18	official declaration of the vote thereon by the governor.

-11- SB24-050