First Regular Session Seventy-fifth General Assembly STATE OF COLORADO

PREAMENDED

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

LLS NO. 25-0736.01 Shelby Ross x4510

HOUSE BILL 25-1279

HOUSE SPONSORSHIP

Stewart R., Duran, Bird, Clifford, Gilchrist, Lieder, McCluskie, Sirota, Willford, Zokaie

SENATE SPONSORSHIP

Jodeh,

House Committees

Health & Human Services Appropriations

Senate Committees

Health & Human Services Appropriations

A BILL FOR AN ACT

101	CONCERNING COLLECTING STATE-LEVEL DATA FOR THE COLORADO
102	WORKS PROGRAM, AND, IN CONNECTION THEREWITH, MAKING
103	AN 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.)

No later than January 1, 2026, the bill requires the department of human services (state department), in consultation with the works allocation committee, to:

 Develop a standardized process for each county to collect and report to the state department on a monthly basis HOUSE 3rd Reading Unamended March 19, 2025

> HOUSE Amended 2nd Reading March 18, 2025

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing law.

Dashes through the words or numbers indicate deletions from existing law.

- certain information about the Colorado works program;
- Develop recommendations that include standardized outcome measures for third-party contracted services and required levels of evidence for third-party contracted services funded with Colorado's temporary assistance for needy families (TANF) allocation; and
- Submit a report to the joint budget committee (JBC) that includes a description of the standardized process and recommendations.

Beginning July 1, 2026, and each July thereafter, the bill requires the state department to submit a report to the JBC that includes the information collected and reported through the standardized process and the total dollar amount of Colorado's TANF allocation that is redistributed through the state budget or other programs and services and publish the information on a monthly basis on the state department's website in a publicly accessible format.

No later than July 1, 2026, the bill requires the state department to submit a report to the JBC that includes certain information related to the standard of need for eligibility for basic cash assistance.

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

2 **SECTION 1.** In Colorado Revised Statutes, **add** 26-2-727 as

3 follows:

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4 26-2-727. Improving state-level data for the works program

5 - annual report. (1) (a) NO LATER THAN OCTOBER 1, 2025, THE STATE

6 DEPARTMENT, IN CONSULTATION WITH THE WORKS ALLOCATION

7 COMMITTEE, SHALL DEVELOP A STANDARDIZED PROCESS FOR EACH

COUNTY TO COLLECT AND REPORT TO THE STATE DEPARTMENT ON A

MONTHLY BASIS THE FOLLOWING INFORMATION:

10 (I) The total dollar amount of Colorado's TANF

11 ALLOCATION THAT IS SPENT BY THE COUNTY ON:

12 (A) BASIC CASH ASSISTANCE;

13 (B) DIVERSION PAYMENTS;

(C) SUPPORTIVE SERVICE PAYMENTS;

-2-

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2	(D) ADMINISTRATIVE COSTS FOR PARTICIPANT-FACING COLORADO
3	WORKS PROGRAM STAFF, INCLUDING ADMINISTRATIVE COSTS INCURRED
4	THROUGH THIRD-PARTY CONTRACTS;
5	(E) Administrative costs for Colorado works program
6	STAFF WHO ARE NOT PARTICIPANT FACING, INCLUDING ADMINISTRATIVE
7	COSTS INCURRED THROUGH THIRD-PARTY CONTRACTS;
8	(F) ADMINISTRATIVE COSTS FOR PROGRAMS OR SERVICES THAT
9	ARE NOT PART OF THE COLORADO WORKS PROGRAM OR ANY PORTION OF
10	WHICH IS FOR PROGRAMS OR SERVICES THAT ARE NOT PART OF THE
11	COLORADO WORKS PROGRAM, INCLUDING ADMINISTRATIVE COSTS
12	INCURRED THROUGH THIRD-PARTY CONTRACTS; AND
13	(G) TRANSFERS OR ANY OTHER FORM OF SPENDING ON PROGRAMS
14	AND SERVICES OTHER THAN THE COLORADO WORKS PROGRAM, INCLUDING
15	THE COLORADO CHILD CARE ASSISTANCE PROGRAM, PART 1 OF ARTICLE 4
16	OF TITLE 26.5, AND THE SOCIAL SERVICES BLOCK GRANT AUTHORIZED
17	PURSUANT TO THE FEDERAL "SOCIAL SECURITY ACT", 42 U.S.C. SEC.
18	1397;
19	(II) THE TOTAL DOLLAR AMOUNT OF COLORADO'S TANK
20	ALLOCATION THAT IS SPENT BY THE COUNTY ON:
21	(A) THIRD-PARTY CONTRACTED SERVICES FOR PARTICIPANTS WHO
22	RECEIVE BASIC CASH ASSISTANCE; AND
23	(B) THIRD-PARTY CONTRACTED SERVICES FOR PARTICIPANTS WHO
24	DO NOT RECEIVE BASIC CASH ASSISTANCE.
25	(III) AN ANNUAL REPORT OF THE IMPACT THE FOLLOWING POLICY
26	CHANGES HAVE ON THE TANF CASELOAD, CHURNING, AND A
27	PARTICIPANT'S AVERAGE DURATION IN THE PROGRAM:

-3- 1279

1	
2	(A) CHANGES TO SANCTION AND RE-ENGAGEMENT POLICIES AND
3	PROCESSES ADOPTED THROUGH STATE DEPARTMENT RULES;
4	(B) EXTENDING THE ENROLLMENT PERIOD BEYOND THE
5	SIXTY-MONTH LIFETIME LIMIT UNDER CERTAIN CIRCUMSTANCES, AS
6	ENACTED IN HOUSE BILL 22-1259;
7	(C) Exemptions from work requirements under certain
8	CIRCUMSTANCES, AS ENACTED IN HOUSE BILL 22-1259; AND
9	(D) CHANGES TO INCOME DISREGARDS, AS ENACTED IN HOUSE
10	BILL 22-1259; AND
11	(IV) THE NUMBER OF APPLICATIONS FOR THE COLORADO WORKS
12	PROGRAM DENIED DUE TO INELIGIBILITY AND THE PERCENTAGE OF TOTAL
13	APPLICATIONS REPRESENTED BY THIS NUMBER.
14	(b) THE STATE DEPARTMENT SHALL SEEK INPUT FROM INTERESTED
15	STAKEHOLDERS IN DEVELOPING THE STANDARDIZED PROCESS REQUIRED
16	PURSUANT TO SUBSECTION (1)(a) OF THIS SECTION, INCLUDING THE
17	FAMILY VOICE COUNCIL WITHIN THE STATE DEPARTMENT.
18	(c) Notwithstanding the requirement to report the
19	INFORMATION DESCRIBED IN SUBSECTION (1)(a) OF THIS SECTION ON A
20	MONTHLY BASIS, ANY CATEGORY OF INFORMATION THAT IS IN ADDITION
21	TO WHAT IS CURRENTLY REPORTED TO THE STATE DEPARTMENT BY EACH
22	COUNTY THAT CANNOT BE REPORTED THROUGH EXISTING STRUCTURES
23	AND PROCESSES MAY BE REPORTED ON A QUARTERLY BASIS UNTIL A
24	REPORTING STRUCTURE AND PROCESS IS ESTABLISHED FOR THAT SPECIFIC
25	CATEGORY OF INFORMATION.
26	(2) (a) NO LATER THAN OCTOBER 1, 2025, THE STATE
27	DEPARTMENT, IN CONSULTATION WITH THE WORKS ALLOCATION

-4- 1279

1	COMMITTEE, SHALL DEVELOP RECOMMENDATIONS THAT INCLUDE:
2	(I) A MENU OF STANDARDIZED OUTCOME MEASURES FOR
3	THIRD-PARTY CONTRACTED SERVICES FUNDED WITH COLORADO'S TANF
4	ALLOCATION; AND
5	(II) REQUIRED LEVELS OF EFFECTIVENESS FOR THIRD-PARTY
6	CONTRACTED SERVICES FUNDED WITH COLORADO'S TANF ALLOCATION.
7	(b) THE STATE DEPARTMENT SHALL SEEK INPUT FROM INTERESTED
8	STAKEHOLDERS AND THE WORKS ALLOCATION COMMITTEE IN DEVELOPING
9	THE RECOMMENDATIONS REQUIRED PURSUANT TO SUBSECTION (2)(a) OF
10	THIS SECTION, INCLUDING THE FAMILY VOICE COUNCIL WITHIN THE STATE
11	DEPARTMENT.
12	(3) THE REQUIREMENT TO REPORT OR DEVELOP
13	RECOMMENDATIONS RELATED TO THIRD-PARTY CONTRACTED SERVICES
14	PURSUANT TO SUBSECTIONS (1) AND (2) OF THIS SECTION APPLIES ONLY TO
15	THIRD-PARTY CONTRACTED SERVICES THAT ARE NEW OR RENEWED AND
16	DOES NOT APPLY TO EXISTING THIRD-PARTY CONTRACTED SERVICES.
17	(4) Information reported pursuant to subsections (1) and
18	(2) OF THIS SECTION MUST BE REPORTED THROUGH THE COUNTY FINANCIAL
19	MANAGEMENT SYSTEM, TO THE EXTENT POSSIBLE, AND THROUGH THE
20	STANDARDIZED REPORTING PROCESS AND STRUCTURES DEVELOPED
21	PURSUANT TO SUBSECTIONS (1) AND (2) OF THIS SECTION.
22	(5) No later than October 1, 2025, the state department
23	SHALL SUBMIT A REPORT TO THE JOINT BUDGET COMMITTEE THAT
24	INCLUDES A DESCRIPTION OF THE STANDARDIZED PROCESS AND
25	RECOMMENDATIONS DEVELOPED PURSUANT TO SUBSECTIONS (1)(a) AND
26	(2)(a) OF THIS SECTION, INCLUDING AN OVERVIEW OF THE INPUT AND
27	FEEDBACK RECEIVED FROM INTERESTED STAKEHOLDERS.

-5- 1279

1	(6) BEGINNING JANUARY 1, 2026, AND EACH JANUARY
2	THEREAFTER, THE STATE DEPARTMENT SHALL SUBMIT A REPORT TO THE
3	JOINT BUDGET COMMITTEE THAT INCLUDES THE INFORMATION COLLECTED
4	AND REPORTED PURSUANT TO SUBSECTION (1)(a) OF THIS SECTION AND
5	THE TOTAL DOLLAR AMOUNT OF COLORADO'S TANF ALLOCATION THAT
6	IS REDISTRIBUTED THROUGH THE STATE BUDGET OR OTHER PROGRAMS
7	AND SERVICES.
8	(7) Beginning January 1, 2026, and each month thereafter,
9	THE STATE DEPARTMENT SHALL PUBLISH ON THE STATE DEPARTMENT'S
10	WEBSITE IN A PUBLICLY ACCESSIBLE FORMAT THE INFORMATION
11	ACCURATELY COLLECTED AND REPORTED PURSUANT TO SUBSECTION (1)(a)
12	OF THIS SECTION AND THE TOTAL DOLLAR AMOUNT OF COLORADO'S TANF
13	ALLOCATION THAT IS REDISTRIBUTED THROUGH THE STATE BUDGET OR
14	OTHER PROGRAMS AND SERVICES.
15	(8) Beginning January 1, 2026, and each January
16	THEREAFTER, THE STATE DEPARTMENT SHALL SUBMIT THE INFORMATION
17	COLLECTED AND REPORTED PURSUANT TO SUBSECTION (1)(a) OF THIS
18	SECTION TO THE WORKS ALLOCATION COMMITTEE FOR REVIEW AND
19	IDENTIFICATION OF EXAMPLES AND BEST PRACTICES RELATED TO SERVICES
20	FUNDED WITH COLORADO'S TANF ALLOCATION.
21	(9) EACH COUNTY DEPARTMENT SHALL PROVIDE THE INFORMATION
22	REQUIRED PURSUANT TO SUBSECTIONS $(1)(a)$ AND $(2)(a)$ OF THIS SECTION
23	TO THE STATE DEPARTMENT. THE STATE DEPARTMENT SHALL PROVIDE
24	TECHNICAL ASSISTANCE TO COUNTIES THAT PROVIDE THE INFORMATION
25	REQUIRED PURSUANT TO SUBSECTIONS $(1)(a)$ AND $(2)(a)$ OF THIS SECTION.
26	SECTION 2. In Colorado Revised Statutes, 26-2-709, add (1)(f)
27	as follows:

-6- 1279

1	26-2-709. Benefits - cash assistance - programs - rules - repeal.
2	(1) Standard of need - basic cash assistance grant. (f) NO LATER THAN
3	July 1, 2026, the state department shall submit a report to the
4	JOINT BUDGET COMMITTEE THAT INCLUDES THE FOLLOWING INFORMATION
5	RELATED TO THE STANDARD OF NEED FOR ELIGIBILITY FOR BASIC CASH
6	ASSISTANCE:
7	(I) How Colorado's current eligibility for basic cash
8	ASSISTANCE COMPARES TO OTHER STATES;
9	(II) THE AMOUNT OF MONEY OTHER STATES INVEST IN THEIR
10	TANF PROGRAM;
11	(III) A LIST OF STATES THAT EXEMPLIFY HOW TO DETERMINE
12	WHETHER TO UPDATE ELIGIBILITY FOR BASIC CASH ASSISTANCE AND HOW
13	TO DO SO;
14	(IV) A PROPOSED UPDATED STANDARD OF NEED THAT REDUCES
15	EXTREME CHILD POVERTY, PROMOTES ECONOMIC MOBILITY AND
16	SELF-SUFFICIENCY, AND REFLECTS THE STATE'S CURRENT ECONOMIC
17	CONDITIONS;
18	(V) THE NUMBER OF ADDITIONAL FAMILIES THAT WOULD HAVE
19	ACCESS TO BASIC CASH ASSISTANCE BASED ON THE PROPOSED UPDATED
20	STANDARD OF NEED CREATED IN SUBSECTION $(1)(f)(IV)$ of this section;
21	AND
22	$(VI)\ Theestimatedcostoftheproposedupdatedstandard$
23	OF NEED.
24	SECTION 3. Appropriation. For the 2025-26 state fiscal year,
25	\$151,645 is appropriated to the department of human services for use by
26	the office of economic security. This appropriation is from federal
27	temporary assistance for needy families block grant funds and is based on

-7- 1279

an assumption that the office will require an additional 0.8 FTE. To implement this act, the office may use the appropriation for works program evaluation.

SECTION 4. Act subject to petition - effective date. This act takes effect at 12:01 a.m. on the day following the expiration of the ninety-day period after final adjournment of the general assembly; except that, if a referendum petition is filed pursuant to section 1 (3) of article V of the state constitution against this act or an item, section, or part of this act within such period, then the act, item, section, or part will not take effect unless approved by the people at the general election to be held in November 2026 and, in such case, will take effect on the date of the

official declaration of the vote thereon by the governor.

-8- 1279