# Second Regular Session Seventy-third General Assembly STATE OF COLORADO

## **REREVISED**

This Version Includes All Amendments Adopted in the Second House

LLS NO. 22-1035.01 Christy Chase x2008

**HOUSE BILL 22-1394** 

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Transportation & Local Government Appropriations

#### **Senate Committees**

Business, Labor, & Technology Appropriations

## A BILL FOR AN ACT

101	CONCERNING FUNDING FOR JUST TRANSITION PROGRAMS TO ASSIST
102	COMMUNITIES WITH ECONOMIC TRANSITIONS, AND, IN
103	CONNECTION THEREWITH, MAKING 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 <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

The bill transfers \$15 million from the general fund, with \$5 million allocated to the just transition cash fund and \$10 million allocated to the coal transition workforce assistance program account, and directs the department of labor and employment, through the just transition office, to expend the money for specified coal community and worker

SENATE rd Reading Unamended

> SENATE Amended 2nd Reading May 6, 2022

HOUSE 3rd Reading Unamended April 28, 2022

HOUSE Amended 2nd Reading April 27, 2022

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 statute.

Dashes through the words indicate deletions from existing statute.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 8-83-504, amend (1),
3	(4)(a), (4)(b)(II), (4)(b)(III), and (4)(b)(IV) as (4)(a) introductory portion
4	is amended by House Bill 22-1193 as follows:
5	8-83-504. Just transition cash fund - transfer from general
6	fund - transfer from account - definition - repeal. (1) There is hereby
7	created in the state treasury the just transition cash fund. The fund
8	consists of money credited to the fund in accordance with section
9	39-29-108 (2)(d) and any other money that the general assembly may
10	appropriate or transfer to the fund. The state treasurer shall credit all
11	interest and income derived from the deposit and investment of money in
12	the fund to the fund. Subject to annual appropriation by the general
13	assembly, the office may expend money from the fund and the department
14	may expend money from the coal transition workforce assistance program
15	account of the fund created in section 8-83-504.5 (1) for purposes
16	specified in this part 5, including paying for the office's direct and indirect
17	costs in administering this part 5. ANY UNEXPENDED AND UNENCUMBERED
18	MONEY IN THE FUND AT THE END OF ANY FISCAL YEAR REMAINS IN THE
19	FUND AND SHALL NOT BE CREDITED OR TRANSFERRED TO THE GENERAL
20	FUND.
21	(4) (a) (I) (A) On June 30, 2021, the state treasurer shall transfer
22	eight million dollars from the general fund to the fund.
23	(B) On the effective date of the introductory portion to this
24	subsection (4)(a), as amended MARCH 7, 2022, the state treasurer shall
25	transfer two million dollars from the account to the fund.

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1	(C) On July 1, 2022, the state treasurer shall transfer
2	FIVE MILLION DOLLARS FROM THE GENERAL FUND TO THE FUND.
3	(II) Subject to annual appropriation by the general assembly, the
4	office shall expend the money transferred to the fund pursuant to this
5	subsection (4)(a) to implement the final just transition plan for Colorado
6	prepared as required by section 8-83-503 (4) and to provide supplemental
7	funding for existing state programs that the office identifies as the most
8	effective vehicles for targeted investment in coal transition communities.
9	In providing such supplemental funding, the office shall place a heavy
10	emphasis on investment in tier one transition communities and shall
11	support programs that:
12	(I) (A) Support targeted economic development;
13	(II) (B) Assist with regional capacity for coordination of economic
14	development programs and worker assistance programs;
15	(III) (C) Support infrastructure projects and workforce
16	development programs; or
17	(IV) (D) Are consistent with the goals and strategies outlined in
18	the final just transition plan.
19	(III) FOR PURPOSES OF THE MONEY TRANSFERRED TO THE FUND
20	PURSUANT TO SUBSECTION (4)(a)(I)(C) OF THIS SECTION, THE OFFICE
21	SHALL USE THE MONEY TO SUPPORT TARGETED ECONOMIC DEVELOPMENT
22	FOR THE FOLLOWING:
23	(A) EXPANSION ASSISTANCE FOR EXISTING LOCAL BUSINESSES;
24	(B) EXPANDING PRIVATE FINANCIAL INVESTMENT; AND
25	(C) SITE SELECTOR AND TECHNICAL ASSISTANCE ENGAGEMENTS.
26	(b) In addition to the requirements set forth in subsection (4)(a) of
27	this section, the office shall expend money transferred to the fund

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1	pursuant to subsection (4)(a) of this section in accordance with the
2	following requirements and limitations:
3	(II) The office may provide for the transfer of money from the
4	fund to other state agencies only if the transfer is approved by the
5	director, the executive director of the department, the executive director
6	of the department of local affairs, and the executive director of the
7	Colorado office of economic development.
8	(III) (A) The office shall expend at least seventy percent of the
9	money TRANSFERRED TO THE FUND PURSUANT TO SUBSECTIONS
10	(4)(a)(I)(A) AND $(4)(a)(I)(B)$ OF THIS SECTION by the close of state fiscal
11	year 2021-22 and shall expend any remaining money by the close of state
12	fiscal year 2022-23 2023-24.
13	(B) THE OFFICE SHALL EXPEND THE MONEY TRANSFERRED TO THE
14	fund pursuant to subsection $(4)(a)(I)(C)$ of this section by the
15	CLOSE OF STATE FISCAL YEAR 2025-26.
16	(IV) The department is authorized to use up to five percent of the
17	money IN THE FUND to fund operational support for the office's
18	expenditure of the money, including funding for the compensation of
19	existing office employees.
20	SECTION 2. In Colorado Revised Statutes, 8-83-504.5, amend
21	(1)(a) as (1) introductory portion, (1)(a) introductory portion, and
22	(1)(a)(V) are amended by House Bill 22-1193 and as (1)(a)(VII) and
23	(1)(a)(VIII) are <b>added by House Bill 22-1193</b> ; and <b>add</b> (1)(e) and (1)(f)
24	as follows:
25	8-83-504.5. Additional coal transition workforce assistance
26	program funding - coal transition workforce assistance program
27	account. (1) (a) (I) The coal transition workforce assistance program

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1	account is hereby created in the fund.
2	(II) (A) On June 30, 2021, the state treasurer shall transfer seven
3	million dollars from the general fund to the account.
4	(B) On July 1, 2022, the state treasurer shall transfer ten
5	MILLION DOLLARS FROM THE GENERAL FUND TO THE ACCOUNT.
6	(III) Subject to annual appropriation by the general assembly, the
7	department shall expend money from the account for coal transition
8	workforce assistance programs subject to the following requirements and
9	<del>limitations:</del>
10	(a) The money must be expended for programs that directly assist
11	coal transition workers or their family members and other household
12	members, including programs that:
13	(I) (A) Establish or expand existing apprenticeship programs, the
14	training capacity of such programs, and the placement of coal transition
15	workers into such programs, prioritizing programs that are recognized as
16	registered apprenticeship programs by the department or are
17	industry-recognized apprenticeship programs that satisfy United States
18	department of labor requirements for such programs;
19	(H) (B) Aid implementation of the final just transition plan;
20	(HH) (C) Provide tuition reimbursement;
21	(IV) (D) Provide job search assistance;
22	(V) (E) Provide individualized financial and transition planning;
23	(VI) (F) Provide other services authorized by the federal
24	"Workforce Innovation and Opportunity Act", Pub.L. 113-128, such as
25	on-the-job training, subsidized employment, and other strategies that aid
26	in the implementation of individual transition plans;
27	(VII) (G) Support family members or other household members

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1	of coal transition workers; or
2	(VIII) (H) Test innovative coal transition work support programs
3	through a pilot program. The department is encouraged to limit any pilot
4	program to no more than forty total participants who are coal transition
5	workers, coal transition worker family members, coal transition worker
6	households, or a combination of coal transition workers, family members,
7	and households.
8	(IV) FOR PURPOSES OF THE MONEY TRANSFERRED TO THE
9	ACCOUNT PURSUANT TO SUBSECTION (1)(a)(II)(B) OF THIS SECTION, THE
10	OFFICE SHALL USE THE MONEY FOR THE FOLLOWING PURPOSES THAT
11	DIRECTLY ASSIST COAL TRANSITION WORKERS, THEIR FAMILY MEMBERS,
12	AND OTHER HOUSEHOLD MEMBERS, INCLUDING COAL TRANSITION
13	WORKERS, THEIR FAMILY MEMBERS, AND THEIR HOUSEHOLD MEMBERS
14	WHO ARE MEMBERS OF A DISPROPORTIONATELY IMPACTED COMMUNITY:
15	(A) TUITION ASSISTANCE AND APPRENTICESHIPS;
16	(B) EXPANDED CHILD CARE ASSISTANCE;
17	(C) CAREER PLANNING SERVICES;
18	(D) FINANCIAL COUNSELING; AND
19	(E) HOUSING ASSISTANCE.
20	(e) THE DEPARTMENT SHALL EXPEND THE MONEY TRANSFERRED
21	TO THE ACCOUNT PURSUANT TO SUBSECTION (1)(a)(II)(B) OF THIS SECTION
22	BY THE CLOSE OF STATE FISCAL YEAR 2026-27.
23	(f) ANY UNEXPENDED AND UNENCUMBERED MONEY IN THE
24	ACCOUNT AT THE END OF ANY FISCAL YEAR REMAINS IN THE ACCOUNT AND
25	SHALL NOT BE CREDITED OR TRANSFERRED TO THE GENERAL FUND.
26	SECTION 3. In Colorado Revised Statutes, amend 8-83-506 as
27	<u>follows:</u>

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1	<b>8-83-506.</b> Report - recommendations - repeal. (1) (a) No later
2	than January 1, 2024, the director shall provide written recommendations
3	to the general assembly and the governor about changes to this part 5 that
4	should be considered in order to better achieve the purposes of this part
5	<u>5.</u>
6	(2) (b) This section SUBSECTION (1) is repealed, effective
7	<u>September 1, 2025.</u>
8	(2) (a) Between September 1 and November 15, 2022, and
9	BETWEEN SEPTEMBER 1 AND NOVEMBER 15 OF EACH YEAR THEREAFTER,
10	THE DIRECTOR SHALL PRESENT A REPORT TO THE JOINT BUDGET
11	COMMITTEE OF THE GENERAL ASSEMBLY ON THE HISTORY OF
12	EXPENDITURES FROM THE FUND AND THE ACCOUNT AND THE PURPOSES
13	FOR WHICH THE MONEY IN THE FUND AND IN THE ACCOUNT HAS BEEN
14	EXPENDED OR ENCUMBERED IN THE IMMEDIATELY PRECEDING STATE
15	FISCAL YEAR, SPECIFYING THE PROGRAMS DESCRIBED IN SECTIONS
16	8-83-504 AND 8-83-504.5 FOR WHICH MONEY HAS BEEN EXPENDED,
17	ENCUMBERED, OR OTHERWISE ALLOCATED.
18	(b) Notwithstanding section 24-1-136 (11)(a)(I), the
19	REPORTING REQUIREMENT SPECIFIED IN SUBSECTION (2)(a) OF THIS
20	SECTION CONTINUES INDEFINITELY.
21	<b>SECTION</b> <u>4.</u> In Session Laws of Colorado 2021, section 4 of
22	chapter 400, (HB21-1290), <b>amend</b> (1) as follows:
23	Section 4. <b>Appropriation.</b> (1) For the 2020-21 state fiscal year,
24	\$8,000,000 is appropriated to the department of labor and employment for
25	use by the division of employment and training, just transition office. This
26	appropriation is from the just transition cash fund created in section
27	8-83-504 (1), C.R.S., and is based on an assumption that the department

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1	will require an additional 1.0 FTE. To implement this act, the department
2	may use this appropriation for the purposes specified in section 8-83-504
3	(4), C.R.S. Any money appropriated in this section not expended prior to
4	July 1, 2021, is further appropriated to the just transition office for the
5	2021-22, and 2022-23, AND 2023-24 state fiscal years for the same
6	purpose.
7	<b>SECTION</b> 5. In Session Laws of Colorado 2022, section 5 of
8	chapter 11, (HB22-1193), <b>amend</b> (3) and (4) as follows:
9	Section 5. Appropriation. (3) For the 2021-22 state fiscal year,
10	\$1,295,000 is appropriated to the department of labor and employment for
11	use by the division of employment and training. This appropriation is
12	from the just transition cash fund created in section 8-83-504 (1), C.R.S.
13	To implement this act, the division may use this appropriation for the
14	purposes specified in section 8-83-504, C.R.S. ANY MONEY
15	APPROPRIATED IN THIS SUBSECTION (3) NOT EXPENDED BEFORE JULY 1,
16	2022, is further appropriated to the department for the $2022$ - $23$
17	AND 2023-24 STATE FISCAL YEARS FOR THE SAME PURPOSE.
18	(4) For the 2022-23 state fiscal year, \$555,000 is appropriated to
19	the department of labor and employment for use by the division of
20	employment and training. This appropriation is from the just transition
21	cash fund created in section 8-83-504 (1), C.R.S. To implement this act,
22	the division may use this appropriation for the purposes specified in
23	section 8-83-504, C.R.S. ANY MONEY APPROPRIATED IN THIS SUBSECTION
24	(4) NOT EXPENDED BEFORE JULY 1, 2023, IS FURTHER APPROPRIATED TO
25	The department for the $2023-24$ state fiscal year for the same
26	PURPOSE.
27	<b>SECTION</b> <u>6.</u> <b>Appropriation.</b> (1) For the 2022-23 state fiscal

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year, \$5,000,000 is appropriated to the department of labor and employment for use by the division of employment and training. This appropriation is from the just transition cash fund created in section 8-83-504 (1), C.R.S. To implement this act, the department may use this appropriation for just transition plan implementation/coal transition community assistance as specified in section 8-83-504 (4), C.R.S. Any money appropriated in this section not expended prior to July 1, 2023, is further appropriated to the department through the 2025-26 state fiscal year for the same purpose.

(2) For the 2022-23 state fiscal year, \$10,000,000 is appropriated to the department of labor and employment for use by the division of employment and training. This appropriation is from the coal transition workforce assistance program account of the just transition cash fund created in section 8-83-504.5 (1). To implement this act, the department may use this appropriation for coal transition worker assistance as specified in section 8-83-504.5, C.R.S. Any money appropriated in this section not expended prior to July 1, 2023, is further appropriated to the department through the 2026-27 state fiscal year for the same purpose.

**SECTION** <u>7.</u> **Safety clause.** The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, or safety.

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