# Second Regular Session Seventieth General Assembly STATE OF COLORADO

## PREAMENDED

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

LLS NO. 16-0850.01 Yelana Love x2295

**HOUSE BILL 16-1288** 

**HOUSE SPONSORSHIP** 

Kraft-Tharp and Wist,

### SENATE SPONSORSHIP

Tate and Merrifield,

House Committees Business Affairs and Labor Finance **Senate Committees** 

### A BILL FOR AN ACT

101	CONCERNING THE CREATION OF AN INDUSTRY INFRASTRUCTURE
102	GRANT PROGRAM WITHIN THE STATE WORK FORCE
103	DEVELOPMENT COUNCIL, AND, IN CONNECTION THEREWITH,
104	CREATING THE INDUSTRY INFRASTRUCTURE FUND AND MAKING
105	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 <u>http://www.leg.state.co.us/billsummaries.</u>)

The bill creates the industry infrastructure grant program (program) within the state work force development council (council). The

council is required to work with an authorized entity to award grants to entities that develop and maintain industry competency standardization to support businesses in their implementation of work site training programs that are organized in conjunction with education entities.

The bill creates the industry infrastructure fund to pay for the program. The fund consists of general fund money, a donation from the authorized nonprofit entity, and any other gifts, grants, or donations that the council receives.

- 1 Be it enacted by the General Assembly of the State of Colorado:
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**SECTION 1. Legislative declaration.** (1) The general assembly finds and declares that:

- 4 (a) Consistently, across industries and businesses of all sizes, a
  5 lack of experiential learning is one of the most significant barriers to a
  6 reliable supply of skilled talent ready for high-quality careers;
- 7 (b) Colorado has a highly educated work force; however, too
  8 many of these individuals are underemployed due to a lack of on-the-job
  9 training and work experience;
- (c) To close this gap, businesses must lead the development of
  generally accepted industry-specific competencies with which education
  and training in schools, labs, and in-the-workplace learning can align;
- (d) Colorado is known nationally as a leader in public-private
  partnerships, showing that industry has acknowledged that businesses
  must play a critical role not only in determining and defining the
  competencies needed but also in providing opportunities for training in
  the workplace; and
- (e) Colorado has implemented several innovations in education
  and work force development, which provide the foundation for this work,
  and we can build upon that to integrate deep workplace training alongside
  the theories taught in the classroom.

1	SECTION 2. In Colorado Revised Statutes, add part 4 to article
2	46.3 of title 24 as follows:
3	PART 4
4	INDUSTRY INFRASTRUCTURE GRANT PROGRAM
5	<b>24-46.3-401. Definitions.</b> As used in this part 4, unless the
6	CONTEXT OTHERWISE REQUIRES:
7	(1) "AUTHORIZED NONPROFIT ENTITY" MEANS AN ENTITY THAT
8	COLLABORATES WITH THE COLORADO WORK FORCE DEVELOPMENT
9	COUNCIL TO ADMINISTER THE INDUSTRY INFRASTRUCTURE GRANT
10	PROGRAM. "AUTHORIZED NONPROFIT ENTITY" DOES NOT INCLUDE AN
11	ENTITY ORGANIZED UNDER SECTION $501(c)(4)$ of the federal income
12	TAX CODE.
13	(2) "AWARDED ENTITY" MEANS AN ENTITY THAT HAS BEEN GIVEN
14	MONEY FROM THE INDUSTRY INFRASTRUCTURE GRANT PROGRAM.
15	(3) "INDUSTRY-DEFINED COMPETENCIES" MEANS THE SPECIFIC
16	KNOWLEDGE, SKILLS, AND ABILITIES THAT INDUSTRY LEADERS,
17	INCLUDING, BUT NOT LIMITED TO, EMPLOYER ASSOCIATIONS, LABOR
18	UNIONS, OR STATE AND LOCAL LABOR FEDERATIONS HAVE COLLECTIVELY
19	IDENTIFIED AS BEING CRITICAL TO A SPECIFIC OCCUPATION OR GROUP OF
20	OCCUPATIONS EFFECTIVELY. THESE COMPETENCIES ARE BOTH
21	FOUNDATIONAL AND TASK-SPECIFIC.
22	(4) "STATE COUNCIL" MEANS THE STATE WORK FORCE
23	DEVELOPMENT COUNCIL CREATED IN SECTION 24-46.3-101.
24	24-46.3-402. Industry infrastructure grant program - creation.
25	(1) THE INDUSTRY INFRASTRUCTURE GRANT PROGRAM IS HEREBY
26	CREATED IN THE STATE COUNCIL. THE PURPOSE OF THE PROGRAM IS TO
07	

27 PARTNER WITH AUTHORIZED NONPROFIT ENTITIES TO PROVIDE MONEY TO

1 AWARDED ENTITIES THAT DEVELOP AND MAINTAIN THE INDUSTRY 2 COMPETENCY STANDARDIZATION NEEDED TO SUPPORT BUSINESSES IN 3 THEIR IMPLEMENTATION OF WORK SITE TRAINING PROGRAMS. 4 (2) AN AUTHORIZED NONPROFIT ENTITY IS ONE THAT: 5 (a) PARTNERS WITH BUSINESS ENTITIES TO ENSURE ACCESS TO 6 TRAINING OPPORTUNITIES FOR STUDENTS; 7 (b) PROVIDES SUPPORT TO INDUSTRY ASSOCIATIONS AND TRAINING 8 PARTNERS; 9 (c) FACILITATES INDUSTRY-DRIVEN TRAINING CENTERS; 10 (d)COORDINATES MULTI-INDUSTRY LEAD COMPETENCY 11 IDENTIFICATION TO INFORM THE DEVELOPMENT OF WORKPLACE LEARNING 12 CURRICULUM; 13 (e) SERVES AS A TRANSLATIONAL MEDIUM BETWEEN 14 GOVERNMENT, EDUCATION, AND BUSINESSES IN ORDER TO CREATE A 15 COMMON NOMENCLATURE; AND 16 (f) PROVIDES EVIDENCE OF A DEDICATED SOURCE OF AT LEAST 17 THREE HUNDRED THOUSAND DOLLARS TO BE USED FOR THE PURPOSES 18 LISTED IN SECTION 24-46.3-403. 19 24-46.3-403. Use of grant money. (1) AN AWARDED ENTITY MAY 20 ONLY USE GRANT MONEY TO: 21 (a) IDENTIFY INDUSTRY-SPECIFIC STANDARDS AND ASSESSMENTS 22 FOR ACCOUNTABILITY AND IMPLEMENTATION OF COMPETENCIES WITHIN 23 WORK FORCE PROGRAMS; 24 (b) IMPLEMENT INDUSTRY-DEFINED COMPETENCIES WITHIN WORK 25 FORCE PROGRAMS; 26 (c) ASSIST BUSINESSES AND INDUSTRY ASSOCIATIONS WITH HUMAN 27 RESOURCES TRAINING AND DEVELOPMENT; AND

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(d) COLLABORATE WITH ENTITIES TO FACILITATE TRAINING AND
 EDUCATION BETWEEN THE CLASSROOM AND BUSINESSES.

24-46.3-404. Industry infrastructure fund - creation. (1) THE
INDUSTRY INFRASTRUCTURE FUND, REFERRED TO IN THIS SECTION AS THE
"FUND", IS HEREBY CREATED IN THE STATE TREASURY. THE FUND
CONSISTS OF GIFTS, GRANTS, AND DONATIONS TO THE FUND AND ANY
OTHER MONEY THAT THE GENERAL ASSEMBLY MAY APPROPRIATE OR
TRANSFER TO THE FUND.

9 (2) THE STATE TREASURER SHALL CREDIT ALL INTEREST AND
10 INCOME DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE
11 FUND TO THE FUND.

12 (3) STATE MONEY IN THE FUND IS CONTINUOUSLY APPROPRIATED
13 TO THE STATE COUNCIL TO ADMINISTER THE INDUSTRY INFRASTRUCTURE
14 GRANT PROGRAM.

15 (4) THE STATE TREASURER SHALL TRANSFER ALL UNEXPENDED
16 AND UNENCUMBERED STATE MONEY IN THE FUND ON JULY 1, 2019, TO THE
17 GENERAL FUND.

18 24-46.3-405. Reporting. (1) ON OR BEFORE JANUARY 1, 2017,
19 AND ON OR BEFORE JANUARY 1 OF THE NEXT THREE YEARS THEREAFTER,
20 THE STATE COUNCIL SHALL PREPARE A REPORT ON THE GRANT PROGRAM
21 THAT INCLUDES INFORMATION ON:

- 22 (a) THE AUTHORIZED NONPROFIT ENTITY, IF ANY;
- 23 (b) INDUSTRY SECTORS IDENTIFIED;

24 (c) A LIST OF COMPETENCIES IN EACH SECTOR; AND

25 (d) ANY OTHER MEASURABLE OUTCOMES THE STATE COUNCIL
26 DEEMS APPROPRIATE. THE STATE COUNCIL SHALL INCLUDE THE REPORT IN
27 THE ANNUAL COLORADO TALENT REPORT, DESCRIBED IN SECTION

1 24-46.3-103 (3) (a).

2 24-46.3-406. Applicability of other laws. NOTWITHSTANDING 3 ANY OTHER LAW TO THE CONTRARY, THE WORK FORCE DEVELOPMENT 4 COUNCIL AND THE EXPENDITURE OF MONEY PURSUANT TO THIS PART 4 IS 5 NOT SUBJECT TO THE PROVISIONS OF THE "PROCUREMENT CODE", 6 ARTICLES 101 TO 112 OF THIS TITLE. 7 **24-46.3-407. Repeal.** This part 4 is repealed, effective July 8 1,2021. 9 SECTION 3. In Colorado Revised Statutes, 24-46.3-103, amend 10 (3) (a) (VI) and (3) (a) (VII); and **add** (3) (a) (VIII) as follows: 11 24-46.3-103. Key industries talent pipeline working group. 12 (3) (a) In doing the work specified in subsection (2) of this section, the 13 state council, in partnership with the department of higher education, the 14 department of education, the department of labor and employment, and 15 the Colorado office of economic development, shall coordinate the 16 production of an annual Colorado talent report. In preparing the annual 17 Colorado talent report, the state council, the departments, and the office 18 may use previously collected data and are not required to collect new data 19 for the purposes of the report. The talent report shall: 20 (VI) Include recommendations related to advancing talent pipeline 21 and career pathways development; and 22 (VII) Include recommendations regarding the alignment and 23 consistency of data nomenclature, collection practices, and data-sharing; 24 AND 25 (VIII) INCLUDE THE REPORT REGARDING THE INDUSTRY 26 INFRASTRUCTURE GRANT PROGRAM, PREPARED AS REQUIRED BY SECTION 27 24-46.3-405.

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1 SECTION 4. Appropriation. For the 2016-17 state fiscal year 2 and the subsequent two fiscal years, if the state work force development 3 council within the department of labor and employment receives at least 4 \$300,000 from an authorized nonprofit entity by July 1 of the fiscal year, 5 the state treasurer shall make a one-time transfer of \$500,000 to the 6 industry infrastructure fund. This appropriation is from the general fund. 7 **SECTION 5.** Act subject to petition - effective date. This act 8 takes effect at 12:01 a.m. on the day following the expiration of the 9 ninety-day period after final adjournment of the general assembly (August 10 10, 2016, if adjournment sine die is on May 11, 2016); except that, if a 11 referendum petition is filed pursuant to section 1 (3) of article V of the 12 state constitution against this act or an item, section, or part of this act 13 within such period, then the act, item, section, or part will not take effect 14 unless approved by the people at the general election to be held in 15 November 2016 and, in such case, will take effect on the date of the

16 official declaration of the vote thereon by the governor.