Second Regular Session Sixty-seventh General Assembly STATE OF COLORADO

PREAMENDED

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

LLS NO. 10-0457.01 Brita Darling

SENATE BILL 10-039

SENATE SPONSORSHIP

Carroll M., Heath, Hudak, Shaffer B., Tochtrop, Williams

HOUSE SPONSORSHIP

Gagliardi, Fischer, Kefalas

Senate Committees

House Committees

Education Appropriations

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A BILL FOR AN ACT

CONCERNING SCHOLARSHIPS FOR JOB TRAINING.

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://www.leg.state.co.us/billsummaries.)

Section 1 of the bill creates the Colorado job retraining scholarship program (scholarship program), implemented and administered through collegeinvest in the department of higher education. Through the scholarship program, collegeinvest will award scholarships to persons who have been determined eligible to receive unemployment insurance benefits on or after July 1, 2008, by the department of labor and employment and who are pursuing job training or education programs that

meet the goal of the scholarship program to assist persons to achieve gainful employment, including self-employment, in a recognized occupation or a high-need employment area.

The collegeinvest board of directors (board) shall adopt policies to implement and administer the scholarship program.

A scholarship recipient may use the scholarship toward a skilled trades apprenticeship program and to attend courses and programs at institutions of higher education, including public universities, community colleges, junior colleges, public occupational education, and nonpublic institutions of higher education.

Collegeinvest shall annually award and pay \$1 million in scholarships pursuant to the 3-year scholarship program. Scholarships shall not be funded from general fund appropriations.

The board shall report to the general assembly in 2011, 2012, and 2013 concerning the scholarships awarded.

The Colorado job retraining scholarship program is repealed, effective July 1, 2013.

Section 2 of the bill amends the teach Colorado grant initiative by creating a fund for the grant initiative.

Section 3 of the bill transfers \$500,000 annually, commencing in the 2010-11 fiscal year, from the collegeinvest fund to the teach Colorado grant initiative fund for appropriation to the department of higher education for the implementation of the teach Colorado grant initiative.

Section 4 of the bill appropriates \$500,000 from the teach Colorado grant initiative fund to the department of higher education for purposes of implementing the teach Colorado grant initiative.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** Part 2 of article 3.1 of title 23, Colorado Revised 3 Statutes, is amended BY THE ADDITION OF A NEW SECTION to 4 read: 5 23-3.1-206.6. Scholarships for education and job retraining -6 <u>legislative declaration - administration - repeal.</u> (1) (a) THE GENERAL 7 ASSEMBLY FINDS AND DECLARES THAT: 8 (I) A NUMBER OF COLORADANS HAVE RECENTLY EXPERIENCED 9 LOSS OF EMPLOYMENT AS A RESULT OF A SIGNIFICANT DOWNTURN IN THE 10 ECONOMY AND A CONTRACTION IN THE JOB MARKET. AS A RESULT, MANY

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1	COLORADANS HAVE APPLIED FOR UNEMPLOYMENT INSURANCE BENEFITS
2	AND ARE LOOKING FOR WORK.
3	(II) SOME UNEMPLOYED COLORADANS WILL BE UNABLE TO FIND
4	WORK IN THEIR CURRENT FIELD OR WITH THEIR CURRENT LEVEL OF
5	EDUCATION OR TRAINING.
6	(III) THE GENERAL ASSEMBLY THEREFORE FINDS AND DECLARES
7	THAT IT IS APPROPRIATE TO USE COLORADO COLLEGEINVEST SCHOLARSHIP
8	TRUST FUND MONEYS PURSUANT TO SECTION 23-3.1-206.9 (5), TO AWARD
9	SCHOLARSHIPS TO PERSONS WHO ARE RECEIVING UNEMPLOYMENT
10	INSURANCE BENEFITS FROM THE DEPARTMENT OF LABOR AND
11	EMPLOYMENT TO ASSIST THESE PERSONS IN OBTAINING THE ADDITIONAL
12	JOB RETRAINING OR EDUCATION NECESSARY TO BE REEMPLOYED.
13	(2) As used in this section, "institution of higher
14	EDUCATION" MEANS:
15	(a) A STATE INSTITUTION OF HIGHER EDUCATION AS DEFINED IN
16	<u>SECTION 23-18-102 (10);</u>
17	(b) A JUNIOR COLLEGE THAT IS PART OF A JUNIOR COLLEGE
18	DISTRICT ORGANIZED PURSUANT TO ARTICLE 71 OF THIS TITLE; AND
19	(c) A NONPUBLIC INSTITUTION OF HIGHER EDUCATION AS DEFINED
20	<u>IN SECTION 23-3.7-102 (3).</u>
21	(3) (a) There is hereby created the Colorado Job
22	RETRAINING SCHOLARSHIP PROGRAM, REFERRED TO IN THIS SECTION AS
23	THE "SCHOLARSHIP PROGRAM", FOR THE PURPOSE OF PROVIDING JOB
24	TRAINING AND RETRAINING OPPORTUNITIES AND INCREASED ACCESS TO
25	HIGHER EDUCATION FOR INDIVIDUALS WHO ARE UNEMPLOYED.
26	(b) The authority shall implement and administer the
27	SCHOLARSHIR DROCDAM SUBJECT TO THE ADDROVAL OF THE EXECUTIVE

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1	DIRECTOR, THE BOARD SHALL ADOPT ANY POLICIES NECESSARY TO
2	IMPLEMENT THE SCHOLARSHIP PROGRAM. THE BOARD SHALL ENSURE
3	THAT THE POLICIES ADOPTED BY THE BOARD DO NOT POSE SIGNIFICANT
4	BARRIERS TO PARTICIPATION FOR APPLICANTS OR ADD INEFFICIENT
5	ADMINISTRATIVE BURDENS FOR THE AUTHORITY OR PARTICIPATING
6	INSTITUTIONS OF HIGHER EDUCATION.
7	(c) The authority shall review each scholarship
8	APPLICATION WHEN RECEIVED, APPLYING THE FOLLOWING ELIGIBILITY
9	<u>CRITERIA:</u>
10	(I) At any time on or after July 1, 2008, the department of
11	LABOR AND EMPLOYMENT HAS DETERMINED THE APPLICANT FOR THE
12	SCHOLARSHIP PROGRAM TO BE ELIGIBLE TO RECEIVE UNEMPLOYMENT
13	BENEFITS PURSUANT TO THE "COLORADO EMPLOYMENT SECURITY ACT".
14	ARTICLES 70 TO 82 OF TITLE 8, C.R.S.; AND
15	(II) THE APPLICANT CERTIFIES THAT THE JOB TRAINING OR
16	EDUCATION COURSES OR PROGRAM FOR WHICH THE APPLICANT SEEKS A
17	SCHOLARSHIP WILL ASSIST THE APPLICANT TO ACHIEVE GAINFUL
18	EMPLOYMENT, INCLUDING SELF-EMPLOYMENT, IN A RECOGNIZED
19	OCCUPATION OR A HIGH-NEED EMPLOYMENT AREA.
20	(4) A PERSON WHO RECEIVES A SCHOLARSHIP AWARDED PURSUANT
21	TO THIS SECTION MAY APPLY THE SCHOLARSHIP TO A SKILLED TRADES
22	APPRENTICESHIP PROGRAM, ONE OR MORE HIGHER EDUCATION COURSES.
23	OR A CERTIFICATE OR DEGREE PROGRAM AT AN INSTITUTION OF HIGHER
24	EDUCATION.
25	(5) THE AUTHORITY SHALL ANNUALLY AWARD AND PAY ONE
26	MILLION DOLLARS IN SCHOLARSHIPS PURSUANT TO THIS SECTION FROM
27	MONEYS IN THE COLORADO COLLEGEINVEST SCHOLARSHIP TRUST FUND.

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1	THE AUTHORITY SHALL NOT USE GENERAL FUND APPROPRIATIONS TO PAY
2	SCHOLARSHIPS AWARDED PURSUANT TO THIS SECTION. IF ANY PORTION OF
3	THE ONE MILLION DOLLARS IN ANNUAL SCHOLARSHIP PROGRAM MONEYS
4	REMAINS UNCOMMITTED AT THE END OF A FISCAL YEAR, SAID AMOUNT
5	SHALL BE TRANSFERRED, PURSUANT TO THE PROVISIONS OF SECTION
6	23-3.1-206.9 (5), TO THE TEACH COLORADO GRANT INITIATIVE FUND
7	CREATED IN SECTION 23-3.3-901.
8	(6) On or before February 1, 2011, and on or before
9	FEBRUARY 1 EACH YEAR THEREAFTER, THE AUTHORITY SHALL REPORT TO
10	THE EDUCATION COMMITTEES OF THE SENATE AND THE HOUSE OF
11	REPRESENTATIVES, OR ANY SUCCESSOR COMMITTEES, CONCERNING THE
12	STATUS OF THE SCHOLARSHIP PROGRAM. THE REPORT SHALL INCLUDE,
13	BUT NEED NOT BE LIMITED TO, THE AMOUNT OF MONEY AVAILABLE TO
14	AWARD SCHOLARSHIPS, THE AMOUNT OF MONEY ANNUALLY SPENT IN
15	ADMINISTERING THE SCHOLARSHIP PROGRAM, THE TOTAL AMOUNT
16	AWARDED IN SCHOLARSHIPS, THE AVERAGE SCHOLARSHIP AWARD
17	AMOUNT, THE NUMBER OF STUDENTS PARTICIPATING IN THE SCHOLARSHIP
18	PROGRAM, AND A GENERAL DESCRIPTION OF THE PARTICIPANTS' CAREER
19	<u>GOALS.</u>
20	(7) This section is repealed, effective July 1, 2013.
21	SECTION 2. 23-3.1-206.9 (4), Colorado Revised Statutes, is
22	amended, and the said 23-3.1-206.9 is further amended BY THE
23	ADDITION OF A NEW SUBSECTION, to read:
24	23-3.1-206.9. Colorado collegeinvest scholarship program -
25	administration - fund - policies - repeal. (4) On or before February 1
26	of each year, the board AUTHORITY shall report to the education
2.7	committees of the senate and the house of representatives, or any

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1	successor committees, on the status of the Colorado confegenivest
2	scholarship program. The report shall include, but need not be limited to,
3	the financial status of the Colorado collegeinvest scholarship trust fund,
4	the amount of money annually spent on administration, the average
5	scholarship award amount, and the number of students participating in the
6	Colorado collegeinvest scholarship program.
7	(5) (a) NOTWITHSTANDING ANY PROVISIONS OF SUBSECTION (2) OF
8	THIS SECTION TO THE CONTRARY, BEGINNING IN THE 2010-11 FISCAL YEAR
9	AND CONTINUING THROUGH THE 2012-13 FISCAL YEAR, THE AUTHORITY
10	SHALL ANNUALLY USE ONE MILLION DOLLARS OF THE MONEYS IN THE
11	COLORADO COLLEGEINVEST SCHOLARSHIP TRUST FUND CREATED IN
12	SUBSECTION (2) OF THIS SECTION, OTHER THAN MONEYS APPROPRIATED
13	FROM THE GENERAL FUND, TO ADMINISTER THE COLORADO JOB
14	RETRAINING SCHOLARSHIP PROGRAM CREATED IN SECTION 23-3.1-206.6
15	AND TO AWARD SCHOLARSHIPS PURSUANT TO THAT PROGRAM.
16	(b) Any portion of the one million dollars in annual
17	COLORADO JOB RETRAINING SCHOLARSHIP PROGRAM MONEYS THAT
18	REMAINS UNCOMMITTED AT THE END OF EACH FISCAL YEAR SHALL BE
19	TRANSFERRED TO THE TEACH COLORADO GRANT INITIATIVE FUND
20	CREATED IN SECTION 23-3.3-901 TO IMPLEMENT THE TEACH COLORADO
21	<u>GRANT INITIATIVE.</u>
22	(c) This subsection (5) is repealed, effective July 1, 2013.
23	SECTION 3. 23-3.1-206 (1) (x) and (1) (y), Colorado Revised
24	Statutes, are amended, and the said 23-3.1-206 (1) is further amended BY
25	THE ADDITION OF A NEW PARAGRAPH, to read:
26	23-3.1-206. General powers and duties of the authority -
27	repeal. (1) In addition to any other powers and duties specifically

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I	granted to the authority in this part 2, the authority has the following
2	powers:
3	(x) To organize entities pursuant to title 7, C.R.S., and transfer
4	funds to the entities for the purpose of investing the moneys in the
5	Colorado collegeinvest scholarship trust fund and any other trusts and
6	funds under the authority's control; and
7	(y) To develop and administer loan forgiveness programs,
8	including those established under article 3.6 of this title; AND
9	(z) (I) TO IMPLEMENT AND ADMINISTER THE COLORADO JOB
10	RETRAINING SCHOLARSHIP PROGRAM CREATED IN SECTION 23-3.1-206.6.
11	(II) This paragraph (z) is repealed, effective July 1, 2013.
12	SECTION 4. 23-3.3-901 (7), Colorado Revised Statutes, is
13	amended to read:
14	23-3.3-901. Teach Colorado grant initiative created - award
15	of grants - legislative declaration - fund. (7) (a) In addition to any
16	general funds appropriated by the general assembly to the department for
17	the implementation of the teach Colorado grant initiative, The department
18	is authorized to seek and accept gifts, grants, and donations from private
19	and public sources for the implementation of the teach Colorado grant
20	initiative; EXCEPT THAT THE DEPARTMENT MAY NOT ACCEPT A GIFT,
21	GRANT, OR DONATION THAT IS SUBJECT TO CONDITIONS THAT ARE
22	INCONSISTENT WITH THIS SECTION OR ANY OTHER LAW OF THE STATE. THE
23	DEPARTMENT SHALL TRANSFER ALL MONEYS RECEIVED THROUGH GIFTS,
24	GRANTS, OR DONATIONS TO THE STATE TREASURER, WHO SHALL CREDIT
25	THE SAME TO THE TEACH COLORADO GRANT INITIATIVE FUND CREATED IN
26	PARAGRAPH (b) OF THIS SUBSECTION (7).
77	(h) (I) There is hedery operated in the state treasury the

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1	TEACH COLORADO GRANT INITIATIVE FUND, REFERRED TO IN THIS
2	SUBSECTION (7) AS THE "FUND". THE FUND SHALL CONSIST OF MONEYS
3	CREDITED TO THE FUND PURSUANT TO PARAGRAPH (a) OF THIS SUBSECTION
4	(7), MONEYS TRANSFERRED TO THE FUND PURSUANT TO SECTION
5	23-3.1-206.9 (5), AND SUCH ADDITIONAL MONEYS AS THE GENERAL
6	ASSEMBLY MAY APPROPRIATE TO THE FUND. THE MONEYS IN THE FUND
7	SHALL BE SUBJECT TO ANNUAL APPROPRIATION BY THE GENERAL
8	ASSEMBLY TO THE DEPARTMENT FOR THE DIRECT AND INDIRECT COSTS
9	ASSOCIATED WITH IMPLEMENTING THIS SECTION; EXCEPT THAT ANY
10	MONEYS TRANSFERRED TO THE FUND PURSUANT TO SECTION 23-3.1-206.9
11	(5) ARE CONTINUOUSLY APPROPRIATED TO THE DEPARTMENT FOR THE
12	DIRECT AND INDIRECT COSTS ASSOCIATED WITH IMPLEMENTING THIS
13	SECTION.
14	(II) ANY MONEYS IN THE FUND NOT EXPENDED FOR THE PURPOSE
15	OF THIS SECTION MAY BE INVESTED BY THE STATE TREASURER AS
16	PROVIDED BY LAW. ALL INTEREST AND INCOME DERIVED FROM THE
17	INVESTMENT AND DEPOSIT OF MONEYS IN THE FUND SHALL BE CREDITED
18	TO THE FUND.
19	(III) ANY UNEXPENDED AND UNENCUMBERED MONEYS REMAINING
20	IN THE FUND AT THE END OF A FISCAL YEAR SHALL REMAIN IN THE FUND
21	AND SHALL NOT BE CREDITED OR TRANSFERRED TO THE GENERAL FUND OR
22	ANOTHER FUND.
23	SECTION 5. Safety clause. The general assembly hereby finds.
24	determines, and declares that this act is necessary for the immediate
25	preservation of the public peace, health, and safety.

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