# Second Regular Session Sixty-eighth General Assembly STATE OF COLORADO

### PREAMENDED

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

LLS NO. 12-0489.02 Christy Chase x2008

HOUSE BILL 12-1272

#### **HOUSE SPONSORSHIP**

**Duran and Ramirez,** Fields, Tyler, Casso, Ferrandino, Hullinghorst, Miklosi, Singer, Solano, Soper, Vigil

### SENATE SPONSORSHIP

(None),

House Committees

**Senate Committees** 

### Economic and Business Development Finance Appropriations

# A BILL FOR AN ACT

101 CONCERNING CONTINUATION OF ENHANCED UNEMPLOYMENT
 102 INSURANCE BENEFITS FOR UNEMPLOYED INDIVIDUALS
 103 PARTICIPATING IN APPROVED TRAINING PROGRAMS.

#### **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.)

The bill extends the availability of enhanced unemployment insurance benefits through June 30, 2014, for an eligible claimant participating in an approved training program targeted at training the claimant for a high-demand occupation. The department of labor and employment is authorized to obligate up to \$8 million during the 2012-13 and 2013-14 fiscal years to pay enhanced unemployment compensation benefits to eligible claimants during that period.

Eligible claimants would include, in addition to those receiving regular unemployment insurance benefits, those receiving extended unemployment insurance benefits or benefits under a military or federal claim. Additionally, the bill expands the types of approved training programs to include employer-based and entrepreneurial training programs and expands the list of training program providers to include employers and entities that provide apprenticeship or entrepreneurial training.

1 Be it enacted by the General Assembly of the State of Colorado: 2 SECTION 1. In Colorado Revised Statutes, 8-73-114, amend (1), 3 (2), (3) (b), (4) (b), (5), (6), (8), and (9) as follows: 4 8-73-114. Enhanced unemployment insurance compensation 5 benefits - eligibility - approved training programs - amount of benefits - outreach - notice of funding through gifts, grants, and 6 7 donations - repeal. (1) Enhanced unemployment insurance 8 compensation benefits are available for an ELIGIBLE unemployment 9 insurance claimant on a regular state unemployment claim who is enrolled 10 ENGAGED in and making satisfactory progress, as certified by the training 11 program provider, in an approved training program.

12 (2) An approved training program shall MUST prepare the eligible 13 unemployment insurance claimant for entry into a high-demand 14 occupation. an occupation that leads to stable, long-term employment, or 15 an occupation in the renewable energy industry. The director of the 16 division shall identify such THESE occupations based upon the 17 recommendations of local work force investment boards, working with 18 the section of the division DEPARTMENT responsible for labor market 19 information.

(3) (b) THE DIVISION SHALL NOT PAY enhanced unemployment
 insurance compensation benefits shall not be paid pursuant to this section
 after June 30, 2012 2014.

4 (4) (b) (I) The division shall develop and improve outreach efforts 5 to unemployed workers, and particularly traditionally underserved 6 populations, to inform them of the availability of enhanced 7 unemployment insurance compensation benefits under this section. 8 Subject to appropriation by the general assembly pursuant to section 9 8-77-107, the division is authorized to expend up to five hundred 10 thousand dollars in the federal unemployment trust fund received 11 pursuant to the federal "American Recovery and Reinvestment Act of 12 2009" and section 903(g) of the federal "Social Security Act" to cover its 13 administrative costs related to its outreach efforts.

14 (II) THE DIVISION MAY SEEK, ACCEPT, AND EXPEND GIFTS, GRANTS, 15 AND DONATIONS FROM PRIVATE OR PUBLIC SOURCES, CONSISTENT WITH 16 SECTION 8-71-102, TO COVER ITS ADMINISTRATIVE COSTS RELATED TO ITS 17 OUTREACH EFFORTS AND THE IMPLEMENTATION OF THIS SECTION. THE 18 DIVISION SHALL NOT ACCEPT A GIFT, GRANT, OR DONATION IF IT IS SUBJECT 19 TO CONDITIONS THAT ARE INCONSISTENT WITH THIS SECTION OR ANY 20 OTHER LAW OF THE STATE. ANY MONEYS GIVEN, GRANTED, OR DONATED 21 TO THE DIVISION PURSUANT TO THIS SUBPARAGRAPH (II) ARE SUBJECT TO 22 ANNUAL APPROPRIATION BY THE GENERAL ASSEMBLY TO THE DIVISION FOR 23 THE DIRECT AND INDIRECT COSTS ASSOCIATED WITH IMPLEMENTING THIS 24 SECTION.

(III) (A) THE DIVISION SHALL NOTIFY THE LEGISLATIVE COUNCIL
STAFF WHEN IT HAS RECEIVED ADEQUATE FUNDING THROUGH GIFTS,
GRANTS, OR DONATIONS TO IMPLEMENT THIS SECTION AND SHALL INCLUDE

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IN THE NOTIFICATION THE INFORMATION SPECIFIED IN SECTION 24-75-1303
 (3), C.R.S.

3 (B) THIS SUBPARAGRAPH (III) IS REPEALED, EFFECTIVE JULY 1,
4 2015.

The division is authorized to MAY pay enhanced 5 (5) 6 unemployment insurance compensation benefits pursuant to this section 7 but may SHALL not obligate expenditures beyond the limits specified in 8 this section or as otherwise established by the general assembly. For the 9 2009-10, 2010-11, and 2011-12 fiscal years, the director of the division 10 may obligate a total of fifteen million dollars to be expended over those 11 three fiscal years. FOR THE 2012-13 AND 2013-14 FISCAL YEARS, THE 12 DIRECTOR MAY OBLIGATE A TOTAL OF EIGHT MILLION DOLLARS TO BE 13 EXPENDED TO PAY ENHANCED UNEMPLOYMENT COMPENSATION BENEFITS 14 DURING THOSE TWO FISCAL YEARS.

15 (6) By December 31, 2009, and by each December 31 thereafter 16 until December 31, <del>2011</del> 2013, the division shall submit a report to the 17 joint budget committee, the ECONOMIC AND business affairs and labor 18 DEVELOPMENT committee of the house of representatives, and the 19 business, labor, and technology committee of the senate, or their 20 successor committees, regarding the status of the enhanced 21 unemployment insurance compensation benefits program and the 22 resulting outcomes. The report shall include at least the following:

(a) A demographic analysis of participants in the enhanced
unemployment insurance compensation benefits program under this
section, including the number of claimants per North American industry
classification system code and the gender, race, age, and geographic
representation of participants;

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(b) The duration of the enhanced unemployment insurance
 compensation benefits claimed per eligible unemployment insurance
 claimant;

4 (c) An analysis of the training provided to participants, including
5 the occupational category supported by the training, those participants
6 who completed training in relationship to those that do not complete
7 training, and the reasons for noncompletion of approved training
8 programs;

9 (d) The employment and wage history of participants, including 10 the pre-training and post-training wage and whether those participating 11 in training return to their previous employer or occupation after training; 12 (e) An identification and analysis of administrative costs at both 13 the local and state level for administering the enhanced unemployment 14 insurance compensation benefits program A RETURN ON INVESTMENT 15 CALCULATION TO DETERMINE THE BENEFITS AND FISCAL CONTRIBUTION OF 16 UNEMPLOYMENT INSURANCE CLAIMANTS PARTICIPATING IN THE PROGRAM 17 WHO BECOME EMPLOYED. EMPLOYERS PARTICIPATING IN THE PROGRAM 18 SHALL PROVIDE THE DEPARTMENT INFORMATION ON PERMANENT HIRES OF 19 PROGRAM PARTICIPANTS, AS WELL AS FEEDBACK ON PROGRAM VALUE AND 20 ISSUES, FOR USE BY THE DEPARTMENT IN CALCULATING THE RETURN ON 21 INVESTMENT. 22 (8) As used in this section:

- (a) (I) "Approved training program" means a vocational training,
  or registered apprenticeship, EMPLOYER-BASED, OR ENTREPRENEURIAL
  TRAINING program, approved by the director of the division that:
  - 26 (A) Is targeted to training for a high-demand occupation, an
     27 occupation that would be more stable and long term for the

unemployment insurance claimant, or an occupation in the renewable
 energy industry BASED ON LABOR MARKET INFORMATION; and

3 (B) Is likely to enhance the unemployment insurance claimant's
4 marketable skills and earning power.

5 (II) "APPROVED TRAINING PROGRAM" INCLUDES
6 ENTREPRENEURIAL TRAINING APPROVED BY THE DIRECTOR AS PART OF THE
7 SELF-EMPLOYMENT ASSISTANCE PROGRAM CREATED IN ARTICLE 75.5 OF
8 THIS TITLE.

9 (II) (III) "Approved training program" does not include any course
10 of education primarily intended to meet the requirements of an associate,
11 baccalaureate, or higher degree, unless the training meets specific
12 requirements for certification, licensing, or specific skills necessary for
13 the occupation.

14 (b) "DIRECTOR" MEANS THE DIRECTOR OF THE DIVISION OR HIS OR
15 HER DESIGNEE.

(b) (c) "Eligible unemployment insurance claimant" means an
unemployment insurance claimant on a regular OR EXTENDED BENEFITS
state unemployment claim OR A MILITARY OR FEDERAL CLAIM who is
receiving benefits pursuant to section 8-73-108 and is eligible for
enhanced unemployment insurance compensation benefits pursuant to this
section.

(c) (d) "Enhanced unemployment insurance compensation
 benefits" means additional benefits paid to an eligible unemployment
 insurance claimant in accordance with this section.

(d) (e) "Training program provider" means a postsecondary
 educational institution, including an institution of higher education, a
 community or technical college, and an occupational education program,

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providing a AN EMPLOYER, OR ANY OTHER ENTITY THAT PROVIDES AN 1 2 APPRENTICESHIP OR ENTREPRENEURIAL training program approved by the 3 division or authorized under the federal "Workforce Investment Act of 4 1998", 29 U.S.C. sec. 2801 et seq., as amended. 5 (9) This section is repealed, effective July 1, <del>2012</del> 2014. **SECTION 2. Effective date.** This act takes effect July 1, 2012. 6 7 SECTION 3. Safety clause. The general assembly hereby finds, 8 determines, and declares that this act is necessary for the immediate 9 preservation of the public peace, health, and safety.