Second Regular Session Sixty-eighth General Assembly STATE OF COLORADO

REENGROSSED

This Version Includes All Amendments Adopted in the House of Introduction HOUSE BILL 12-1120

LLS NO. 12-0516.01 Christy Chase x2008

HOUSE SPONSORSHIP

Swerdfeger, Brown, Duran, Liston, Massey, Pabon, Pace, Williams A.

Tochtrop,

SENATE SPONSORSHIP

House Committees Economic and Business Development **Senate Committees**

A BILL FOR AN ACT

101	CONCERNING	THE	CREATION	OF	THE	DIVISION	OF	UNEMPLOYMEN	Т

102 INSURANCE IN THE DEPARTMENT OF LABOR AND EMPLOYMENT

103 TO ADMINISTER THE UNEMPLOYMENT INSURANCE PROGRAM.

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 division of employment and training (E&T division) in the department of labor and employment (department) is currently tasked with administering both the unemployment compensation program and the work force development program within the department. The bill

HOUSE 3rd Reading Unam ended February 15, 2012

> ended 2nd Reading Febmary 14 , 2012

Am

HOUSE

creates a new division of unemployment insurance (UI division) within the department and tasks the UI division with administering the unemployment compensation program. The E&T division is relocated to a new article in the statutes and is tasked with administering the work force development program.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 24-1-121, amend (3)
3	introductory portion and (3) (b); and add (3) (g) as follows:
4	24-1-121. Department of labor and employment - creation.
5	(3) The department of labor and employment shall consist CONSISTS of
6	the following divisions:
7	(b) The division of employment and training, the head of which
8	shall be IS the director of the division of employment and training. Said
9	THE division, created by article 71 83 of title 8, C.R.S., and the director
10	thereof OF THE DIVISION shall exercise their powers, duties, and functions
11	under the department of labor and employment as if transferred by a type
12	2 transfer.
13	(g) THE DIVISION OF UNEMPLOYMENT INSURANCE, THE HEAD OF
14	WHICH IS THE DIRECTOR OF THE DIVISION OF UNEMPLOYMENT INSURANCE.
15	The division, created in article 71 of title 8, C.R.S., and the
16	DIRECTOR OF THE DIVISION SHALL EXERCISE THEIR POWERS, DUTIES, AND
17	FUNCTIONS UNDER THE DEPARTMENT OF LABOR AND EMPLOYMENT AS IF
18	TRANSFERRED BY A TYPE 2 TRANSFER.
19	SECTION 2. In Colorado Revised Statutes, 8-70-103, amend (8)
20	as follows:
21	8-70-103. Definitions. As used in articles 70 to 82 of this title,
22	unless the context otherwise requires:
23	(8) "Division" means the division of employment and training

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1 UNEMPLOYMENT INSURANCE.

2 SECTION 3. In Colorado Revised Statutes, amend 8-71-101 as
3 follows:

8-71-101. Division of unemployment insurance created director. There is hereby created a division of employment and training
UNEMPLOYMENT INSURANCE within the department of labor and
employment, the head of which shall be IS the director of the division. of
employment and training. Whenever any law of this state refers to the
division of employment, said law shall be deemed to refer to the division
of employment and training.

SECTION 4. In Colorado Revised Statutes, amend 8-71-102 as
follows:

13 8-71-102. Powers, duties, and functions - acceptance of 14 **moneys.** (1) The functions of the division of employment and training 15 shall comprise all administrative functions of the state in relation to the 16 administration of articles 70 to 82 of this title. The DIRECTOR OF THE 17 DIVISION SHALL PERFORM THE powers, duties, and functions of the 18 director of the division prescribed under articles 70 to 82 of this title 19 including rule-making, regulation, licensing, promulgation of rules, rates, 20 regulations, and standards, and the rendering of findings, orders, and 21 adjudications, shall be performed under the direction and supervision of 22 the executive director of the department of labor and employment, as 23 prescribed by section 24-1-105 (4), C.R.S. ANY VACANCY IN THE OFFICE 24 OF DIRECTOR OF THE DIVISION SHALL BE FILLED IN THE MANNER PROVIDED 25 BY LAW.

26 (2) The division may accept and expend moneys from gifts,27 grants, donations, and other nongovernmental contributions for the

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1 purposes for which the division is authorized.

2 SECTION 5. In Colorado Revised Statutes, amend 8-71-103 as
3 follows:

8-71-103. Organization of division. (1) There shall be in the
division the unemployment compensation section and the employment
service section. The unemployment compensation and employment
service sections shall be coordinate sections of the administrative
organization.

9 (2) (a) The unemployment compensation section of the division 10 shall constitute CONSTITUTES an enterprise for purposes of section 20 of 11 article X of the state constitution, as long as the unemployment 12 compensation section DIVISION retains authority to issue revenue bonds 13 and the section DIVISION receives less than ten percent of its total annual 14 revenues in grants, as defined in section 24-77-102 (7), C.R.S., from all 15 Colorado state and local governments combined. For as long as it 16 constitutes an enterprise pursuant to this section, the unemployment 17 compensation section of the division shall IS not be subject to section 20 18 of article X of the state constitution.

19 (b) (I) Except as provided in subparagraph (II) of this paragraph 20 (b), the enterprise established pursuant to this subsection (2) shall have 21 HAS all the powers and duties authorized by articles 70 to 82 of this title 22 pertaining to unemployment INSURANCE AND UNEMPLOYMENT 23 compensation. The enterprise is not authorized to perform those powers 24 and duties granted to the employment service section of the division 25 pursuant to section 8-71-106, and the department's powers and duties 26 under the "Colorado Work Force Investment Act", part 2 of this article. (II) The employment support fund established in section 8-77-109 27

(1) shall not be included in or administered by the enterprise established
 pursuant to this subsection (2).

3 (c) Nothing in this subsection (2) shall be construed to limit
4 LIMITS or restrict RESTRICTS the authority of the unemployment
5 compensation section DIVISION to expend its revenues consistent with the
6 provisions of articles 70 to 82 of this title.

(d) Subject to approval by the general assembly, either by bill or
by joint resolution, and after approval by the governor pursuant to section
39 of article V of the state constitution, the unemployment compensation
section DIVISION is hereby authorized to issue revenue bonds for the
expenses of the section DIVISION, secured by any revenues of the section
DIVISION.

13 SECTION 6. In Colorado Revised Statutes, add with amended
14 and relocated provisions article 83 to title 8 as follows:

15 **ARTICLE 83** 16 **Work Force Development** 17 PART 1 18 DIVISION OF EMPLOYMENT 19 AND TRAINING 20 **8-83-101. Definitions.** As used in this article, unless the 21 CONTEXT OTHERWISE REQUIRES: 22 (1) "DEPARTMENT" MEANS THE DEPARTMENT OF LABOR AND 23 EMPLOYMENT CREATED IN SECTION 24-1-121, C.R.S. 24 (2) "DIRECTOR" MEANS THE DIRECTOR OF THE DIVISION. 25 (3) "DIVISION" MEANS THE DIVISION OF EMPLOYMENT AND 26 TRAINING IN THE DEPARTMENT. 27 8-83-102. Division of employment and training created -

director. THERE IS HEREBY CREATED A DIVISION OF EMPLOYMENT AND
 TRAINING WITHIN THE DEPARTMENT OF LABOR AND EMPLOYMENT, THE
 HEAD OF WHICH IS THE DIRECTOR OF THE DIVISION OF EMPLOYMENT AND
 TRAINING.

5 8-83-103. Powers, duties, and functions - acceptance of 6 moneys. (1) THE FUNCTIONS OF THE DIVISION COMPRISE ALL 7 ADMINISTRATIVE FUNCTIONS OF THE STATE IN RELATION TO THE 8 ADMINISTRATION OF THIS ARTICLE. THE DIRECTOR SHALL PERFORM HIS OR 9 HER POWERS, DUTIES, AND FUNCTIONS PRESCRIBED UNDER THIS ARTICLE 10 UNDER THE DIRECTION AND SUPERVISION OF THE EXECUTIVE DIRECTOR OF 11 THE DEPARTMENT, AS PRESCRIBED BY SECTION 24-1-105 (4), C.R.S. ANY 12 VACANCY IN THE OFFICE OF DIRECTOR SHALL BE FILLED IN THE MANNER 13 PROVIDED BY LAW.

14 (2) THE DIVISION MAY ACCEPT AND EXPEND MONEYS FROM GIFTS,
15 GRANTS, DONATIONS, AND OTHER NONGOVERNMENTAL CONTRIBUTIONS
16 FOR THE PURPOSES FOR WHICH THE DIVISION IS AUTHORIZED.

17 8-83-104. [Formerly 8-71-106] State employment service. 18 (1) The Colorado state employment service is established AS A SECTION 19 in the division. of employment and training as a section thereof. The 20 division, through such THE section, shall establish and maintain free 21 public employment offices in such THE number and in such places 22 LOCATIONS as may be necessary for the proper administration of articles 23 70 to 82 of this title ARTICLE and for the purposes of performing such THE 24 duties as THAT are within the purview of the act of congress entitled "An 25 Act To provide for the establishment of a national employment system 26 and for cooperation with the States in the promotion of such system, and 27 for other purposes.", approved June 6, 1933 (48 Stat. 113; 29 U.S.C. sec.

49 (c)), as amended, H is the duty of AND REFERRED TO IN THIS SECTION
 AS THE FEDERAL ACT.

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(2) The division to SHALL:

4 (a) Cooperate with any official or agency of the United States
5 having powers or duties under the provisions of the said FEDERAL act, of
6 congress, as amended, or under such other FEDERAL acts of congress as
7 may be created for similar purposes; to

8 (b) Cooperate with or enter into agreements with the railroad 9 retirement board with respect to the establishment, maintenance, and use 10 of free employment service facilities; and to do and

(c) Perform all things ACTS necessary to secure to this state the
benefits of the said FEDERAL act, of congress, as amended, in the
promotion and maintenance of a system of public employment offices.

14 (3) The STATE ACCEPTS THE provisions of the said FEDERAL act, of congress, as amended, are accepted by this state in conformity with 15 16 section 4 of said THE FEDERAL act, and this state will observe and comply 17 with the requirements thereof OF THE FEDERAL ACT. The Colorado 18 division of employment is designated AS the agency of this state for the 19 purposes of said THE FEDERAL act. The division is directed to SHALL 20 appoint such officers and employees of the Colorado state employment 21 service as necessary for the proper administration of articles 70 to 82 of 22 this title ARTICLE.

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(2) Repealed.

8-83-105. Personnel. SUBJECT TO OTHER PROVISIONS OF THIS
ARTICLE AND THE STATE PERSONNEL SYSTEM REGULATIONS, THE DIVISION
IS AUTHORIZED TO APPOINT, FIX THE COMPENSATION, AND PRESCRIBE THE
DUTIES AND POWERS OF SUCH OFFICERS, ACCOUNTANTS, ATTORNEYS,

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1 EXPERTS, AND OTHER PERSONS AS MAY BE NECESSARY IN THE 2 PERFORMANCE OF ITS DUTIES. THE DIVISION MAY DELEGATE TO ANY 3 PERSON SO APPOINTED SUCH POWER AS IT DEEMS REASONABLE AND 4 PROPER FOR THE EFFECTIVE ADMINISTRATION OF THIS ARTICLE. IN ITS 5 DISCRETION, THE DIVISION MAY BOND ANY PERSON HANDLING MONEYS OR 6 SIGNING CHECKS UNDER THIS ARTICLE. 7 PART 2 8 WORK FORCE INVESTMENT ACT 9 8-83-201. [Formerly 8-71-201] Short title. This part 2 shall be 10 known and may be cited as the "Colorado Work Force Investment Act". 11 8-83-202. [Formerly 8-71-202] Legislative declaration. (1) The 12 general assembly hereby finds and declares that: 13 (a) Passage of the federal "Workforce Investment Act of 1998", 14 29 U.S.C. sec. 2801 et seq., gives the state a unique opportunity to 15 develop a work force program and employment system designed to meet 16 the needs of employers, job seekers, and those who want to further their 17 careers; 18 The federal act requires that training and employment (b) 19 programs be designed and managed at the local government level, where 20 the needs of businesses and individuals are best understood; 21 (c) The federal act requires the involvement of business, both to 22 provide information and leadership and to play an active role in ensuring 23 that the system prepares people for current and future jobs; 24 (d) Passage of the federal act provided local governments with the 25 control and flexibility to carry out the federal act's purposes, subject to the 26 final authority and approval of the governor; and 27 (e) Therefore, it is in the state's best interest to adopt the Colorado

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- 1 work force investment program set forth in this part 2.
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(2) The general assembly recommends that:

3 (a) To the extent possible, counties or multi-county areas integrate
4 their work force investment program sources of funding to maximize the
5 resources available at the local level to provide the services authorized
6 under this part 2; and

(b) As the responsibility for implementing work force programs
continues to be devolved to local governments, Title I moneys identified
for state administration of programs implemented at the local level be as
specified in Title I of the federal "Workforce Investment Act of 1998".

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8-83-203. [Formerly 8-71-203] Definitions. As used in this part2, unless the context otherwise requires:

(1) "Colorado work force investment program" or "work force
investment program" means the program of work force development
created in this part 2.

(2) "Consortium local elected officials board" means the local
elected officials appointed by each local work force investment board in
the consortium work force investment area to serve as the local elected
official for a consortium work force investment area.

(3) "Consortium work force investment area" or "consortium area"
means an area designated by the governor as a federal work force
investment area. The consortium work force investment area may contain
one or more local work force investment areas.

(4) "Consortium work force investment board" or "consortium
board" means the work force board appointed by the consortium local
elected officials board. The consortium work force investment board
serves, on behalf of the local work force boards in the consortium area,

as the local work force investment board for specific functions under the
 federal act.

3 (5) "Department" means the department of labor and employment
4 created in section 24-1-121, C.R.S., or any other state agency specified
5 by the governor through executive order or otherwise.

6 (6) "Designated work force investment area" means a county or 7 group of counties that have banded together through an intergovernmental 8 agreement to provide a work force investment program and that is 9 designated by the governor as a federal work force investment area. A 10 designated work force investment area is not the same as the consortium 11 work force investment area.

12 (7) "Designated work force investment board" means the local
13 work force investment board for a federally designated work force
14 investment area.

15 (8) "Federal act" means Title I of the federal "Workforce
16 Investment Act of 1998", 29 U.S.C. sec. 2801 et seq.

17 (9) "Local elected officials" means the boards of county
18 commissioners of the county or counties operating work force investment
19 programs; except that, in the case of a city and county, "local elected
20 officials" means the mayor.

(10) "Local plan" means a plan, developed and executed by a local
work force investment board, that outlines the functions and
responsibilities for delivery of services within a work force investment
area.

(11) "Local work force investment board" means the work force
board of a local work force investment area within a consortium work
force investment area.

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(12) "National program grant" means a grant under subtitle D of
 Title I. of the federal act.

3 (13) "One-stop operator" means the entity selected by a work
4 force board, with concurrence by the local elected officials, to operate the
5 one-stop career center in a local area.

6 (14) "One-stop partner" means a person or organization described
7 in section 8-71-216 8-83-216.

8 (15) "State council" means the state work force development
9 council created in section 24-46.3-101, C.R.S.

(16) "State plan" means a plan, developed by the governor with
the assistance of the state council and based upon local plans, for the
delivery of services statewide under the federal act.

(17) "Title I" means Title I of the federal act.

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14 (18) "Title I moneys" means moneys distributed pursuant to Title15 I.

16 (19) "Wagner-Peyser Act" means the federal "Wagner-Peyser
17 Act", 29 U.S.C. sec. 49a et seq.

(20) "Wagner-Peyser funds" means federal moneys received by
the Colorado department of labor and employment pursuant to the
"Wagner-Peyser Act". and Title III of the federal act.

(21) "Work force board" means either the designated work force
investment board or a local work force investment board.

23 (22) "Work force investment area" means either the designated
24 work force investment area or a local work force investment area.

8-83-204. [Formerly 8-71-204] Work force investment
program - legislative declaration - purposes. (1) The general assembly
finds, determines, and declares that this part 2 is adopted pursuant to the

requirements of the federal "Workforce Investment Act of 1998", and is
 intended to comply with the federal act's express requirements for
 participants in the operation of work force investment programs.

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(2) The purposes of this part 2 are to:

(a) Establish a central, coordinated delivery system at the local or
regional level through which any citizen may look for a job, explore work
preparation and career development services, and access a range of
employment, training, and occupational education programs offering their
services through local or regional work force investment programs;

10 (b) Develop strategies and policies that encourage job training,
11 education and literacy, and vocational programs;

(c) Consolidate and coordinate programs and services to ensure
a more streamlined and flexible work force development system at the
local or regional level;

15 (d) Establish single contact points for employers; and

(e) Allow counties increased responsibility for the administrationof the work force investment program.

18 **8-83-205.** [Formerly 8-71-205] Work force investment 19 program - creation - administration. (1) Under authority of the 20 governor, the department shall cooperate with the state council to help 21 establish and operate a network of work force investment areas as set 22 forth in this part 2.

(2) Work force investment areas may be established at a county
level or at a multi-county level through intergovernmental agreements
reached by the applicable local elected officials of the work force
investment area and subject to approval by the governor.

(3) Local elected officials shall govern the operation of work

1 force investment areas with policy guidance from work force boards 2 appointed by the local elected officials. At the option of the local elected 3 officials and the work force board, work force investment programs may 4 be operated by a county, the department, other governmental agencies, 5 nonprofit or not-for-profit organizations, or private entities; except that 6 Wagner-Peyser funds shall not be used to award contracts to nonprofit or 7 not-for-profit organizations or private entities. Any AN entity that applies 8 to become a work force program operator and is not selected may appeal 9 such THE decision through any available appeal process of the applicable 10 local governmental entity.

11 (4) If federal or state financial support for the provision of 12 employment and training services is eliminated or is reduced by an 13 amount that is considered substantial by the local elected officials, the 14 local elected officials shall ARE not be required to continue funding or 15 operating work force investment programs.

16 (5) The state council shall ensure that a work force investment 17 area may function as a federally designated work force investment area 18 in applying for available national program grants under the federal act. 19 Each work force board may apply for a grant for its own area in the 20 manner it deems most appropriate. A work force board may apply for a 21 grant for its own area and receive any corresponding moneys awarded 22 exclusively or may apply through other means and with other work force 23 areas. Any grant moneys awarded to a work force investment area shall 24 be a direct pass-through from the federal government to the applicable 25 work force investment area or areas.

26 (6) Any A work force investment area created pursuant to this part
 27 2 shall be IS authorized by the governor to operate with the same authority

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and functions as if the area were a federally designated work force
 investment area.

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8-83-206. [Formerly 8-71-206] Local elected officials - function

4 - authority. The local elected officials shall maintain a strong role in all 5 phases and levels of implementation of the federal act. The local elected 6 officials in agreement with the work force board, of a work force 7 investment area, shall be IN AGREEMENT WITH THE WORK FORCE BOARD, 8 ARE authorized to award contracts for the administration, implementation, 9 or operation of any aspect of the work force investment program to any 10 appropriate public, private, or nonprofit entity in accordance with 11 applicable county regulations and federal law; except that Wagner-Peyser 12 funds shall not be used to award contracts to private or nonprofit entities.

8-83-207. [Formerly 8-71-207] Designated work force
investment boards - consortium work force investment boards - local
work force investment boards - authority - functions. (1) Designated
work force investment boards shall be ARE subject to this part 2 and the
federal act. Designated work force investment boards operate for a
federally designated work force investment area.

(2) (a) The consortium work force investment board shall delegate
to the local work force investment boards the functions and requirements
specified in this part 2 and in the federal act for work force boards.
Subject to the limits specified in this part 2, the consortium board
operates as the local work force investment board for the federally
designated consortium work force investment area.

(b) The consortium local elected officials board functions only as
the local elected official for the consortium work force investment board.
The consortium local elected officials board performs only those

1 specified functions authorized in section 8-71-214 8-83-214.

2 (3) Local work force investment boards operate as the work force 3 boards for the local work force investment areas operating within the 4 consortium work force investment area and as further specified in section 5 8-71-213 8-83-213. To the extent possible, local work force investment 6 boards shall be ARE subject to the requirements contained in this part 2 7 and the federal act. If a local work force investment board finds that 8 compliance with any such requirement is not practicable, the work force 9 board shall include in its local plan a description of the requirement and 10 an explanation of why compliance is impracticable. Requirements that 11 may be so described and explained include but are not limited to, work 12 force board membership requirements as specified in section 8-71-210 13 8-83-210, youth council membership requirements listed in section 14 8-71-212 8-83-212, and requirements for partners described in section 15 8-71-216 8-83-216. Although each local work force investment board has 16 such discretion, it nevertheless shall be IS subject to the outcome and 17 performance measures required by the federal act and as negotiated with 18 the consortium work force investment board in approving the local plan. 19 Each local work force investment board shall be required to meet the 20 intent and purposes of this part 2 and the federal act.

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8-83-208. [Formerly 8-71-208] Implementation - local plans. (1) (a) The Colorado work force investment program shall be administered according to the state five-year plan prepared in accordance with the local plans created pursuant to this section. Each designated work force investment area shall submit a plan that meets the

requirements of subsection (2) of this section to the governor for
approval.

1 (b) The consortium work force investment board shall develop a 2 local plan that shall consist CONSISTS of a compilation of local plans 3 submitted by each local work force investment board. The consortium 4 work force investment board shall ensure that the local plan for the 5 consortium area, in total, meets the requirements specified in subsection 6 (2) of this section and shall submit such plan to the governor for approval. 7 Local work force investment boards within the consortium work force 8 investment area shall submit local plans to the consortium work force 9 investment board for approval.

10 (2) Local plans for work force investment areas. Subject to the
approval of, and in partnership with, the local elected officials, each work
force board shall develop a comprehensive five-year local plan. The plan
shall include:

14 (a) A description of:

(I) The work force development needs of businesses, job seekers,and workers in the area;

17 (II) The current and projected employment opportunities in the18 area; and

(III) The job skills necessary to obtain such employmentopportunities;

(b) A description of the work force investment program to beestablished in the work force investment area, including:

(I) How the work force board will ensure the continuous
improvement of eligible providers of services through the system and
ensure that such providers meet the employment needs of local employers
and participants;

27 (II) A copy of each memorandum of understanding between the

work force board and each of the federally required one-stop partners
 concerning the operation of the work force investment program in the
 local area; and

4 (III) A description of the local levels of performance negotiated
5 with the governor and local elected officials, for the purpose of measuring
6 the performance of the local area and to be used by the work force board
7 for measuring the performance of the local fiscal agent, if designated,
8 eligible providers, and the work force investment program in the local
9 area;

10 (c) A description and assessment of the type and availability of
11 adult and dislocated worker employment and training activities in the
12 local area;

(d) A description of how the work force board will coordinate
work force investment activities carried out in the area with statewide
rapid response activities, as appropriate;

(e) A description and assessment of the type and availability of
youth activities in the area, including an identification of successful
providers of such activities;

(f) A description of the process used by the work force board to
provide an opportunity for public comment, including comment by
representatives of businesses and labor organizations, where applicable,
and input into the development of the local plan prior to BEFORE
submission of the plan;

(g) Identification of the entity responsible for the disbursal of Title
I moneys described in section 8-71-219 8-83-221 as determined by the
local elected officials or the governor pursuant to said section;

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(h) A description of the competitive process to be used to award

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the grants and contracts in the work force investment area for activities
 implemented pursuant to this part 2; and

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(i) Such other information as the governor may require.

4 (3) **Process.** Prior to the date the work force board submits a local
5 plan under this section, the work force board shall:

6 (a) Make available copies of the local plan to the public through
7 such means as public hearings and local news media including, where
8 feasible, the internet;

9 (b) Allow members of the work force board and members of the 10 public, including representatives of business and labor organizations, to 11 submit comments on the proposed plan to the work force board beginning 12 on the date on which the proposed local plan is made available and 13 continuing for a period of thirty days; and

(c) Include with the local plan submitted to the governor underthis section any such comments that represent disagreement with the plan.

(4) Plan submission and approval. A local plan submitted to the
governor under this section shall be IS considered to be approved by the
governor at the end of the ninety-day period that shall begin BEGINS on
the day the governor receives the plan, unless the governor makes a
written determination during the ninety-day period that:

(a) Deficiencies in activities carried out under this part 2 have
been identified, and the area has not made acceptable progress in
implementing corrective measures to address the deficiencies; or

(b) The plan does not comply with requirements under the federalact.

8-83-209. [Formerly 8-71-209] State work force investment
plan. (1) In accordance with the federal act, the governor shall submit to

the federal government a state plan that outlines a five-year strategy for the Colorado work force investment program that meets the requirements of the federal act. In addition to the plan requirements specified in subsection (2) of this section, the state plan shall MUST be based upon and consistent with the local plans submitted to the governor pursuant to section 8-71-208 8-83-208.

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(2) **Content.** The state plan shall MUST include:

8 (a) A description of the state council, including how the state 9 council collaborated in the development of the state plan and a 10 description of how the state council will continue to collaborate in 11 carrying out the functions of the state council specified in section 12 8-71-222 8-83-224;

- (b) A description of state-imposed requirements for the Colorado
 work force investment program;
- 15 (c) A description of the performance accountability standards thatapply to work force activities;
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(d) Information describing:

- (I) The needs of the state with regard to current and projectedemployment opportunities, by occupation;
- 20 (II) The job skills necessary to obtain such employment 21 opportunities;
- (III) The skills and economic needs of the state's existing workforce; and
- (IV) The type and availability of work force activities in the state;
 (e) An identification of the work force investment areas in the
 state, designated work force investment areas, the consortium work force
 investment area, and the local work force investment areas in the

1	consortium area, which shall include INCLUDING a description of the
2	process used for the designation of such areas;
3	(f) Identification of the criteria to be used by local elected officials
4	for the appointment of members of work force boards;
5	(g) The detailed plans required under the federal "Wagner-Peyser
6	Act"; 29 U.S.C. sec. 49a et seq.;
7	(h) A description of the procedures that will be taken by the state
8	to assure coordination of and avoid duplication among:
9	(I) Work force investment activities authorized pursuant to the
10	federal act and this part 2;
11	(II) Additional federal programs authorized to be included in work
12	force systems;
13	(i) A description of the common data collection and reporting
14	processes used for the programs and activities described in paragraph (h)
15	of this subsection (2);
16	(j) A description of the process used by the state, consistent with
17	the process for local plans specified in section $\frac{8-71-208(3)}{8-83-208(3)}$,
18	to provide an opportunity for public comment, including comment by
19	representatives of businesses and representatives of labor organizations,
20	and input into development of the plan prior to BEFORE submission of the
21	plan;
22	(k) Information identifying how the state will use Title I moneys
23	the state receives under the federal act to leverage other federal, state,
24	local, and private resources in order to maximize the effectiveness of such
25	resources and to expand the participation of business, employees, and
26	individuals in the Colorado work force investment program;
27	(l) Assurances that the state will continue to provide, in

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accordance with federal requirements for fiscal control, accounting
 procedures that may be necessary to ensure the proper disbursement of,
 and accounting for, Title I moneys paid by the federal government to the
 state and allocated to the work force investment areas;

5 (m) A description of the methods and factors the state will use in 6 distributing Title I moneys to local areas for youth activities and adult 7 employment and training activities, in accordance with the provisions of 8 section 8-71-221 8-83-223;

9 (n) A description of how the state consulted with the local elected 10 officials in work force investment areas throughout the state in 11 determining such money distribution, in accordance with the provisions 12 of section 8-71-221 8-83-223;

(o) A description of the formula for the allocation of Title I
moneys to work force investment areas for dislocated worker employment
and training activities, in accordance with the provisions of section
8-71-221 8-83-223;

(p) Information specifying the actions that constitute a conflict of
interest prohibited in the state as set forth for members of the state council
described in section 24-46.3-101, C.R.S., or members of work force
boards;

(q) A description of the strategy of the state for assisting local
governments in the development and implementation of a fully
operational work force investment program in the state;

(r) A description of the appeals process allowing a county or
group of counties that requests but is not granted authority to form a work
force investment area to submit an appeal of such decision to the state
council;

1 (s) A description of the competitive process to be used by the state 2 to award grants and contracts in the state for activities carried out by the 3 state under this part 2; and

4 (t) A description of the employment and training activities and 5 youth activities provided by work force investment areas.

6 (3) The state plan shall MUST also include, to the extent 7 practicable, how the state will pursue coordination and integration with 8 other applicable federal and state programs in work force investment 9 areas.

10 8-83-210. [Formerly 8-71-210] Work force boards -11 membership. (1) There shall be established, in each work force 12 investment area of the state, a work force board, which shall be appointed 13 by the local elected officials of the work force investment area SHALL 14 APPOINT to oversee the one-stop career center or work force investment 15 program in that county or area. Work force boards operate in partnership 16 with and subject to the approval of the local elected officials for the work 17 force investment area. Such boards are authorized to operate only with the 18 approval of the local elected officials. Subject to requirements under the 19 federal act, the LOCAL ELECTED OFFICIALS SHALL DETERMINE THE 20 membership and functions of the boards. shall be determined by the local 21 elected officials.

22 (2) Membership of each such board shall MUST include, at a 23 minimum:

24 (a) Representatives of business in the work force investment area 25 who are owners of businesses, who represent businesses with 26 employment opportunities that reflect the employment opportunities of 27 the local area, and who are appointed from among individuals nominated

- 1 by local business organizations and business trade associations;
- (b) Representatives of local educational entities, which may
 include public schools, boards of cooperative educational services,
 private occupational schools, and private or charter schools;
- 5 (c) Representatives of organized labor for those work force
 6 investment areas that have organized labor organizations;
- 7 (d) Representatives of community-based organizations, at least
 8 one of whom may represent the needs of persons with disabilities;
- 9 (e) Representatives of economic development agencies, including
 10 private sector economic development entities; and
- (f) Representatives of each of the work force partners for the workforce investment area.
- (3) Members of the work force board who represent organizations,
 agencies, or other entities shall MUST be individuals with optimum
 policy-making authority within such organizations, agencies, or entities.
- 16 (4) A majority of the members of each work force board shall
 17 MUST be the business representatives specified in paragraph (a) of
 18 subsection (2) of this section.
- 19 (5) Each work force board shall elect a chairperson for the board
 20 from among the business representatives specified in paragraph (a) of
 21 subsection (2) of this section.
- 8-83-211. [Formerly 8-71-211] Functions of work force
 boards. (1) Each work force board shall, in partnership with and subject
 to the approval of the local elected officials for the work force investment
 area, conduct the following functions:
- 26 (a) Develop the local plan;
- 27
- (b) Designate, certify, and oversee work force investment

1 programs;

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- 2 (c) Select one-stop operators to operate the one-stop career center
 3 in a local area;
 - (d) Authorize grants for youth services;
- 5 (e) Identify eligible providers of intensive services, if one-stop
 6 operators do not provide such services, and training services;
- 7 (f) Develop and enter into memorandums of understanding with
 8 work force partners specified in section 8-71-216 (1) 8-83-216 (1);
- 9 (g) Develop a budget for the purpose of carrying out the duties of
 10 the work force board;
 - (h) Negotiate local performance measures;
- (i) Oversee and assist in statewide employment statistics systems;
 (j) Coordinate and develop employer linkages with work force
 investment activities carried out in the local area, including coordination
 of economic development strategies; and
- (k) Promote participation of private employers with the work
 force investment program while ensuring the effective provision, through
 the work force system, of connecting, brokering, and coaching activities
 through intermediaries such as the one-stop operator in the local area or
 through other organizations to assist such employers in meeting their
 hiring needs.
- (2) The work force board shall not provide training services;
 except that the governor may waive this prohibition annually if the work
 force board is a qualified provider of training that is in demand and in
 short supply for that county or area.
- 26 (3) Work force boards are authorized to operate only with the27 approval of the local elected officials and governor.

1 8-83-212. [Formerly 8-71-212] Youth council. (1) Each work 2 force board shall establish, as a subgroup within the work force board, a 3 youth council. The WORK FORCE BOARD SHALL APPOINT THE youth council 4 shall be appointed by the work force board with the cooperation and 5 approval of the local elected officials. Members of the youth council who 6 are not members of the work force board shall be ARE voting members of 7 the youth council but ARE not voting members of the work force board. 8 (2) **Membership**. Membership of the youth council shall MUST be 9 as required under the federal act and shall MUST include: 10 (a) Members of the work force board with a special interest or 11 expertise in youth policy; 12 (b) Representatives of youth service agencies, including juvenile 13 justice and local law enforcement agencies, and representatives of local 14 public housing authorities; 15 (c) Parents of eligible youth seeking assistance under the youth grant provisions of the federal act that may include parents representing 16 17 issues affecting youth with disabilities; 18 (d) Individuals, including former participants and representatives 19 or organizations, that have experience relating to youth activities; 20 (e) Representatives of the federal job corps if represented in the 21 local area: and 22 (f) Other individuals as the board, in cooperation with and with 23 the approval of the local elected officials, determine to be appropriate. 24 (3) **Duties.** The youth council shall perform the following duties 25 as specified in the federal act: 26 (a) Develop the portion of the local plan relating to eligible youth, 27 as determined by the chairperson of the work force board;

(b) Subject to the approval of the work force board and consistent
 with section 123 of the federal act, recommend eligible providers of youth
 activities to be awarded grants or contracts on a competitive basis by the
 board to carry out youth activities;

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(c) Conduct performance oversight of eligible providers of youth activities in the local area;

7 (d) Coordinate youth activities authorized under section 129 of the
8 federal act in the local area; and

9 (e) Other duties determined to be appropriate by the chairperson10 of the work force board.

11 8-83-213. [Formerly 8-71-213] Consortium work force 12 investment board. (1) There shall be established THE CONSORTIUM 13 LOCAL ELECTED OFFICIALS BOARD in the A consortium work force 14 investment area the SHALL ESTABLISH AND APPOINT A consortium work 15 force investment board. which shall be appointed by the consortium local 16 elected officials board. At a minimum, the membership of the consortium 17 board shall MUST consist of representatives who are members of local 18 work force investment boards. The consortium board shall meet the 19 membership requirements under the federal act for a work force board for 20 each local work force investment area of the consortium; except that 21 members, as appropriate, may represent more than one entity specified by 22 the federal act for the purpose of meeting local work force investment 23 board membership requirements. The consortium board shall develop its 24 own operational procedures.

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(2) Functions of consortium board - delegation to local boards.

Unless otherwise specified in this section and subject to federal law, the

27 consortium board shall delegate to the local work force investment boards

in the consortium area such local work force investment board authority
and functions specified under this part 2 and the federal act. Authority
and functions of the consortium board shall be ARE limited to the
following:

- 5 (a) Meeting the federal membership requirements for a designated
 6 work force investment board for the local work force investment areas;
- 7 (b) Negotiating with, and approving local plans submitted by,8 local work force investment boards;

9 (c) Compiling and consolidating each approved local plan of the 10 consortium area into one local plan for the consortium area and ensuring 11 that such THE plan meets the requirements under the federal act for a local 12 plan;

- (d) Submitting such THE local plan to the governor for approval;
 (e) Negotiating with the governor for performance standards for
 the consortium area;
- (f) Making recommendations to the governor concerning
 procedures to temporarily replace or correct a local work force investment
 area that is out of compliance with its local plan, as appropriate;

(g) Facilitating and coordinating local work force investment areagrant applications, as appropriate;

(h) Ensuring that any grant moneys awarded to a local work force
investment area or areas shall be ARE a direct pass-through from the
federal government to the eligible local work force investment area or
areas;

(i) Establishing, as a subgroup within the consortium board, a
youth council appointed by the consortium board in cooperation with the
consortium local elected officials board. Establishment of a consortium

1 youth council shall serve to MUST meet the federal act requirements for 2 youth council membership. The consortium youth council shall review 3 and comment, as appropriate, upon that portion of the local plan relating 4 to eligible youth and shall submit such THE plan to the consortium work 5 force INVESTMENT board. Subject to federal law, the consortium board 6 shall delegate to the local work force investment boards in the consortium 7 area duties and functions specified in the federal act and in section 8 8-71-212 8-83-212 concerning youth councils.

9 (j) Subject to federal law, delegating to the local work force 10 investment boards in the consortium area duties and functions specified 11 in the federal act and in sections 8-71-216 8-83-216 and 8-71-217 12 8-83-217 outlining requirements for one-stop partners and the 13 memorandum of understanding between work force boards and one-stop 14 partners.

15 (3) Local work force investment boards. (a) To the extent 16 possible and as outlined in the applicable local plan, each local work 17 force investment board shall function as set forth in the federal act. In 18 carrying out its duties, the local work force investment board shall operate 19 in partnership with, and subject to the approval of, the local elected 20 officials for the designated work force investment area.

(b) Membership. Notwithstanding section 8-71-210(3) 8-83-210
(3), THE LOCAL ELECTED OFFICIALS SHALL APPOINT members of each local
work force investment board. shall be appointed by the local elected
officials. Membership, to the extent possible, shall MUST meet the
requirements of the federal act.

(c) Functions. Notwithstanding section 8-71-211 8-83-211, at a
 minimum, functions of the local work force investment board shall MUST

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1 be as set forth in this part 2 and the federal act. In addition, each local2 work force investment board shall:

3 (I) Upon the approval of and in partnership with the local elected 4 officials, develop a comprehensive five-year local plan for its local work 5 force investment area and shall submit such THE local plan for approval 6 to the consortium work force investment board. Such THE plan shall 7 MUST include a description of those requirements under the federal act 8 that the local work force investment board determines cannot be 9 reasonably met while still fulfilling the intent and purposes of the federal 10 act.

(II) Apply for federal grants. Each local work force investment board may apply for national program grants on behalf of the area or in partnership with any other work force investment area. Any national program grant moneys awarded to a local work force investment area shall be ARE a direct pass-through from the federal government to the applicable work force investment area or areas.

(III) To the extent possible and as outlined in the local plan, with
the agreement of the local elected officials and notwithstanding the
provisions of sections 8-71-216 8-83-216 and 8-71-217 8-83-217,
designate or certify the one-stop partners and develop and negotiate the
memorandum of understanding as set forth in sections 8-71-216 8-83-216
and 8-71-217 8-83-217;

(IV) Establish, as a subgroup within the local work force
investment board, a youth council to be appointed by the work force
board in cooperation with the local elected officials. To the extent
possible and as outlined in the local plan, the youth council's membership
and functions shall MUST be as set forth in the federal act and section

 $1 \qquad \frac{8-71-212}{8} 8-83-212.$

2 (V) Oversee the one-stop system in the local work force3 investment area.

4 8-83-214. [Formerly 8-71-214] Consortium local elected 5 officials board. (1) In order to satisfy requirements under the federal act 6 for the role of local elected officials in a work force area, there shall be 7 a consortium local elected officials board for the LOCAL consortium local 8 work force investment board. The consortium local elected officials board 9 shall consist CONSISTS of one local elected official appointed by each 10 local work force investment area in the consortium. Membership shall be 11 IS for a term of two years, which term may be renewable.

(2) Functions of the consortium local elected officials board shall
be ARE to appoint members to the consortium work force investment
board and ensure that the consortium work force investment board meets
federal requirements for membership and delegate fiscal responsibility
and contractual responsibility to the local elected officials of local work
force investment areas. The consortium local elected officials board shall
develop its own operational procedures.

8-83-215. [Formerly 8-71-215] Designation of work force
investment areas. (1) Subject to section 116(a) of chapter 2 of the
federal act concerning designation of work force areas, any current or
previously recognized service delivery area operating before the effective
date of the federal act AUGUST 7, 1998, may automatically be designated
as a work force investment area.

(2) If an area does not qualify for automatic designation, on an
annual basis any county or group of counties may petition the governor
to form a new work force investment area.

1 (3) Subject to the governor's approval, counties may choose, 2 through intergovernmental agreements, to band together to form a work 3 force investment area for an area consisting of more than one county or 4 may choose to operate a work force investment area as a single county. It is recommended that, If the proposed work force investment area meets 5 6 the minimum federal requirements for an area as set forth in the federal 7 act, the governor SHOULD not unreasonably withhold approval of the work 8 force investment area.

9 (4) (a) The governor may authorize and approve as a federally
10 designated work force investment area any area that applies and qualifies
11 as specified in subsection (1) of this section.

(b) Automatic designation as a designated work force investment
area shall be granted to any unit of local government with a population of
five hundred thousand or more.

15 (c) Automatic temporary designation as a designated work force 16 investment area shall be granted to any unit or units of local government 17 with a total population of two hundred thousand or more that constituted 18 a service delivery area before the effective date of the federal act AUGUST 19 7, 1998, and that requests such designation. Temporary designation shall 20 be IS for a period of not more than two years; except that the period may 21 be extended until the end of the period covered by the five-year plan if the 22 work force investment area has substantially met the local performance 23 measures and sustained the fiscal integrity of its Title I funds MONEYS.

(5) (a) The governor shall designate an additional federally
designated work force investment area for the state, specified as the
"consortium of local work force investment areas", which shall consist
CONSISTS of all approved local work force investment areas. Any current

or previously recognized service delivery area operating after the effective date of the federal act AUGUST 7, 1998, may enter into or withdraw from the consortium of local work force investment areas. Such decision shall be allowed on an annual basis, with notice to be given by February 1, for any designation to go into effect for the subsequent program year by July 1 of the same year.

7 (b) Any approved local work force investment area in the 8 consortium work force investment area shall operate with the same 9 authority as, and function as if it were, a federally designated work force 10 investment area.

11 8-83-216. [Formerly 8-71-216] Required and optional partners 12 of work force boards. (1) Required partners. Each work force board, 13 with the agreement of the local elected officials, is authorized to 14 designate or certify the following partners for purposes of participating 15 in the delivery of services for the one-stop system or work force 16 investment program in the work force investment area:

- (a) Work force investment programs;
- 18 (b) Adult education and literacy programs;
- 19 (c) Welfare-to-work programs;

17

- 20 (d) Programs under the federal "Carl D. Perkins Vocational and
- 21 Applied Technology Education Act", 20 U.S.C. sec. 2301 et seq.;
- 22 (e) Community service block grants;
- 23 (f) Unemployment insurance;
- 24 (g) "Wagner-Peyser ACT" services;
- 25 (h) Vocational rehabilitation programs;
- 26 (i) Programs under the federal "Older Americans Act of 1965";
- 27 (j) Programs under the federal "Trade Adjustment Assistance

1 Reform and Extension Act of 1986";

- (k) Programs under chapter 41 of title 38 U.S.C. SEC. 4100 ET
 SEQ., concerning local veterans' employment representatives and disabled
 veterans' outreach programs; and
 (1) Employment and training programs administered by the federal
 department of housing and urban development.
 (2) Optional partners. Optional partners may include: but are not
 limited to:
- 9 (a) Programs authorized under part A of Title IV of the federal
 10 "Social Security Act", 42 U.S.C. SEC. 601;
- (b) Programs authorized under the federal "Food Stamp Act of
 12 1977", 7 U.S.C. SEC. 2011 ET SEQ.;
- 13 (c) Programs authorized under the federal "National and
 14 Community Service Act of 1990", 42 U.S.C. SEC. 12501 ET SEQ.;
- (d) Programs resulting from the federal "Ticket to Work and Work
 Incentives Improvement Act of 1999", PUB.L. 106-170; and
- (e) Other appropriate federal, state, or local programs, includingprograms in the private sector.
- 19 (3) Functions of required partners. All required one-stop
 20 partners shall perform the following functions:
- (a) Make available to participants through the one-stop system the
 core services that are required of and applicable to the partner's programs;
 - (b) Serve as representatives on the work force board;

23

(c) Use a portion of moneys, personnel, and other available
resources to create and maintain a one-stop system; except that, to the
extent such use would violate federal law or lead to a loss of federal
moneys, this paragraph (c) shall DOES not apply; and

1 (d) Enter into a memorandum of understanding with the work 2 force board relating to the operation of the one-stop career center, 3 including a description of services, how the cost of the identified services 4 and operating costs of the system will be funded, and methods for 5 referrals of individuals.

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(4) Functions of optional partners. (a) Optional one-stop 7 partners shall perform the following functions:

8 (I) Make available to participants through the one-stop system the 9 core services that are required of and applicable to the partner's programs;

10 (II)Participate in the operation of such one-stop system, 11 consistent with the terms of the memorandum of understanding approved 12 by the work force board and with the requirements of the federal act in 13 which the program is authorized, if the work force board and local elected 14 official approve such participation.

15 (b) If an optional partner is designated or certified pursuant to subsection (1) of this section, its functions and responsibilities shall be 16 17 ARE the same as those of a required partner as set forth in subsection (3) 18 of this section.

19 8-83-217. 8-71-217] [Formerly Memorandum of 20 **understanding - one-stop operators.** (1) (a) The work force board, with 21 the agreement of the local elected officials, shall develop and enter into 22 a memorandum of understanding between the work force board and the 23 one-stop partners concerning the provision of services in the one-stop 24 system in the local area.

25 (b) Each memorandum of understanding shall MUST contain 26 provisions describing:

27

(I) The services to be provided through the one-stop system;

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(II) How the costs of such services and the operating costs of the
 system will be funded;

3 (III) Methods for referral of individuals between the one-stop
4 operator and one-stop partners for the appropriate services and activities;

5 (IV) The duration of the memorandum of understanding and the 6 procedures for amending the memorandum of understanding during the 7 term of the memorandum of understanding; and

8 (V) Such other provisions, consistent with the federal act, as the 9 parties to the agreement determine to be appropriate.

10 (2) **One-stop operators.** (a) Consistent with the requirements of 11 the federal act for one-stop partners, the work force board, with the 12 agreement of the local elected official, is authorized to designate or 13 certify one-stop operators and to terminate for cause the eligibility of such 14 operators.

(b) To be eligible to receive moneys to operate a one-stop career
center, an entity, which may be a consortium of entities, shall MUST be
designated or certified as a one-stop operator by any of the following
three methods:

19 (I) If a one-stop system or work force investment program was 20 established in a local area prior to the effective date of the federal act 21 AUGUST 7, 1998, the work force board and local elected official for that 22 area may agree with each other and with the governor, on a case-by-case 23 basis, to designate or certify as a one-stop operator an entity carrying out 24 activities under such preexisting system or program, subject to the 25 requirements of section 8-71-216 8-83-216 and this section and of the 26 memorandum of understanding.

27

(II) An entity may be selected for designation or certification as

1 a one-stop operator through a competitive process.

(III) An entity may be selected for designation or certification as
a one-stop operator in accordance with an agreement reached between the
work force board and a consortium of entities that, at a minimum,
includes three or more of the required one-stop partners described in
section 8-71-216 8-83-216 and may be a public or private entity, or
consortium of entities, of demonstrated effectiveness in the local area and
may include the following:

9

(A) A postsecondary educational institution;

10 (B) An employment service agency established under the federal
11 "Wagner-Peyser Act"; 29 U.S.C. sec. 49a et seq.;

12 (C) A private, nonprofit organization, which may include a 13 community-based organization;

14 (D) A private for-profit entity;

15 (E) A government agency; and

16 (F) Another interested organization or entity, which may includea local chamber of commerce or other business organization.

(c) Elementary schools and secondary schools shall ARE not be
 eligible for designation or certification as one-stop operators; except that
 nontraditional public secondary schools and area vocational education
 schools shall be eligible for such designation or certification.

8-83-218. [Formerly 8-71-218] Core services. (1) THE WORK
FORCE INVESTMENT PROGRAM, AS IMPLEMENTED THROUGH ONE-STOP
CAREER CENTERS, SHALL PROVIDE a core set of services, as defined by the
federal act, shall be available to individuals who are adults or dislocated
workers, Such services shall be provided through the work force
investment program as implemented through one-stop career centers and

1	shall include INCLUDING, at a minimum, the following:
2	(a) access for job seekers to a comprehensive array of services and
3	information, which may include:
4	(1) (a) Registration into the centralized computer system;
5	(II) (b) Career center operations;
6	(III) (c) Education and training program information;
7	(IV) (d) A multi-media resource library providing access to
8	internet-based services;
9	(\mathbf{V}) (e) Labor market information;
10	(VI) (f) Skill assessment services that are designed to determine
11	each participant's employability, aptitudes, abilities, and interests, by
12	means of individual interviews whenever possible;
13	(VII) (g) Job referral and placement;
14	(VIII) (h) Self-help resume preparation resources;
15	(IX) (i) Referral services for community and social services,
16	including welfare-to-work programs, employment programs for persons
17	with disabilities, employment programs for older workers,
18	community-based organizations, vocational rehabilitation, adult literacy,
19	supportive services, and youth programs and services;
20	(X) (j) Veterans' benefits and services information, subject to the
21	availability of Wagner-Peyser funds and to the following:
22	(A) (I) Any one-stop career center receiving Wagner-Peyser funds
23	or housing Wagner-Peyser ACT staff shall provide veterans with priority
24	employment and training services in accordance with chapter 41 of title
25	38, U.S.C.;
26	(B) (II) In one-stop career centers that have been assigned
27	disabled veteran outreach program and local veteran employment

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representative positions, such positions shall MUST be held by state
 employees and are in addition to, and shall DO not supplant,
 Wagner-Peyser staff in providing priority employment and training
 services; and

5 (C) (III) All one-stop career centers shall make the full array of
6 core services available to veterans in the following order of priority:
7 Disabled veterans, Vietnam-era veterans, veterans, and other eligible
8 persons.

9 (b) (2) Work force boards are encouraged to at a minimum,
10 consider and determine, AT A MINIMUM, the feasibility of providing access
11 for employers to a comprehensive array of services and information,
12 which may include:

13 (1) (a) Professional account representatives and management;

14 (II) (b) Assistance in individual and mass recruiting;

15 (HI) (c) Referrals of skilled applicants;

16 (IV) (d) Labor market information;

17 (V) (e) Education and training program information;

18 (VI) (f) Access to internet-based services;

19 (VII) (g) Information and referral for community and social
20 services;

21 (VIII) (h) Layoff assistance; and

22 (IX) (i) Other employment-related services and information.

23 (2) (3) At the option of the local elected officials, other services
24 for job seekers and employers may be offered to meet the needs of a work
25 force investment area.

8-83-219. [Formerly 8-71-218.5] Intensive services - training
 services - individual training accounts. (1) Access to intensive

1 services, as specified in the federal act, shall MUST be available to 2 individuals who are adults or dislocated workers who are unemployed, 3 and are unable to obtain employment through core services, and who have 4 been determined by a one-stop operator to be in need of more intensive 5 services to obtain employment or who are employed but are determined 6 by a one-stop operator to be in need of such services. Such services may 7 include diagnostic testing, individual or group counseling and career 8 planning, case management and follow-up services, and training services 9 specified in subsection (2) of this section.

10 (2) Access to training services, as specified in the federal act, shall 11 be available to Participants who have met the eligibility requirements for 12 intensive services, are unable to obtain or retain employment through 13 such services, are determined by the one-stop operator to be in need of 14 such services, and are eligible for such services as specified in the federal 15 act MUST HAVE ACCESS TO TRAINING SERVICES, AS SPECIFIED IN THE 16 FEDERAL ACT. Such training services include without limitation, 17 occupational skills training, on-the-job training, and training programs 18 operated by the private sector.

19 (3) THE ONE-STOP SYSTEM SHALL PROVIDE training services 20 authorized under this section shall be provided TO ELIGIBLE INDIVIDUALS 21 through the use of individual training accounts, as specified in the federal 22 act. and shall be provided to eligible individuals through the one-stop 23 system. Exceptions to the use of individual training accounts, as set forth 24 in the federal act, include customized training, training services not 25 provided by a training provider within the work force area, or training 26 services that are offered by community-based organizations or other 27 private organizations that serve such special populations that face

1 multiple barriers to employment.

8-83-220. [Formerly 8-71-218.7] Encouragement of nursing
education programs - legislative declaration. (1) The consortium work
force investment board shall encourage work force investment programs
and work force investment areas to enroll individuals in educational
programs related to practical nursing.

7 (2) The general assembly finds, determines, and declares that 8 educating individuals eligible to receive moneys from welfare-to-work or 9 temporary assistance to needy families will benefit such individuals. In 10 addition, the general assembly finds, determines, and declares that 11 Colorado is facing a shortage of licensed practical nurses and that 12 encouraging individuals to follow such a career path further benefits 13 Colorado and its residents.

14 [Formerly 8-71-219] Title I appropriation -8-83-221. 15 allocation. As specified in section 191(a) of the federal act, Title I 16 moneys received by the state under the federal act shall be ARE subject to 17 appropriation by the general assembly, consistent with the terms and 18 conditions required under the federal act. The local elected officials or 19 their designee shall serve as the local grant recipient for the Title I 20 moneys allocated to the work force investment area by the governor for 21 the purposes of a work force investment area's administration and 22 implementation of the work force investment program pursuant to the 23 allocation formula described in section 8-71-221 8-83-223. The 24 department shall contract directly with each local work force investment 25 board. In order to assist in the administration of Title I moneys, the local 26 elected officials may designate an entity to serve as a local grant 27 sub-recipient for such moneys or as a local fiscal agent. Except when

1 such THE designee is the department, such A designation shall DOES not 2 relieve the local elected officials of the liability for any misuse of grant 3 moneys.

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8-83-222. [Formerly 8-71-220] County block grants formula 5 - use of moneys. Subject to available appropriations by the general 6 assembly, the department shall allocate Title I moneys to each work force 7 investment area for the operation of the work force investment program 8 in that work force investment area.

9 8-83-223. [Formerly 8-71-221] Allocation process. Subject to 10 federal law and available appropriations, within thirty days after receipt 11 of the federal appropriation from the United States department of labor, 12 the local elected officials from each work force investment area in the 13 state shall develop an allocation formula for each work force investment 14 area. Development of the allocation formula by the local elected officials 15 shall be facilitated through a statewide association of county 16 commissioners, referred to in this section as Colorado counties, 17 incorporated, or CCI. CCI shall ensure that the local elected officials from 18 each work force investment area have an opportunity to participate in the 19 development and final approval of the recommendations for allocation 20 formulas. The department and the state work force development council 21 created in section 24-46.3-101, C.R.S., shall provide technical assistance 22 to CCI as requested in the development of recommended allocations. The 23 local elected officials shall recommend the allocation formula to be 24 applied and each allocation for adult, youth, and dislocated worker 25 services under Title I. of the federal act. CCI shall forward the local 26 elected officials' recommendations to the state council pursuant to section 27 8-71-222 (2) (f) 8-83-224 (2) (f) for review and comment. The state

1 council shall then submit such recommendations, together with the state 2 council's comments, to the joint budget committee of the general 3 assembly for review and comment before forwarding such 4 recommendations to the governor for final determination. If the local 5 elected officials cannot agree on an allocation, the local elected officials 6 shall prepare alternatives and CCI shall submit the alternatives to the state 7 council for review and comment and submission to the joint budget 8 committee, which shall select one such alternative and forward it to the 9 governor for final determination. The local elected officials and CCI shall 10 develop their own operational procedures. Any moneys received by the 11 state under Title I, of the federal act, together with any associated state 12 full-time equivalent personnel positions, shall be ARE subject to 13 appropriation by the general assembly.

14 8-83-224. [Formerly 8-71-222] State council - duties. (1) The 15 state council shall function as, and is intended to meet the requirements 16 for, the state work force investment board referred to in the federal act. 17 In addition to performing the functions set forth in subsection (2) of this 18 section, the state council shall serve in an advisory role to the governor 19 for those areas specified by the federal act and shall serve as a conduit for 20 information to local work force investment areas, including facilitation 21 of grant applications and assistance to work force investment areas to 22 enable work force investment areas to successfully implement programs 23 under the federal act.

(2) The state council shall assist the governor in the following:(a) Development of the comprehensive five-year state plan as

26 specified in section 8-71-209 8-83-209;

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(b) Development and continuous improvement of a statewide

1 system of activities that are funded pursuant to the federal act or carried 2 out through a one-stop system as set forth in this part 2 that receives Title 3 I moneys. under the federal act. Such improvement shall include the 4 development of linkages in order to ensure coordination and prevent 5 duplication among the programs and activities authorized in this part 2. 6 (c) Review of local plans submitted by the designated work force 7 investment boards and consortium work force investment board; 8 (d) Designation of local work force investment areas; 9 (e) Commenting at least once annually on the measures taken 10 pursuant to the federal "Carl D. Perkins Vocational and Applied 11 Technology Education Act", 20 U.S.C. sec. 2301 et seq.; 12 (f) Review and comment on, and submission to the joint budget 13 committee for review and comment on, allocation formulas for the 14 distribution of Title I moneys for adult employment and training activities 15 and youth activities to work force investment areas in accordance with the process established in section 8-71-221 8-83-223; 16 17 (g) Preparation of the annual report to the secretary of the United 18 States department of labor; 19 (h) Development of the statewide employment statistics system 20 described in the "Wagner-Peyser Act"; 21 Development of an application for an incentive grant (i) 22 authorized pursuant to the federal act; and 23 (j) Any other functions as requested by the governor. 24 8-83-225. [Formerly 8-71-223] Colorado department of labor 25 and employment - functions. (1) The department shall serve as the 26 administrative entity for Title I moneys received pursuant to the federal 27 act. The department shall also be IS responsible for:

(a) Administering the statewide labor market information and
 fiscal systems to the extent such systems pertain to activities under the
 federal act;

- 4 (b) Assisting in the establishment and operation of one-stop career
 5 centers as requested by a local work force area;
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(c) Disseminating lists of eligible training providers;

7 (d) Contracting and administering Title I moneys appropriated by
8 the general assembly in accordance with the federal act;

- 9 (e) With input from the applicable work force investment areas, 10 continuing the centralized computer system that links work force 11 investment programs Such system shall continue to include AND 12 INCLUDES training and technical support. A description of the state 13 centralized system and procedures for developing, maintaining, and 14 training shall MUST be included in the state plan required in section 15 8-71-209 8-83-209.
- 16 (f) Providing staff development and training services and17 technical assistance to local work force investment areas.
- 18 (2) The department shall provide ongoing consultation and
 19 technical assistance to each work force investment area for the operation
 20 of work force investment programs.
- (3) The department shall encourage work force investment areas
 to inform individuals of the career possibilities in the field of nursing and
 the availability of practical nursing education programs.
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8-83-226. [Formerly 8-71-224] Responsibilities of governor.(1) The governor shall perform the following functions, as specified in

- the federal act:
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(a) Appoint members to the state council in accordance with

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section 24-46.3-101 (2), C.R.S.;

2 (b) Establish criteria for local elected officials to use in appointing
3 members of local work force investment boards;

4 (c) Designate federal work force investment areas in consultation
5 with the local elected officials, including local work force investment
6 areas requesting to be a part of the federal work force investment area
7 comprising a consortium of work force areas;

8 (d) Designate, modify, and terminate work force investment areas
9 in the state, including temporary designation, and establish an appeal
10 process for review of such decisions;

(e) Certify designated work force investment boards and theconsortium work force investment board;

(f) Negotiate with the federal department of labor concerning thecontents of the state plan; and

(g) Carry out such other duties and functions as may be requiredunder the federal act.

SECTION 7. Repeal of relocated provisions in this act. In
Colorado Revised Statutes, repeal 8-71-106 and part 2 of article 71 of
title 8.

20 **SECTION 8.** In Colorado Revised Statutes, **repeal** 8-71-104.

21 SECTION 9. In Colorado Revised Statutes, 8-1-146, amend (2)
22 as follows:

8-1-146. Effect of transfer of powers, duties, and functions.
(2) The division of labor, the division of employment and training, THE
DIVISION OF UNEMPLOYMENT INSURANCE, the state board of pharmacy,
and the industrial claim appeals panel in the industrial claim appeals
office, which perform any of the powers, duties, and functions performed

1 by the industrial commission prior to its abolishment on July 1, 1986, 2 shall be ARE the successors in every way with respect to such THOSE 3 powers, duties, and functions, except as otherwise provided in this article 4 or by law. Every act performed in the exercise of such THOSE powers, 5 duties, and functions shall be deemed to have HAS the same force and 6 effect as if performed by the commission prior to July 1, 1986. Whenever 7 the commission is referred to or designated by any law, contract, 8 insurance policy, bond, or other document, such THE reference or 9 designation shall be deemed to apply APPLIES to the division of labor, the 10 division of employment and training, THE DIVISION OF UNEMPLOYMENT 11 INSURANCE, the state board of pharmacy, or the industrial claim appeals 12 panel in the industrial claim appeals office, as the case may be.

SECTION 10. In Colorado Revised Statutes, repeal 8-1-147 and
8-1-149.

15 SECTION 11. In Colorado Revised Statutes, 8-2-119, amend (2)
and (3) as follows:

17 8-2-119. Awards of back pay - deduction of unemployment
18 compensation. (2) The person ordering any such AN award of back pay
19 shall within five days after the date of the order, notify the director of the
20 division of employment and training UNEMPLOYMENT INSURANCE of such
21 THE award WITHIN FIVE DAYS AFTER THE DATE OF THE ORDER.

(3) If, during the period for which back pay is awarded, the
recipient of the award has been receiving unemployment benefits
pursuant to the provisions of articles 70 to 82 of this title, the ENTITY
ORDERING THE AWARD SHALL REDUCE THE amount of the award shall be
reduced by the amount of such benefits THE PERSON RECEIVED, and THE
EMPLOYER shall be withheld WITHHOLD THAT AMOUNT from the award.

by the employer. The amounts EMPLOYER SHALL REMIT THE AMOUNT
withheld by the employer shall be remitted FROM THE BACK PAY AWARD
to the division of employment UNEMPLOYMENT INSURANCE, and credited
THE DIVISION SHALL CREDIT THE AMOUNT to the unemployment
compensation fund. The employer shall make such remittance REMIT THE
WITHHELD AMOUNT within ten days after the award of back pay becomes
final.

8 SECTION 12. In Colorado Revised Statutes, 8-47-111, amend
9 (2) as follows:

10 8-47-111. Division efforts to ensure employer compliance with 11 compensation coverage requirements - legislative workers' 12 **declaration.** (2) In order to implement the declaration in subsection (1) 13 of this section, the division shall develop a procedure for verifying 14 whether or not all employers doing business in the state of Colorado 15 comply with the requirements of article 44 of this title. This procedure 16 shall MUST include but is not limited to, cross-referencing employer 17 records of the division of employment and training UNEMPLOYMENT 18 INSURANCE and the division of workers' compensation. Upon identifying 19 employers that are not in compliance with article 44 of this title, the 20 division, with the assistance and cooperation of the attorney general, shall 21 use all available means under articles 40 to 47 of this title to ensure 22 compliance. Every insurance carrier authorized to transact business in this 23 state, including Pinnacol Assurance, which insures employers against 24 liability for compensation under the provisions of articles 40 to 47 of this 25 title, shall furnish the division, upon request, all information required by 26 it to accomplish the purposes of this section.

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SECTION 13. In Colorado Revised Statutes, 8-72-114, amend

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1 (2) (c); and **repeal** (2) (d) as follows:

2	8-72-114. Employee misclassification - investigations -
3	enforcement - advisory opinions - rules - employee misclassification
4	advisory opinion fund - statewide study - report - definitions -
5	legislative declaration - repeal. (2) As used in this section:
6	(c) "Director" means the director of the division. of employment
7	and training in the department of labor and employment.
8	(d) "Division" means the division of employment and training in
9	the department of labor and employment.
10	SECTION 14. In Colorado Revised Statutes, 8-75-202, amend
11	(2) as follows:
12	8-75-202. Definitions. As used in this part 2, unless the context
13	otherwise requires:
14	(2) "Director" means the director of the division of employment
15	and training in the department of labor and employment or his or her
16	designee.
17	SECTION 15. In Colorado Revised Statutes, 8-76-103, amend
18	(3) (a) (III) (F) and (3) (b) (V) as follows:
19	8-76-103. Future rates based on benefit experience -
20	definitions - repeal. (3) (a) (III) (F) On and after January 1, 2002, for
21	purposes of this subsection (3), assignment by the division of employment
22	and training of SHALL ASSIGN industrial classifications to employers
23	pursuant to sub-subparagraph (E) of this subparagraph (III) shall be in
24	accordance with procedures and guidelines of the bureau of labor
25	statistics of the United States department of labor and shall be to the
26	appropriate three-digit subsector level found in the North American
27	industry classification system manual issued by the office of management

1 and budget.

(b) (V) When the fund level on July 1 of any year reaches one and
six-tenths percent of the total wages, the director of the division of
employment and training shall recommend to legislative council a
proposed premium rate decrease.

6 SECTION 16. In Colorado Revised Statutes, 8-77-101, amend
7 (1) (a) as follows:

8 8-77-101. Unemployment compensation fund - state treasurer 9 custodian. (1) (a) There is hereby established the unemployment 10 compensation fund, which shall be IS a special fund administered by the 11 division of employment and training exclusively for the purposes of 12 articles 70 to 82 of this title. The state treasurer shall be IS THE custodian 13 of said THE fund and shall be IS liable under his OR HER official bond for 14 the faithful performance of all his OR HER duties in connection therewith. 15 He WITH THE FUND. THE STATE TREASURER shall establish and maintain 16 within the fund the accounts specified in this article and such other 17 accounts as may be necessary to reflect the administration of the fund by 18 the division.

SECTION 17. In Colorado Revised Statutes, 8-77-103, amend
(1) as follows:

8-77-103. Advances from federal unemployment trust fund.
(1) The division of employment and training is authorized to MAY apply
for advances to the state of Colorado from its account in the federal
unemployment trust fund and to accept responsibility for repayment of
such advances in accordance with the conditions specified in Title XII of
the "Social Security Act", as amended, in order to secure to this state the
advantages available under the provisions of said title FEDERAL ACT.

SECTION 18. In Colorado Revised Statutes, 8-77-109, amend
 (2) (a) introductory portion and (2) (a) (I) as follows:

3 8-77-109. Employment support fund - employment and 4 training technology fund - created - uses - repeal. (2) (a) THE STATE 5 TREASURER SHALL CREDIT THE moneys collected pursuant to this section 6 shall be credited by the state treasurer to the employment support fund 7 created in subsection (1) of this section. THE GENERAL ASSEMBLY SHALL 8 APPROPRIATE THE moneys in the employment support fund shall be 9 annually appropriated by the general assembly to the department of labor 10 and employment:

(I) To be used to offset funding deficits for program
administration, including information technology initiatives, under the
provisions of articles 70 to 82 83 of this title and to further support
programs to strengthen unemployment fund solvency; and

15 SECTION 19. In Colorado Revised Statutes, amend 8-82-103 as
16 follows:

17 8-82-103. Purchase and leasehold by division - terms. The 18 division DIVISIONS of employment and training is authorized to AND 19 UNEMPLOYMENT INSURANCE MAY enter into rental or leasehold 20 agreements with such A nonprofit corporation or authority Such CREATED 21 PURSUANT TO SECTION 8-82-101. THE agreements shall MUST provide that 22 the PARTICULAR division acquire title to such THE land or buildings, or 23 both, upon the payment of stipulated aggregate annual rentals. The plans, 24 specifications, bids, and contracts for such THE buildings and the terms 25 of all such leasehold or rental agreements shall be ARE NOT VALID UNTIL 26 approved by the governor, the director of the division of employment and 27 training OR THE DIRECTOR OF THE DIVISION OF UNEMPLOYMENT

1 INSURANCE, AS APPROPRIATE, and the director of the office of state 2 planning and budgeting. Said THE rentals shall MUST be paid solely out 3 of the employment security administration fund, the unemployment 4 revenue fund, or both, or the funds of any other state agency in case IF any 5 part of the buildings shall be ARE made available thereto, and TO OTHER 6 STATE AGENCIES. The obligation to pay such THE rentals shall DOES not 7 constitute an indebtedness of the state or AND MUST NOT be paid out of 8 any other funds. Such THE DIVISION THAT ENTERS AN AGREEMENT 9 PURSUANT TO THIS SECTION SHALL INCLUDE THE rental shall be included 10 in the ITS annual budgets of the division and shall be certified, audited, 11 and paid CERTIFY, AUDIT, AND PAY THE RENTALS in the same manner as 12 all other accounts and expenditures payable out of said THOSE funds.

SECTION 20. In Colorado Revised Statutes, amend 20-1-307 as
follows:

15 20-1-307. Social security coverage. The office of district 16 attorney, including the district attorney and the employees of each such 17 office within each judicial district, shall be considered IS a juristic entity 18 as described in section 24-53-101, C.R.S. Each office of district attorney 19 shall enter into an agreement with the director of the division of 20 employment and training of UNEMPLOYMENT INSURANCE IN the 21 department of labor and employment for the purpose of including the 22 district attorney and the employees of his THE DISTRICT ATTORNEY'S 23 office under the state's federal-state social security coverage agreement 24 with the secretary of the United States department of health and human 25 services pursuant to section 24-53-104, C.R.S.

26 SECTION 21. In Colorado Revised Statutes, 22-2-124, amend
27 (2) (i) (XI) and (2) (i) (XII) as follows:

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1	22-2-124. Family literacy education grant program - rules.
2	(2) As used in this section, unless the context otherwise requires:
3	(i) "Local education provider" means an institution or organization
4	which may be any of the following:
5	(XI) A work force board, as defined in section 8-71-203 8-83-203,
6	C.R.S., that oversees a work force investment program described in the
7	"Colorado Work Force Investment Act", part 2 of article 71 83 of title 8,
8	C.R.S.;
9	(XII) A one-stop partner, as described in section 8-71-216
10	8-83-216, C.R.S., under the "Colorado Work Force Investment Act", part
11	2 of article 71 83 of title 8, C.R.S.;
12	SECTION 22. In Colorado Revised Statutes, 24-30-202.4,
13	amend (3.5) (a) (I) introductory portion, (3.5) (a) (I) (E), and (3.5) (a)
14	(VI) as follows:
15	24-30-202.4. Collection of debts due the state - controller's
16	duties - creation of debt collection fund - definitions. (3.5) (a) (I) The
17	controller shall approve disbursements from state funds from the state's
18	central accounting system in accordance with the provisions of section
19	24-30-202 (2). If the controller finds that there is an unpaid balance or
20	debt owing to state agency claimants for any of the following, the
21	controller, upon notice of withholding to the payee, shall withhold the
22	amount of the disbursement that does not exceed the amount of such THE
22	amount of the disoursement that does not exceed the amount of such the
23	unpaid balance or debt:
23 24	
	unpaid balance or debt:

agency determination or judicial decision or that has been reduced to

judgment by the division of employment and training UNEMPLOYMENT
 INSURANCE in the department of labor and employment; and such amount
 has been referred to the controller for collection pursuant to section
 8-79-102 (2), C.R.S.

5 (VI)THE CONTROLLER SHALL DEPOSIT WITH THE STATE 6 TREASURER any moneys withheld for payment of unemployment 7 compensation debt pursuant to subparagraph (I) of this paragraph (a), 8 shall be deposited with the state treasurer and credited THE STATE 9 TREASURER SHALL CREDIT THE MONEYS to the unemployment 10 compensation fund. For all names and amounts certified by the division 11 of employment and training UNEMPLOYMENT INSURANCE pursuant to 12 section 8-79-102 (2), C.R.S., the controller shall provide to said THE 13 division the payees' names and associated amounts deposited with the 14 state treasurer pursuant to this subparagraph (VI).

15 SECTION 23. In Colorado Revised Statutes, 24-34-402, amend 16 (2) as follows:

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24-34-402. Discriminatory or unfair employment practices.

18 (2) Notwithstanding any provisions of this section to the contrary, it is 19 not a discriminatory or an unfair employment practice for the division of 20 employment and training of UNEMPLOYMENT INSURANCE IN the 21 department of labor and employment to ascertain and record the 22 disability, sex, age, race, creed, color, or national origin of any individual 23 for the purpose of making such reports as may be required by law to 24 agencies of the federal or state government only. Said THE DIVISION MAY 25 MAKE AND KEEP THE records may be made and kept in the manner 26 required by the federal or state law, but no such NEITHER THE DIVISION 27 NOT THE DEPARTMENT OF LABOR AND EMPLOYMENT SHALL DIVULGE THE

1 information shall be divulged by said division or department to 2 prospective employers as a basis for employment, except as provided in 3 this subsection (2).

4 SECTION 24. In Colorado Revised Statutes, 24-46.3-101, 5 **amend** (2) introductory portion and (2) (c) (I) as follows:

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24-46.3-101. State work force development council - creation 7 - **membership.** (2) Membership of the state council shall MUST include: 8 (c) Representatives of business in the state, appointed by the 9 governor, who are:

10 (I) Owners of businesses, chief executives or operating officers 11 of businesses, and other business executives or employers with optimum 12 policy-making or hiring authority, including members of local work force 13 investment boards as specified in part 2 of article 71 83 of title 8, C.R.S.; 14 **SECTION 25.** In Colorado Revised Statutes, 25.5-4-205, amend

15 (3) (b) (I) (A), (3) (b) (I) (B), and (3) (b) (I.5) (A) as follows:

16 25.5-4-205. Application - verification of eligibility -17 **demonstration project - rules.** (3) (b) (I) The state department shall 18 promulgate rules that:

19 (A) To the extent authorized under federal law, provide that an 20 applicant shall only be required REQUIRE AN APPLICANT to state ONLY the 21 applicant's income and that REQUIRE the applicant's income shall be 22 verified by the state department TO VERIFY THE APPLICANT'S INCOME 23 through the most recently available records of the division of employment 24 and training UNEMPLOYMENT INSURANCE in the department of labor and 25 employment or through the income, eligibility, and verification system; 26 except that the rules shall also provide that ALLOW an applicant may TO 27 provide income information more recent than the records of the division

of employment and training UNEMPLOYMENT INSURANCE or the income,
 eligibility, and verification system; and

3 (B) Provide for administrative verification at reenrollment so that 4 REQUIRE the state department shall at least annually TO verify a recipient's 5 income eligibility AT REENROLLMENT through the records of the division 6 of employment and training UNEMPLOYMENT INSURANCE in the 7 department of labor and employment or through the income, eligibility, 8 and verification system and, that, if the recipient meets all eligibility 9 requirements, PERMIT the recipient shall TO remain enrolled in the 10 program. The rules shall also provide that ALLOW a recipient may TO 11 supply income information more recent than the information supplied by 12 the records of the division of employment and training UNEMPLOYMENT 13 INSURANCE or the income, eligibility, and verification system.

14 (I.5) (A) If it is determined THE STATE DEPARTMENT DETERMINES 15 that a recipient was not eligible for medical benefits solely based upon the 16 recipient's income after the recipient had been determined to be eligible 17 based upon the records of the division of employment and training 18 UNEMPLOYMENT INSURANCE or the income, eligibility, and verification 19 system, the state department shall not pursue recovery from a county 20 department for the cost of medical services provided to the recipient, and 21 the county department shall IS not be responsible for any federal error rate 22 sanctions resulting from such determination.

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SECTION 26. In Colorado Revised Statutes, 25.5-8-109, **amend** (4.5) (a) (I), (4.5) (a) (II), and (4.5) (a) (III) as follows:

25 25.5-8-109. Eligibility - children - pregnant women.
 26 (4.5) (a) (I) To the extent authorized by federal law, the department shall
 27 only require an applicant to state ONLY the applicant's family income and

1 SHALL NOTIFY THE APPLICANT that the applicant's family income shall 2 WILL be verified by the department through the most recently available 3 records of the division of employment and training UNEMPLOYMENT 4 INSURANCE in the department of labor and employment or through the 5 income, eligibility, and verification system. The department shall allow 6 an applicant to provide income information more recent than the records 7 of the division of employment and training UNEMPLOYMENT INSURANCE 8 or the income, eligibility, and verification system.

9 (II) The department shall provide for administrative verification 10 at reenrollment so that the department shall annually verify the recipient's 11 income eligibility AT REENROLLMENT through the records of the division 12 of employment and training UNEMPLOYMENT INSURANCE in the 13 department of labor and employment or through the income, eligibility, 14 and verification system. If a recipient meets all eligibility requirements, 15 a recipient shall remain REMAINS enrolled in the plan. The department 16 shall also provide that ALLOW a recipient may TO provide income 17 information more recent than the records of the division of employment 18 and training UNEMPLOYMENT INSURANCE or the income, eligibility, and 19 verification system.

20 (III) If it is determined THE STATE DEPARTMENT DETERMINES that 21 a recipient was not eligible for medical benefits solely based upon the 22 recipient's income after the recipient had been determined to be eligible 23 based upon the records of the division of employment and training 24 UNEMPLOYMENT INSURANCE or the income, eligibility, and verification 25 system, the state department shall not pursue recovery from a county 26 department for the cost of medical services provided to the recipient, and the county department shall IS not be responsible for any federal error rate 27

1 sanctions resulting from such determination.

2 SECTION 27. In Colorado Revised Statutes, 26-2-107, amend
3 (1) (a) (I) introductory portion and (1) (a) (I) (A) as follows:

26-2-107. Verification - record. (1) (a) (I) Whenever a county
department receives an application for public assistance, it shall promptly
make a record concerning the circumstances of the applicant to verify the
facts supporting the application and shall examine all pertinent records
and shall make a diligent effort to examine all records prior to granting
assistance. Such THE records shall include but shall not be limited to, the
following:

11 (A) Records of the division of employment and training
12 UNEMPLOYMENT INSURANCE, including unemployment compensation
13 records;

SECTION 28. In Colorado Revised Statutes, 28-5-703, amend
(4) (b) as follows:

16 28-5-703. Rules - duties. (4) The board shall serve in an advisory
17 capacity to:

(b) The division of employment and training in the department of
labor and employment regarding the provision of services to state
veterans pursuant to the "Colorado Work Force Investment Act", part 2
of article 71 83 of title 8, C.R.S.;

SECTION 29. In Colorado Revised Statutes, 29-4-710.7, amend
(1) introductory portion, (1) (a), (1) (b) (I), (1) (b) (II), (1) (b) (III), (2)
introductory portion, (2) (a), and (2) (d) as follows:

25 29-4-710.7. Powers of the board - issuance of bonds to
26 maintain balances in the unemployment compensation fund.
27 (1) Upon receiving the certifications specified in subsection (2) of this

section, the authority, in addition to the other powers granted by this part
 7, shall have HAS the following powers:

3 (a) To issue from time to time its bonds and notes as provided in 4 this part 7 to provide sufficient funds to maintain adequate balances in the 5 unemployment compensation fund; to repay amounts advanced to the 6 state pursuant to 42 U.S.C. sec. 1321; to pay the principal of, and interest 7 and premium, if any, on, the bonds and notes, the costs of bond issuance 8 and administration, and any other related fees and costs of the authority 9 or the division of employment and training UNEMPLOYMENT INSURANCE; 10 to establish reserves for any or all of the foregoing and to make deposits 11 into the unemployment compensation fund and otherwise apply the 12 proceeds of the bonds and notes for any or all of the foregoing purposes 13 SET FORTH IN THIS PARAGRAPH (a);

14

(b) To levy certain bond assessments as follows:

15 (I) All bonds and notes issued pursuant to this section shall be ARE 16 limited obligations of the authority, payable solely from revenues 17 generated through the levy by the authority of a bond assessment against 18 each employer, as defined in section 8-70-113, C.R.S., subject to 19 experience rating under articles 70 to 82 of title 8, C.R.S., in an aggregate 20 amount sufficient to satisfy subparagraph (II) of this paragraph (b). The 21 division of employment and training UNEMPLOYMENT INSURANCE shall 22 collect and administer the bond assessment on behalf of the authority in 23 substantially the same manner as other employer premiums and 24 surcharges required pursuant to the provisions of articles 70 to 82 of title 25 8, C.R.S. Subject to the provisions of articles 70 to 82 of title 8, C.R.S., 26 the assessment shall DOES not apply to the covered employers of state and 27 local government, to those nonprofit organizations that are reimbursable

1 employers, or to political subdivisions electing the special rate.

2 (II) The levy shall MUST be at a rate or rates which THAT, when 3 applied against the taxable wages of those employers subject to the bond 4 assessment, will produce an amount sufficient to pay all costs associated 5 with or otherwise relating to bonds and notes issued pursuant to 6 subsection (1) of this section, including without limitation the principal 7 of, and interest and premium, if any, on, the bonds and notes, the costs of 8 bond issuance and administration, other related fees and costs of the 9 authority or the division of employment and training UNEMPLOYMENT 10 INSURANCE, and reserves therefor.

11 (III) All bond assessments described in this paragraph (b) shall 12 MUST be submitted in the same manner as the employer's normal 13 premiums and surcharges paid pursuant to the provisions of articles 70 to 14 82 of title 8, C.R.S., shall be ARE a lien upon the real and personal 15 property of any such employer in the manner and to the extent set forth 16 in section 8-79-103, C.R.S., shall MUST be segregated by the division of 17 employment and training UNEMPLOYMENT INSURANCE in a special 18 account under the control of the division, and shall MUST, after offsetting 19 the division's costs for collecting and administering the bond assessments, 20 be used only for transfer from time to time to one or more special 21 accounts created by and under the control of the authority. THE 22 AUTHORITY SHALL USE all moneys accruing in any such special account 23 shall be used by the authority only to pay the costs described in 24 subparagraph (II) of this paragraph (b), and THE AUTHORITY SHALL 25 TRANSFER any moneys remaining in such account and not required to pay 26 such costs shall be transferred by the authority to the division of 27 employment and training UNEMPLOYMENT INSURANCE for deposit in the

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1 unemployment compensation fund.

2 (2) The authority may SHALL not issue its bonds and notes 3 pursuant to subsection (1) of this section until the monthly balance in the 4 unemployment compensation fund is equal to or less than nine-tenths of 5 one percent of the total wages reported by ratable employers for the 6 calendar year, or the most recent available four consecutive quarters prior 7 to the last computation date and the governor, the state treasurer, and the 8 executive director of the department of labor and employment have each 9 certified in writing to the authority:

(a) That other funding alternatives to the issuance of bonds and
notes by the authority pursuant to subsection (1) of this section have been
considered and that the issuance of such bonds and notes is the most
cost-effective means for the division of employment and training
UNEMPLOYMENT INSURANCE to maintain adequate balances in the
unemployment compensation fund or to repay moneys advanced to the
state pursuant to 42 U.S.C. sec. 1321;

17 (d) The bond assessment rate or rates, or a formula or other 18 procedure for determining such rate or rates, which THAT will produce an 19 amount sufficient, together with any other moneys available or expected 20 to be available, to pay all costs associated with or otherwise relating to 21 bonds and notes issued pursuant to subsection (1) of this section, 22 including without limitation, the principal of, and interest and premium, 23 if any, on, the bonds and notes, the costs of bond issuance and 24 administration, and any other related fees and costs of the authority or the 25 division of employment and training UNEMPLOYMENT INSURANCE, and 26 reserves therefor.

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SECTION 30. In Colorado Revised Statutes, 30-17-103, amend

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1 (3) as follows:

2 **30-17-103.** Standards and guidelines. (3) The board of county 3 commissioners, in the standards and guidelines adopted pursuant to this 4 article, may require that any applicant for temporary general assistance 5 shall search for employment and accept employment that is offered and 6 shall also enroll with the division DIVISIONS of employment and training 7 AND UNEMPLOYMENT INSURANCE in order to be eligible to receive 8 temporary general assistance. Such THE requirements, however, shall DO 9 not apply to an applicant who is unable to work due to a temporary 10 disability. The board may require that such VERIFICATION OF A disability 11 be verified by a medical examination. Such THE requirements for TO 12 search for employment shall DO not apply to persons who are sixty-five 13 years of age and older.

SECTION 31. In Colorado Revised Statutes, 39-21-108, amend
(3) (a) (I) (A) as follows:

16 **39-21-108.** Refunds. (3) (a) (I) (A) Whenever it is established 17 that any taxpayer has, for any period open under the statutes, overpaid a 18 tax covered by articles 22 and 26 to 29 of this title, article 60 of title 34, 19 C.R.S., and article 3 of title 42, C.R.S., and that: There is an unpaid 20 balance of tax and interest accrued, according to the records of the 21 executive director, owing by such taxpayer for any other period; or that 22 there is an amount required to be repaid to the unemployment 23 compensation fund pursuant to section 8-81-101 (4), C.R.S., the amount 24 of which has been determined to be owing as a result of a final agency 25 determination or judicial decision or which THAT has been reduced to 26 judgment by the division of employment and training UNEMPLOYMENT INSURANCE in the department of labor and employment; or that there is 27

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1 any unpaid child support debt as set forth in section 14-14-104, C.R.S., 2 or child support arrearages that are the subject of enforcement services 3 provided pursuant to section 26-13-106, C.R.S., as certified by the 4 department of human services; or that there are any unpaid obligations 5 owing to the state as set forth in section 26-2-133, C.R.S., for 6 overpayment of public assistance or medical assistance benefits, the 7 amount of which has been determined to be owing as a result of final 8 agency determination or judicial decision or which THAT has been 9 reduced to judgment, as certified by the department of human services; or that there is any unpaid loan or other obligation due to a 10 11 state-supported institution of higher education as set forth in section 12 23-5-115, C.R.S., the amount of which has been determined to be owing 13 as a result of a final agency determination or judicial decision or which 14 THAT has been reduced to judgment, as certified by the appropriate 15 institution; or that there is any unpaid loan due to the student loan division of the department of higher education as set forth in section 23-3.1-104 16 17 (1) (p), C.R.S., the amount of which has been determined to be owing as 18 a result of a final agency determination or judicial decision or which THAT 19 has been reduced to judgment, as certified by the division; or there is any 20 unpaid loan due to the collegeinvest division of the department of higher 21 education as set forth in section 23-3.1-206, C.R.S., the amount of which 22 has been determined to be owing as a result of a final agency 23 determination or judicial decision or which THAT has been reduced to 24 judgment; or that there is any outstanding judicial fine, fee, cost, or 25 surcharge as set forth in section 16-11-101.8, C.R.S., or judicial 26 restitution as set forth in section 16-18.5-106.8, C.R.S., the amount of 27 which has been determined to be owing as a result of a final judicial

1 department determination or certified by the judicial department as a 2 judgment owed the state or a victim; or that there is any unpaid debt 3 owing to the state or any agency thereof by such taxpayer, and which 4 THAT is found to be owing as a result of a final agency determination or 5 the amount of which has been reduced to judgment and as certified by the 6 controller; or that the taxpayer is a qualified individual identified pursuant 7 to section 39-22-120(10) or 39-22-2003(9), so much of the overpayment 8 of tax plus interest allowable thereon as does not exceed the amount of 9 such unpaid balance or unpaid debt shall MUST be credited first to the 10 unpaid balance of tax and interest accrued and then to the unpaid debt, 11 and any excess of the overpayment shall MUST be refunded. If the 12 taxpayer elects to designate his or her refund as a credit against a 13 subsequent year's tax liability, the amount allowed to be so credited shall 14 MUST be reduced first by the unpaid balance of tax and interest accrued 15 and then by the unpaid debt. If the taxpayer filed a joint return, the 16 executive director shall notify the taxpayer's spouse that the portion of the 17 overpayment that is generated by the spouse's income shall WILL be 18 refunded upon receipt of a request detailing said amount. As used in this 19 section, unless the context otherwise requires, "agency" includes 20 state-supported institutions of higher education.

21 SECTION 32. In Colorado Revised Statutes, 39-21-113, amend
22 (8) as follows:

39-21-113. Reports and returns - repeal. (8) Notwithstanding
the provisions of this section, the executive director of the department of
revenue may provide the division of employment and training
UNEMPLOYMENT INSURANCE with any information obtained pursuant to
this section and, in connection therewith, may enter into an agreement

1 with the division of employment and training UNEMPLOYMENT 2 INSURANCE providing for payment of the costs incurred in connection 3 with supplying the information and providing for periodic updating of the 4 information supplied. Information thus supplied to the division of 5 employment and training shall be UNEMPLOYMENT INSURANCE IS subject 6 to the rules of confidentiality set forth in section 8-72-107 (1), C.R.S., to 7 the same extent as information supplied by employers to the division of 8 employment and training UNEMPLOYMENT INSURANCE.

9 **SECTION 33.** Act subject to petition - effective date. This act 10 takes effect at 12:01 a.m. on the day following the expiration of the 11 ninety-day period after final adjournment of the general assembly (August 12 7, 2012, if adjournment sine die is on May 9, 2012); except that, if a 13 referendum petition is filed pursuant to section 1 (3) of article V of the 14 state constitution against this act or an item, section, or part of this act 15 within such period, then the act, item, section, or part will not take effect 16 unless approved by the people at the general election to be held in 17 November 2012 and, in such case, will take effect on the date of the 18 official declaration of the vote thereon by the governor.