First Regular Session Sixty-ninth General Assembly STATE OF COLORADO

REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 13-0154.01 Kristen Forrestal x4217

SENATE BILL 13-157

SENATE SPONSORSHIP

Heath, Tochtrop

HOUSE SPONSORSHIP

Kraft-Tharp and Exum,

Senate Committees

House Committees

Business, Labor, & Technology

Business, Labor, Economic, & Workforce Development

Appropriations

101

A BILL FOR AN ACT

CONCERNING THE CONTINUATION OF THE "COLORADO WORK SHARE

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.)

Sunset Process - Senate Business, Labor, and Technology Committee. The "Colorado Work Share Program" (program) was created by the general assembly in 2010 to allow employees whose work hours have been reduced to collect prorated unemployment benefits as long as

HOUSE d Reading Unamended April 1, 2013

SENATE Amended 3rd Reading March 21, 2013

SENATE 2nd Reading Unamended March 20, 2013 certain requirements are met by the employer and the employee.

The bill makes changes to the program to bring it into compliance with federal law, including required features of a work share plan to make it eligible for approval by the director of the division of unemployment insurance. The bill extends the program indefinitely. The bill also allows eligible employees to participate in certain job training programs. The bill repeals a mechanism that triggers a repeal of the program.

Currently, the federal government will reimburse states for unemployment compensation benefits paid under the program. The bill clarifies that the employer's account will only be charged for the unemployment compensation benefits if the federal money is not available. The bill also increases the cap on the number of weeks that employees may be paid benefits under the program from 18 to 26 weeks.

Be it enacted by the General Assembly of the State of Colorado:

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article 75 of title 8, C.R.S.

2 **SECTION 1.** In Colorado Revised Statutes, **repeal** 8-75-209 as 3 follows: 4 8-75-209. Repeal of article. (1) This article is repealed, effective 5 July 1, 2013. Prior to its repeal, the "Colorado Work Share Program" shall 6 be reviewed as provided for in section 24-34-104, C.R.S. 7 (2) If the director finds that the provisions of this part 2 cause the 8 insolvency of the unemployment insurance cash fund to accelerate, the 9 director shall notify the revisor of statutes in writing and this part 2 shall 10 be repealed. **SECTION 2.** In Colorado Revised Statutes, 24-34-104, repeal 11 12 (44) (q) as follows: 13 24-34-104. General assembly review of regulatory agencies and functions for termination, continuation, or reestablishment. 14 15 (44) The following agencies, functions, or both, shall terminate on July 16 1, 2013: (q) The "Colorado Work Share Program" created in part 2 of 17

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1	SECTION 3. In Colorado Revised Statutes, 8-75-203, amend (2)
2	introductory portion, (2) (d), (3) (c), and (3) (e); repeal (2) (e); and add
3	(2) (f), (2) (g), (2) (h), and (2) (i) as follows:
4	8-75-203. Work share program - work share plan - eligibility
5	of employer - approval - denial - repeal. (2) An employer shall MUST
6	submit a work share plan to the division on forms and following
7	procedures required by the director. The director may approve a work
8	share plan if:
9	(d) The plan applies to at least ten percent TWO of the employees
10	in the affected unit; and
11	(e) The plan includes a strategy that restores the total number of
12	work hours to each participating employee to the amount of hours worked
13	prior to participation in the program.
14	(f) THE PLAN INCLUDES A DESCRIPTION OF HOW THE PLAN
15	COMPLIES WITH THE "FEDERAL UNEMPLOYMENT TAX ACT", 26 U.S.C.
16	SEC. 3301 ET SEQ.;
17	(g) THE PLAN INCLUDES AN EXPLANATION OF HOW EMPLOYEES
18	WILL BE NOTIFIED OF THE PLAN IN ADVANCE, IF NOTIFICATION IS FEASIBLE,
19	OR AN EXPLANATION OF WHY IT IS NOT FEASIBLE TO NOTIFY THE
20	EMPLOYEES IN ADVANCE;
21	(h) The plan includes an estimate of the number of
22	EMPLOYEES WHO WOULD BE LAID OFF IF THE EMPLOYER DID NOT
23	PARTICIPATE IN THE WORK SHARE PROGRAM; AND
24	(i) THE PLAN INCLUDES CERTIFICATION BY THE EMPLOYER THAT
25	THE TERMS OF THE WRITTEN PLAN AND IMPLEMENTATION OF THE PLAN ARE
26	CONSISTENT WITH EMPLOYER OBLIGATIONS PURSUANT TO FEDERAL AND
27	STATE LAW.

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1	(3) The director shall not approve a work share plan unless the
2	employer:
3	(c) Certifies that the implementation of a shared work plan and the
4	resulting reduction in work hours is in lieu of temporary layoffs that
5	would affect at least ten percent TWO of the employees in the affected unit
6	and that would result in an equivalent reduction in work hours;
7	(e) Agrees that no employee participating in the work share
8	program shall receive, in the aggregate, more than eighteen TWENTY-SIX
9	weeks of benefits; and
10	SECTION 4. In Colorado Revised Statutes, 8-75-204, add (3) as
11	follows:
12	8-75-204. Employee eligibility for unemployment benefits
13	under the work share plan - employee eligibility for job training.
14	(3) AN ELIGIBLE EMPLOYEE MAY PARTICIPATE IN TRAINING, INCLUDING
15	EMPLOYER-SPONSORED TRAINING AND TRAINING FUNDED THROUGH THE
16	FEDERAL "WORKFORCE INVESTMENT ACT OF 1998", 29 U.S.C. SEC. 2801
17	ET SEQ., TO ENHANCE JOB SKILLS IF THE TRAINING PROGRAM HAS BEEN
18	APPROVED BY THE DEPARTMENT OF LABOR AND EMPLOYMENT.
19	SECTION 5. In Colorado Revised Statutes, amend 8-75-208 as
20	follows:
21	8-75-208. Benefits payments charged to employer. IF
22	REIMBURSEMENT TO THE STATE FOR UNEMPLOYMENT COMPENSATION IS
23	NOT AVAILABLE PURSUANT TO THE FEDERAL "LAYOFF PREVENTION ACT
24	OF 2012", SUBTITLE D OF TITLE II OF PUB.L. 112-96, unemployment
25	compensation benefits paid to an employee pursuant to this part 2 shall
26	be charged to the account of the employer participating in the work share
27	plan in the same manner as regular benefits pursuant to section 8-73-108

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1 (3) (e) (1).
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- 2 **SECTION 6. Effective date.** This act takes effect July 1, 2013.
- 3 **SECTION 7. Safety clause.** The general assembly hereby finds,
- 4 determines, and declares that this act is necessary for the immediate
- 5 preservation of the public peace, health, and safety.

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