# Second Regular Session Seventieth General Assembly STATE OF COLORADO

## PREAMENDED

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

LLS NO. 16-0850.01 Yelana Love x2295

**HOUSE BILL 16-1288** 

**HOUSE SPONSORSHIP** 

Kraft-Tharp and Wist,

Tate and Merrifield,

#### SENATE SPONSORSHIP

House Committees Business Affairs and Labor

Finance Appropriations **Senate Committees** 

### A BILL FOR AN ACT

101	CONCERNING THE CREATION OF AN INDUSTRY INFRASTRUCTURE
102	GRANT PROGRAM WITHIN THE STATE WORK FORCE
103	DEVELOPMENT COUNCIL, AND, IN CONNECTION THEREWITH,
104	CREATING THE INDUSTRY INFRASTRUCTURE FUND AND MAKING
105	AN APPROPRIATION.

### **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

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

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

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

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

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

2 46.3 of title 24 as follows:	
3 PART 4	
4 INDUSTRY INFRASTRUCTURE GRANT PROGRAM	
5 <b>24-46.3-401. Definitions.</b> As used in this part 4, unle	SS THE
6 CONTEXT OTHERWISE REQUIRES:	
7 (1) (a) "Eligible nonprofit entity" means an entity 7	HAT:
8 (I) COLLABORATES WITH THE COLORADO WORK	FORCE
9 DEVELOPMENT COUNCIL TO ADMINISTER THE INDUSTRY INFRASTRU	CTURE
10 GRANT PROGRAM;	
11 (II) PARTNERS WITH BUSINESS ENTITIES TO ENSURE ACC	ESS TO
12 TRAINING OPPORTUNITIES FOR STUDENTS;	
13 (III) PROVIDES SUPPORT TO INDUSTRY ASSOCIATION	S AND
14 TRAINING PARTNERS;	
15 (IV) COORDINATES MULTI-INDUSTRY LEAD COMPE	TENCY
16 IDENTIFICATION TO INFORM THE DEVELOPMENT OF WORKPLACE LEA	RNING
17 CURRICULUM;	
18 (V) SERVES AS A TRANSLATIONAL MEDIUM BE	ΓWEEN
19 GOVERNMENT, EDUCATION, AND BUSINESSES IN ORDER TO CRE	ATE A
20 COMMON NOMENCLATURE; AND	
21 (VI) PROVIDES DOCUMENTATION DEMONSTRATING A FU	NDING
22 COMMITMENT OF AT LEAST THREE HUNDRED THOUSAND DOLLARS	AND A
23 SIGNED AFFIDAVIT INDICATING THAT THE FUNDING COMMITMENT	SHALL
24 BE USED FOR THE PURPOSES LISTED IN SECTION 24-46.3-403.	
25 (b) "Eligible nonprofit entity" does not include	DE AN
26 ORGANIZATION EXEMPT FROM FEDERAL TAXATION UNDER SECTION	501(c)
27 (4) OF THE FEDERAL "INTERNAL REVENUE CODE OF 1986", AS AME	NDED.

1 (2) "INDUSTRY-DEFINED COMPETENCIES" MEANS THE SPECIFIC 2 KNOWLEDGE, SKILLS, AND ABILITIES THAT INDUSTRY LEADERS, 3 INCLUDING, BUT NOT LIMITED TO, EMPLOYER ASSOCIATIONS, LABOR 4 UNIONS, OR STATE AND LOCAL LABOR FEDERATIONS HAVE COLLECTIVELY 5 IDENTIFIED AS BEING CRITICAL TO A SPECIFIC OCCUPATION OR GROUP OF 6 OCCUPATIONS EFFECTIVELY. THESE COMPETENCIES ARE BOTH 7 FOUNDATIONAL AND TASK-SPECIFIC.

8 (3) "STATE COUNCIL" MEANS THE STATE WORK FORCE
9 DEVELOPMENT COUNCIL CREATED IN SECTION 24-46.3-101.

10 24-46.3-402. Industry infrastructure grant program - creation. 11 THE INDUSTRY INFRASTRUCTURE GRANT PROGRAM IS HEREBY 12 CREATED IN THE STATE COUNCIL. THE PURPOSE OF THE PROGRAM IS TO 13 PARTNER WITH ELIGIBLE NONPROFIT ENTITIES TO DEVELOP AND 14 MAINTAIN THE INDUSTRY COMPETENCY STANDARDIZATION NEEDED TO 15 SUPPORT BUSINESSES IN THEIR IMPLEMENTATION OF WORK SITE TRAINING 16 PROGRAMS. THE STATE COUNCIL SHALL ESTABLISH AND PUBLISH 17 GUIDELINES FOR THE ADMINISTRATION OF THE GRANT PROGRAM, 18 DISBURSEMENT OF MONEY, AND CONFIRMATION OF PRIVATE FUNDING 19 COMMITMENTS.

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21 24-46.3-403. Use of grant money. (1) AN ELIGIBLE NONPROFIT
22 ENTITY MAY ONLY USE GRANT MONEY TO:

(a) IDENTIFY INDUSTRY-SPECIFIC STANDARDS AND ASSESSMENTS
FOR ACCOUNTABILITY AND IMPLEMENTATION OF COMPETENCIES WITHIN
WORK FORCE PROGRAMS;

26 (b) IMPLEMENT INDUSTRY-DEFINED COMPETENCIES WITHIN WORK
27 FORCE PROGRAMS;

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(c) ASSIST BUSINESSES AND INDUSTRY ASSOCIATIONS WITH HUMAN
 RESOURCES TRAINING AND DEVELOPMENT; AND

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

5 24-46.3-404. Industry infrastructure fund - creation. (1) THE
6 INDUSTRY INFRASTRUCTURE FUND, REFERRED TO IN THIS SECTION AS THE
7 "FUND", IS HEREBY CREATED IN THE STATE TREASURY. THE FUND
8 CONSISTS OF GIFTS, GRANTS, AND DONATIONS TO THE FUND AND ANY
9 OTHER MONEY THAT THE GENERAL ASSEMBLY MAY APPROPRIATE OR
10 TRANSFER TO THE FUND.

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

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

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

(5) ON SEPTEMBER 1, 2016, AND ON SEPTEMBER 1 OF THE
SUBSEQUENT TWO YEARS, THE STATE TREASURER SHALL TRANSFER THREE
HUNDRED THOUSAND DOLLARS FROM THE GENERAL FUND TO THE
INDUSTRY INFRASTRUCTURE FUND CREATED IN THIS SECTION.

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

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1 (a) THE ELIGIBLE NONPROFIT ENTITY, IF ANY; 2 (b) INDUSTRY SECTORS IDENTIFIED; 3 (c) A LIST OF COMPETENCIES IN EACH SECTOR; 4 (d) USES OF AN ELIGIBLE NONPROFIT ENTITY'S COMMITTED 5 PRIVATE FUNDING; AND 6 (e) ANY OTHER MEASURABLE OUTCOMES THE STATE COUNCIL 7 DEEMS APPROPRIATE. THE STATE COUNCIL SHALL INCLUDE THE REPORT IN 8 THE ANNUAL COLORADO TALENT REPORT, DESCRIBED IN SECTION 9 24-46.3-103 (3) (a). 10 24-46.3-406. Applicability of other laws. NOTWITHSTANDING 11 ANY OTHER LAW TO THE CONTRARY, THE WORK FORCE DEVELOPMENT 12 COUNCIL AND THE EXPENDITURE OF MONEY PURSUANT TO THIS PART 4 IS 13 NOT SUBJECT TO THE PROVISIONS OF THE "PROCUREMENT CODE", 14 ARTICLES 101 TO 112 OF THIS TITLE. 15 **24-46.3-407. Repeal.** This part 4 is repealed, effective July 16 1,2021. 17 SECTION 3. In Colorado Revised Statutes, 24-46.3-103, amend 18 (3) (a) (VI) and (3) (a) (VII); and add (3) (a) (VIII) as follows: 19 24-46.3-103. Key industries talent pipeline working group. 20 (3) (a) In doing the work specified in subsection (2) of this section, the 21 state council, in partnership with the department of higher education, the 22 department of education, the department of labor and employment, and 23 the Colorado office of economic development, shall coordinate the 24 production of an annual Colorado talent report. In preparing the annual 25 Colorado talent report, the state council, the departments, and the office 26 may use previously collected data and are not required to collect new data 27 for the purposes of the report. The talent report shall:

(VI) Include recommendations related to advancing talent pipeline
 and career pathways development; and

3 (VII) Include recommendations regarding the alignment and
4 consistency of data nomenclature, collection practices, and data-sharing;
5 AND

6 (VIII) INCLUDE THE REPORT REGARDING THE INDUSTRY
7 INFRASTRUCTURE GRANT PROGRAM, PREPARED AS REQUIRED BY SECTION
8 24-46.3-405.

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10 **SECTION 4.** Act subject to petition - effective date. This act 11 takes effect at 12:01 a.m. on the day following the expiration of the 12 ninety-day period after final adjournment of the general assembly (August 13 10, 2016, if adjournment sine die is on May 11, 2016); except that, if a 14 referendum petition is filed pursuant to section 1 (3) of article V of the 15 state constitution against this act or an item, section, or part of this act 16 within such period, then the act, item, section, or part will not take effect 17 unless approved by the people at the general election to be held in 18 November 2016 and, in such case, will take effect on the date of the 19 official declaration of the vote thereon by the governor.

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