# First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

# **PREAMENDED**

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

LLS NO. 23-0647.01 Josh Schultz x5486

**HOUSE BILL 23-1074** 

#### **HOUSE SPONSORSHIP**

Dickson and Amabile,

# SENATE SPONSORSHIP

(None),

#### **House Committees**

# **Senate Committees**

Business Affairs & Labor Appropriations

# A BILL FOR AN ACT CONCERNING A STUDY REGARDING WORKFORCE TRANSITIONS TO OTHER INDUSTRIES, AND, IN CONNECTION THEREWITH, MAKING 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 <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

The bill requires the office of future of work (office) to contract with a third party to study workforce transitions in Colorado's economy. The workforce transitions study (study) must:

• Evaluate the skill transferability of workers in the oil and gas industry and in occupations in Colorado that are facing

- the most disruption due to automation;
- Explore training availability, skills needed, and transition strategies; and
- Provide recommendations for programs and policies to prepare the workforce for these transitions.

On or before December 1, 2024, the office is required to submit a report of the study's research and findings to the governor and to the business, labor, and technology committee of the senate and the business affairs and labor committee of the house of representatives.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, add part 7 to article
3	83 of title 8 as follows:
4	PART 7
5	WORKFORCE TRANSITIONS STUDY
6	<b>8-83-701. Definitions.</b> As used in this part 7, unless the
7	CONTEXT OTHERWISE REQUIRES:
8	(1) "EMERGING INDUSTRIES" MEANS INDUSTRIES THAT ARE IN THE
9	EARLY STAGE OF POTENTIAL MARKET SHARE IN COLORADO BUT ARE
10	GROWING IN ECONOMIC IMPORTANCE AND JOB CREATION.
11	(2) "OFFICE" MEANS THE COLORADO OFFICE OF FUTURE OF WORK
12	CREATED IN SECTION 8-77-110.
13	(3) "STUDY" MEANS THE WORKFORCE TRANSITIONS STUDY
14	REQUIRED BY SECTION $8-83-702(1)$ .
15	8-83-702. Workforce transitions study - report. (1) ON OR
16	BEFORE DECEMBER 1, 2023, THE OFFICE SHALL CONTRACT WITH AN
17	INDEPENDENT THIRD PARTY TO CONDUCT A STUDY THAT EXPLORES
18	WORKFORCE TRANSITIONS IN COLORADO'S ECONOMY FOR WORKERS IN THE
19	OIL AND GAS INDUSTRY AND WORKERS AFFECTED BY INDUSTRY
20	DISRUPTION DUE TO AUTOMATION.

-2-

1	(2) The office shall administer a request for proposals
2	AND SOLICIT FIRMS OR PUBLIC ENTITIES WITH THE NECESSARY
3	CREDENTIALS, AS DETERMINED BY THE OFFICE, TO BID ON PERFORMING
4	THE STUDY.
5	(3) IN PERFORMING THE STUDY, THE CONTRACTOR SHALL:
6	(a) REGARDING OIL AND GAS WORKERS:
7	(I) EVALUATE THE TRANSFERABLE AND NONTRANSFERABLE SKILLS
8	OF WORKERS IN OIL AND GAS EXTRACTION JOBS, IDENTIFY KEY
9	POPULATIONS OF THE WORKFORCE WHOSE JOBS MAY NOT EASILY
10	TRANSITION TO NEW INDUSTRIES OR NEW TYPES OF WORK, AND MAKE
11	RECOMMENDATIONS TO THE OFFICE ON NEXT STEPS TO DEVELOP
12	WORKFORCE ASSISTANCE PROGRAMS TO ASSIST THESE WORKERS;
13	(II) IDENTIFY EXISTING AND EMERGING INDUSTRIES RELATED TO
14	OIL AND GAS EXTRACTION AND THE UTILITY SECTOR, AND EVALUATE JOB
15	TRANSFERABILITY TO AND RETRAINING FOR THESE EXISTING AND
16	EMERGING INDUSTRIES, INCLUDING ADJACENT ENERGY AND CARBON
17	MANAGEMENT INDUSTRIES SUCH AS HYDROGEN FUELS; ENHANCED
18	GEOTHERMAL SYSTEMS; CARBON CAPTURE, UTILIZATION, AND
19	SEQUESTRATION; CONSTRUCTION; WELL-PLUGGING AND REMEDIATION;
20	WORKFORCE DEVELOPMENT FOR ELECTRIC LINEWORKERS AND
21	CONTRACTORS FOCUSED ON BENEFICIAL ELECTRIFICATION AND ENERGY
22	EFFICIENCY PROJECTS, AND IDENTIFY WAYS TO REMOVE BARRIERS TO
23	OBTAINING APPROPRIATE SKILLS AND LICENSES;
24	(III) IN PARTNERSHIP WITH THE COLORADO ENERGY OFFICE,
25	CREATED IN SECTION 24-38.5-101 (1), IDENTIFY POTENTIAL WORKFORCE
26	NEEDS IN THE SHORT AND MEDIUM TERM IN EMERGING INDUSTRIES AND
27	RENEWABLE ENERGY RESOURCES, AS DEFINED IN SECTION 40-2-124

-3-

I	(1)(a)(VII), AND ASSESS EMPLOYMENT TRENDS, TAKING HISTORICAL DATA
2	INTO ACCOUNT;
3	(IV) EXPLORE SKILL DEVELOPMENT NEEDS, TRAINING
4	AVAILABILITY, AND TRANSITION STRATEGIES FOR WORKERS AND
5	EMPLOYERS SHIFTING FROM OIL AND GAS JOBS TO EMERGING INDUSTRIES
6	IN THE REGION, INCLUDING CONSULTATION WITH OTHER WESTERN STATES
7	FOR PURPOSES OF LEARNING ABOUT THEIR WORKFORCE TRANSITION IDEAS
8	AND STRATEGIES; AND
9	(V) DEVELOP POLICY AND INCENTIVE PROPOSALS FOR PROGRAMS
10	TO TRANSITION WORKERS TO EXISTING AND EMERGING INDUSTRIES IN
11	COLORADO AND THE SURROUNDING REGION, MAXIMIZING TRANSITION OF
12	WORKERS TO JOBS IN THE SAME COMMUNITIES, AND INCLUDING ANALYSES
13	OF FEDERAL FUNDING OPPORTUNITIES; AND
14	(b) REGARDING INDUSTRY DISRUPTION DUE TO AUTOMATION:
15	(I) EXPLORE HOW TECHNOLOGY IS SIMULTANEOUSLY REPLACING
16	EXISTING WORK AND CREATING NEW WORK;
17	(II) EVALUATE WHICH OCCUPATIONS IN COLORADO ARE FACING
18	THE MOST DISRUPTION DUE TO AUTOMATION;
19	(III) IDENTIFY SKILL TRANSFERABILITY TO EMERGING INDUSTRIES
20	AND INDUSTRIES EXPERIENCING GROWTH FOR OCCUPATIONS THAT ARE
21	DISPLACED DUE TO AUTOMATION AND DEVELOP TRANSITION STRATEGIES
22	FOR THESE WORKERS AND EMPLOYERS;
23	(IV) IDENTIFY THE SKILLS NEEDED FOR EMERGING AND GROWING
24	INDUSTRIES AND EXPLORE THE AVAILABILITY OF SKILLS TRAINING FOR
25	WORKERS TRANSITIONING TO THESE INDUSTRIES;
26	(V) PROVIDE RECOMMENDATIONS FOR FUNDING, PROGRAMS, AND
27	DOLICIES NEEDED TO DEEDADE EMDLOVEDS AND WORKEDS FOR THESE

-4- 1074

1	TRANSITIONS;
2	(VI) CONSULT WITH RELEVANT STAKEHOLDERS ACROSS IMPACTED
3	INDUSTRIES IN COLORADO TO DISCUSS THEIR HUMAN RESOURCE AND
4	WORKFORCE STRATEGIES AND THEIR LONG-TERM OUTLOOK ON THE
5	INDUSTRY AND THE STATE;
6	(VII) CONSULT WITH RELEVANT EMPLOYERS AND EMPLOYEES
7	ACROSS IMPACTED INDUSTRIES IN COLORADO, INCLUDING THOSE WHO
8	MAY BE INDIRECTLY IMPACTED;
9	(VIII) CONSULT WITH EMPLOYERS AND EMPLOYEES WHO MAY BE
10	INDIRECTLY IMPACTED BY A WORKFORCE TRANSITION TO EMERGING
11	INDUSTRIES, INCLUDING EMPLOYERS AND EMPLOYEES IN ENERGY SECTOR
12	CONSTRUCTION, GAS DISTRIBUTION, NATURAL GAS UTILITIES,
13	EXPLORATION EQUIPMENT MANUFACTURING, AND WHOLESALE OR RETAIL
14	SUPPLY; AND
15	(c) REGARDING FUNDING FOR WORKFORCE TRANSITION AND
16	COMMUNITY ECONOMIC DEVELOPMENT:
17	(I) EVALUATE AND ANALYZE FEDERAL FUNDING SOURCES
18	AVAILABLE TO THE STATE GOVERNMENT, LOCAL GOVERNMENTS, AND THE
19	PRIVATE SECTOR FOR WORKFORCE DEVELOPMENT AND COMMUNITY
20	ECONOMIC DEVELOPMENT;
21	(II) EVALUATE AND ANALYZE CURRENT STATE AND LOCAL
22	GOVERNMENT WORKFORCE DEVELOPMENT, RESILIENCY, AND RECOVERY
23	INFRASTRUCTURE;
24	(III) TRACK CURRENT FEDERAL FUNDING SECURED FOR
25	WORKFORCE TRANSITION AND ECONOMIC DEVELOPMENT IN COMMUNITIES
26	AFFECTED BY WORKFORCE TRANSITION AND IDENTIFY FUNDING GAPS; AND
27	(IV) RECOMMEND POLICIES THAT PROMOTE INTERAGENCY

-5- 1074

1	COLLABORATION TO MAXIMIZE THE POTENTIAL OF GOVERNMENT AGENCIES
2	AND THE PRIVATE SECTOR TO SECURE AVAILABLE FEDERAL FUNDING,
3	INCLUDING CONSIDERATION OF CREATING POSITIONS FOR STAFF WHO WILL
4	SERVE AS A LIAISON WITH EXISTING STATE GOVERNMENT OFFICES, LOCAL
5	GOVERNMENTS, AND THE PRIVATE SECTOR FOR THE PURPOSES OF GRANT
6	WRITING AND OTHER SUPPORT.
7	(4) (a) On or before December 1, 2024, the office shall
8	SUBMIT A REPORT TO THE GOVERNOR AND TO THE BUSINESS, LABOR, AND
9	TECHNOLOGY COMMITTEE OF THE SENATE AND THE BUSINESS AFFAIRS AND
10	LABOR COMMITTEE OF THE HOUSE OF REPRESENTATIVES, OR THEIR
11	SUCCESSOR COMMITTEES. THE REPORT MUST INCLUDE THE STUDY'S
12	RESEARCH, FINDINGS, AND RECOMMENDATIONS, IN ACCORDANCE WITH
13	SUBSECTION (3) OF THIS SECTION.
14	(b) The report required by this subsection (4) must include,
15	BUT SHOULD NOT BE LIMITED TO:
16	(I) CONSIDERATION AND COMPARISON OF WAGES AND SALARIES IN
17	BOTH EXISTING INDUSTRIES AND EMERGING INDUSTRIES, AND AN
18	ASSESSMENT OF POTENTIAL GAPS THAT MAY EXIST; AND
19	(II) DISAGGREGATED DATA THAT MAPS THE IMPACT OF
20	WORKFORCE TRANSITION AND MAPS THE GEOGRAPHIC LOCATION OF
21	POTENTIAL JOBS IN EXISTING OR EMERGING INDUSTRIES.
22	(c) THE OFFICE SHALL ISSUE AN UPDATE ON THE KEY FINDINGS OF
23	THE STUDY TO THE BUSINESS, LABOR, AND TECHNOLOGY COMMITTEE OF
24	THE SENATE AND THE BUSINESS AFFAIRS AND LABOR COMMITTEE OF THE
25	HOUSE OF REPRESENTATIVES, OR THEIR SUCCESSOR COMMITTEES, BY
26	AUGUST 1, 2024.
2.7	8-83-703. Repeal of part. This part 7 is repealed, effective

-6-

1	SEPTEMBER 1, 2025.
2	SECTION 2. In Colorado Revised Statutes, amend 8-77-110 as
3	follows:
4	<b>8-77-110.</b> Office of future of work - study - report. (1) The
5	office of future OF work in the department of labor and employment,
6	created by executive order B 2019 009, shall, within the scope of the
7	executive order, study unemployment assistance as part of its study on the
8	modernization of worker benefits and protections.
9	(2) On or before January 15, 2021, the office of future OF work
10	shall submit an initial report as directed by executive order B 2019 009
11	to the governor and to the business, labor, and technology committee of
12	the senate and the business affairs and labor committee of the house of
13	representatives, or their successor committees.
14	SECTION 3. In Colorado Revised Statutes, 8-83-601, amend (7)
15	as follows:
16	<b>8-83-601. Definitions.</b> As used in this part 6:
17	(7) "Office" means the office of future OF work described in
18	section 8-77-110.
19	SECTION 4. Appropriation. (1) For the 2023-24 state fiscal
20	year, \$317,318 is appropriated to the department of labor and employment
21	for use by the executive director's office. This appropriation is from the
22	general fund and is based on an assumption that the department will
23	require an additional 0.2 FTE. To implement this act, the department may
24	use this appropriation for the office of future work. Any money
25	appropriated in this section not expended prior to July 1, 2024, is further
26	appropriated to the department for the 2024-25 state fiscal year, for the
27	same purpose.

-7- 1074

SECTION 5. Act subject to petition - effective date. This act
takes effect at 12:01 a.m. on the day following the expiration of the
ninety-day period after final adjournment of the general assembly; except
that, if a referendum petition is filed pursuant to section 1 (3) of article V
of the state constitution against this act or an item, section, or part of this
act within such period, then the act, item, section, or part will not take
effect unless approved by the people at the general election to be held in
November 2024 and, in such case, will take effect on the date of the
official declaration of the vote thereon by the governor.

-8- 1074