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. 23-0708.01 Yelana Love x2295

HOUSE BILL 23-1146

HOUSE SPONSORSHIP

Valdez,

SENATE SPONSORSHIP

(None),

House Committees

Senate Committees

Business Affairs & Labor Appropriations

A BILL FOR AN ACT

101 CONCERNING A PROHIBITION AGAINST AN EMPLOYER TAKING ADVERSE 102 ACTION AGAINST AN EMPLOYEE WHO ACCEPTS A GRATUITY.

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://leg.colorado.gov.)

The bill prohibits an employer engaged in a business from taking adverse action against an employee who accepts a cash gratuity offered by a patron of the business.

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

| 1 | SECTION 1. In Colorado Revised Statutes, 8-4-103, add (7) as |
|----|--|
| 2 | follows: |
| 3 | 8-4-103. Payment of wages - insufficient funds - pay statement |
| 4 | - record retention - gratuity notification - penalties - definition. |
| 5 | (7) (a) It is unlawful for an employer engaged in a business to |
| 6 | TAKE ADVERSE ACTION AGAINST AN EMPLOYEE WHO ACCEPTS A CASH |
| 7 | GRATUITY OFFERED BY A PATRON OF THE BUSINESS. |
| 8 | (b) Nothing in this subsection (7) prohibits employers from |
| 9 | REQUIRING EMPLOYEES WHO ACCEPT CASH GRATUITIES OFFERED BY |
| 10 | PATRONS OF THE BUSINESS TO SHARE OR ALLOCATE THE GRATUITIES ON A |
| 11 | PREESTABLISHED BASIS AMONG THE EMPLOYEES. |
| 12 | (c) As used in this subsection (7), "adverse action" has the |
| 13 | MEANING SET FORTH IN SECTION 8-2-126 (2). |
| 14 | SECTION 2. Act subject to petition - effective date - |
| 15 | applicability. (1) This act takes effect at 12:01 a.m. on the day following |
| 16 | the expiration of the ninety-day period after final adjournment of the |
| 17 | general assembly; except that, if a referendum petition is filed pursuant |
| 18 | to section 1 (3) of article V of the state constitution against this act or an |
| 19 | item, section, or part of this act within such period, then the act, item, |
| 20 | section, or part will not take effect unless approved by the people at the |
| 21 | general election to be held in November 2024 and, in such case, will take |
| 22 | effect on the date of the official declaration of the vote thereon by the |
| 23 | governor. |
| 24 | (2) This act applies to conduct occurring on or after the applicable |
| 25 | effective date of this act. |

-2- 1146