First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 23-0587.01 Yelana Love x2295

HOUSE BILL 23-1078

HOUSE SPONSORSHIP

Willford,

SENATE SPONSORSHIP

Hansen,

House Committees
Business Affairs & Labor

Senate Committees

A BILL FOR AN ACT

101 CONCERNING THE CREATION OF A DEPENDENT ALLOWANCE FOR 102 INDIVIDUALS RECEIVING UNEMPLOYMENT COMPENSATION.

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 creates a dependent allowance for an individual receiving unemployment compensation (eligible individual) for each of the eligible individual's dependents. The dependent allowance starts on July 1, 2025, is \$35 per dependent per week, and increases annually for inflation if necessary. The bill defines "dependent" as a child of an eligible individual who receives at least half of the child's financial support from the eligible

individual and who is:

- Under 18 years of age; or
- 18 years of age or older and incapable of self-care because of a mental or physical disability.

The bill requires the division of unemployment insurance to report to the general assembly regarding the dependent allowance annually, beginning August 31, 2025, and by August 31 of each year thereafter.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. Short title. The short title of this act is the
3	"Sustaining Children and Other Dependents of Job Seekers Act".
4	SECTION 2. Legislative declaration. (1) The general assembly
5	finds and declares that:
6	(a) The coronavirus pandemic demonstrated the key role
7	unemployment insurance plays in maintaining economic stability in times
8	of recession;
9	(b) It is time to modernize our state's unemployment insurance
10	program to make it effective for our modern workforce and to ensure
11	equitable access to unemployment insurance benefits;
12	(c) Modernization must ensure that working parents, many of
13	whom are sole providers for Colorado children, can find economic
14	stability while seeking reemployment; and
15	(d) Supporting family economic stability will bolster a more rapid
16	recovery from economic downturns for all Coloradans.
17	SECTION 3. In Colorado Revised Statutes, 8-73-102, add (2.5)
18	as follows:
19	8-73-102. Weekly benefit amount for total unemployment -
20	dependent allowance created - calculated by the division - annual
21	adjustments - definitions. (2.5) (a) AS USED IN THIS SUBSECTION (2.5):
22	(I) "CHILD" MEANS:

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1	(A) A BIOLOGICAL, AN ADOPTED, OR A FOSTER CHILD;
2	(B) A STEPCHILD OR A LEGAL WARD;
3	(C) A CHILD OF A DOMESTIC PARTNER;
4	(D) A CHILD TO WHOM AN INDIVIDUAL STANDS IN LOCO PARENTIS;
5	OR
6	(E) A PERSON TO WHOM AN INDIVIDUAL STOOD IN LOCO PARENTIS
7	WHEN THE PERSON WAS A MINOR.
8	(II) "DEPENDENT" MEANS A CHILD OF AN ELIGIBLE INDIVIDUAL
9	WHO RECEIVES AT LEAST HALF OF THE CHILD'S FINANCIAL SUPPORT FROM
10	THE ELIGIBLE INDIVIDUAL AND WHO IS:
11	(A) Under eighteen years of age; or
12	(B) EIGHTEEN YEARS OF AGE OR OLDER AND INCAPABLE OF
13	SELF-CARE BECAUSE OF A PHYSICAL OR MENTAL DISABILITY.
14	(III) "DEPENDENT ALLOWANCE" MEANS THE AMOUNT PAYABLE TO
15	an individual eligible for benefits under articles $70\mbox{to}82$ of this
16	TITLE 8 FOR THE INDIVIDUAL'S DEPENDENTS, AS DETERMINED PURSUANT
17	TO SUBSECTION (2.5)(b) OF THIS SECTION.
18	(IV) "HIGHEST-EARNING QUARTER" MEANS THE CALENDAR
19	QUARTER IN THE INDIVIDUAL'S BASE PERIOD WHERE THE INDIVIDUAL
20	EARNED THE HIGHEST WAGES.
21	(V) "INCAPABLE OF SELF-CARE" HAS THE SAME MEANING AS SET
22	FORTH IN THE FEDERAL REGULATIONS IMPLEMENTING THE FEDERAL
23	"Family and Medical Leave Act of 1993", 29 U.S.C. sec. 2601 et
24	SEQ., AS AMENDED.
25	(VI) "Physical or mental disability" has the same meaning
26	AS SET FORTH IN THE FEDERAL REGULATIONS IMPLEMENTING THE FEDERAL
27	"Family and Medical Leave Act of 1993", 29 U.S.C. sec. 2601 et

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- 1 SEQ., AS AMENDED.
- 2 (b) (I) EFFECTIVE JULY 1, 2025, THE DIVISION SHALL PAY EACH
- 3 INDIVIDUAL ELIGIBLE FOR BENEFITS FOR EACH WEEK OF UNEMPLOYMENT,
- 4 IN ADDITION TO THE AMOUNT PAYABLE UNDER SUBSECTION (1)(a) OF THIS
- 5 SECTION, A DEPENDENT ALLOWANCE IN THE AMOUNT OF THIRTY-FIVE
- 6 DOLLARS FOR EACH OF THE INDIVIDUAL'S DEPENDENTS, UP TO THE
- 7 MAXIMUM AMOUNT OF ONE HUNDRED PERCENT OF THE INDIVIDUAL'S
- 8 AVERAGE WEEKLY WAGE FROM THE INDIVIDUAL'S HIGHEST-EARNING
- 9 QUARTER.
- 10 (II) THE DIVISION SHALL ADJUST THE DEPENDENT ALLOWANCE
- AMOUNT SPECIFIED IN SUBSECTION (2.5)(b)(I) OF THIS SECTION ON
- 12 JANUARY 1, 2026, AND BY JANUARY 1 OF EACH YEAR THEREAFTER BY THE
- 13 AMOUNT DETERMINED BY THE DIVISION TO REPRESENT THE PERCENT
- 14 INCREASE, IF ANY, IN THE UNITED STATES DEPARTMENT OF LABOR,
- 15 BUREAU OF LABOR STATISTICS, CONSUMER PRICE INDEX FOR
- 16 DENVER-AURORA-LAKEWOOD FOR URBAN WAGE EARNERS AND CLERICAL
- 17 WORKERS, OR ITS SUCCESSOR INDEX, FOR DECEMBER OF THE PRECEDING
- 18 YEAR OVER THE YEAR PRIOR TO THE PRECEDING YEAR, ADJUSTED TO THE
- 19 NEAREST ONE-TENTH OF ONE PERCENT.
- 20 (III) By January 15, 2026, and by January 15 of each year
- THEREAFTER, THE DIVISION SHALL REPORT THE ANNUAL INCREASE IN THE
- DEPENDENT ALLOWANCE AMOUNT TO THE HOUSE OF REPRESENTATIVES
- BUSINESS AFFAIRS AND LABOR COMMITTEE AND THE SENATE BUSINESS,
- 24 LABOR, AND TECHNOLOGY COMMITTEE, OR THEIR SUCCESSOR
- 25 COMMITTEES, AND PROMINENTLY PUBLISH THE CURRENT DEPENDENT
- 26 ALLOWANCE AMOUNT ON THE DIVISION'S PUBLIC WEBSITE.
- 27 (c) The dependent allowance is in addition to the

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1	UNEMPLOYMENT BENEFITS OTHERWISE PAYABLE TO THE INDIVIDUAL AND
2	IS NOT CALCULATED AS PART OF AN INDIVIDUAL'S TOTAL MAXIMUM
3	WEEKLY BENEFIT AMOUNT.
4	(d) FOR EACH DEPENDENT, THE DIVISION SHALL PROVIDE ONLY
5	ONE INDIVIDUAL WITH A DEPENDENT ALLOWANCE FOR THAT DEPENDENT
6	EACH WEEK.
7	(e) THE DIVISION SHALL REQUEST INFORMATION RELATING TO
8	WHETHER AN INDIVIDUAL HAS ANY DEPENDENTS AS PART OF THE INITIAL
9	APPLICATION FOR BENEFITS.
10	(f) THE DIVISION SHALL ESTABLISH THE NUMBER OF DEPENDENTS
11	AN INDIVIDUAL HAS AT THE BEGINNING OF THE INDIVIDUAL'S BENEFIT
12	YEAR. IF THE INDIVIDUAL GAINS OR LOSES DEPENDENTS DURING THE
13	BENEFIT YEAR, THE DIVISION SHALL ADJUST THE DEPENDENT ALLOWANCE
14	ACCORDINGLY DURING THE NEXT FULL CALENDAR WEEK FOLLOWING THE
15	CHANGE IN THE INDIVIDUAL'S DEPENDENTS.
16	(g) THE DIVISION SHALL PROVIDE IN THE INDIVIDUAL'S MONETARY
17	DETERMINATION:
18	(I) NOTICE OF THE DEPENDENT ALLOWANCE AMOUNT;
19	(II) THE NAMES OF THE DEPENDENTS THAT ARE ESTABLISHED FOR
20	THE INDIVIDUAL; AND
21	(III) THE CALCULATION USED TO DETERMINE THE DEPENDENT
22	ALLOWANCE AMOUNT.
23	(h) A DEPENDENT ALLOWANCE PROVIDED PURSUANT TO THIS
24	SUBSECTION (2.5) IS PART OF AN INDIVIDUAL'S BENEFIT AMOUNT AND
25	SUBJECT TO THE SAME DUE PROCESS AND APPEAL RIGHTS.
26	(i) THE DIVISION SHALL NOT CHARGE EMPLOYERS FOR THE
27	DEPENDENT ALLOWANCE PORTION OF THE BENEFIT AMOUNT AN

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1	EMPLOYER IS NOT AN INTERESTED PARTY WITH RESPECT TO THE
2	DEPENDENT ALLOWANCE AND DOES NOT HAVE ANY RIGHT TO CONTEST
3	THE DEPENDENT ALLOWANCE.
4	SECTION 4. In Colorado Revised Statutes, 8-72-101, amend
5	(3)(b) introductory portion, (3)(b)(VI), and (3)(b)(VII); and add
6	(3)(b)(VIII) as follows:
7	8-72-101. Duties and powers of division.
8	(3) (b) Notwithstanding section 24-1-136 (11)(a)(I), the department of
9	labor and employment shall update the general assembly annually on the
10	status of the fund during the hearing conducted pursuant to section
11	2-7-203. By August 31, 2012, and by each August 31 OF EACH YEAR
12	thereafter, the division shall report to the joint budget committee, the
13	economic and business development BUSINESS AFFAIRS AND LABOR
14	committee of the house of representatives, and the business, labor, and
15	technology committee of the senate, or their successor committees,
16	regarding the status of the fund. The report shall include at least the
17	following from the prior calendar year:
18	(VI) The total amount of overpayments paid to claimants and the
19	total amount of overpayments recovered; and
20	(VII) An analysis of measures taken by the division to reduce the
21	total number and amount of overpayments and fraudulent payments; AND
22	(VIII) THE FOLLOWING INFORMATION REGARDING THE DEPENDENT
23	ALLOWANCE CREATED IN SECTION 8-73-102 (2.5), BY AUGUST 31, 2025,
24	AND BY AUGUST 31 OF EACH YEAR THEREAFTER:
25	(A) THE TOTAL NUMBER OF INDIVIDUALS CLAIMING A DEPENDENT
26	ALLOWANCE AND THE TOTAL AMOUNT OF DEPENDENT ALLOWANCES PAID
27	BY THE DIVISION;

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1	(B) THE AVERAGE WEEKLY DEPENDENT ALLOWANCE AMOUNT;
2	(C) THE AVERAGE NUMBER OF DEPENDENTS EACH INDIVIDUAL
3	CLAIMS;
4	(D) THE AVERAGE DURATION THAT CLAIMANTS RECEIVE THE
5	DEPENDENT ALLOWANCE; AND
6	(E) THE NUMBER OF DEPENDENT ALLOWANCE APPEALS FILED AND
7	THE OUTCOMES OF THOSE APPEALS.
8	SECTION 5. Act subject to petition - effective date. This act
9	takes effect at 12:01 a.m. on the day following the expiration of the
10	ninety-day period after final adjournment of the general assembly; except
11	that, if a referendum petition is filed pursuant to section 1 (3) of article V
12	of the state constitution against this act or an item, section, or part of this
13	act within such period, then the act, item, section, or part will not take
14	effect unless approved by the people at the general election to be held in
15	November 2024 and, in such case, will take effect on the date of the
16	official declaration of the vote thereon by the governor.

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