

Out Leadership's Business Climate Index for the 50 United States is an assessment of states' performance on LGBTQ+ inclusion. It measures the impact government policies and prevalent attitudes have on the LGBTQ+ people residing in each state, quantifying the economic imperatives for inclusion and the costs of discrimination. It equips business leaders and policy makers with a clear sense of the most impactful steps states can take to make themselves more hospitable to forward-thinking, innovative, inclusive businesses.

Color Coding

NO DICK	I OW DICK	MODERATE DICK	NOTABLE BICK	LIIGH DIGI
NO RISK	LOW RISK	MODERATE RISK	NOTABLE RISK	HIGH RISK

For more context around these scores, and to learn more about the criteria we used to assess how state laws, actions and attitudes toward LGBTQ+ people create business and talent risks, please visit www.outleadership.com/staterisk

Colorado



Legal & Nondiscrimination Protection

The state has strong discrimination laws, and in January 2020 it became the third state with 3 gender options (M, F, X) and self-attestation for all state IDs.

20/20



Youth & Family Support

Same-sex couples must be married or in a civil union to petition to adopt. Youths in foster care are protected on the basis of sexual orientation and gender identity, but potential adoptive parents can't be ruled out for their religious beliefs. Conversion therapy for minors is prohibited.

18.33/20





Political & Religious Attitudes

The state has an openly gay governor and two U.S. Senators with a consistent record of voting for LGBTQ+ rights and inclusion. There are currently no laws allowing for religious exemptions from civil rights law.

18/20



Health Access & Safety

The threshold for HIV criminalization has grown much higher under current Governor Jared Polis, but there are still legal repercussions for sexually transmitting the virus.* The state's hate crime protections cover sexuality and trans-specific status but don't mention gender identity. Transgender healthcare is covered both under the state's Medicaid plan and by private insurers.

16/20



Work Environment & Employment

11% of transgender employees in Colorado reported being harassed in the past year due to their gender identity, and 31% report mistreatment such as having someone at work share private information about their gender. 24% of LGBTQ+ individuals in Colorado reported food insecurity, double that of their non-LGBTQ+ peers (12%). Up to 21% of LGBTQ+ individuals in Colorado reported making less than \$24,000 per year. Approximately 6% of LGBTQ+ individuals report unemployment in Colorado, which is higher than the rate of their non-LGBTQ+ peers (4%).

14/20

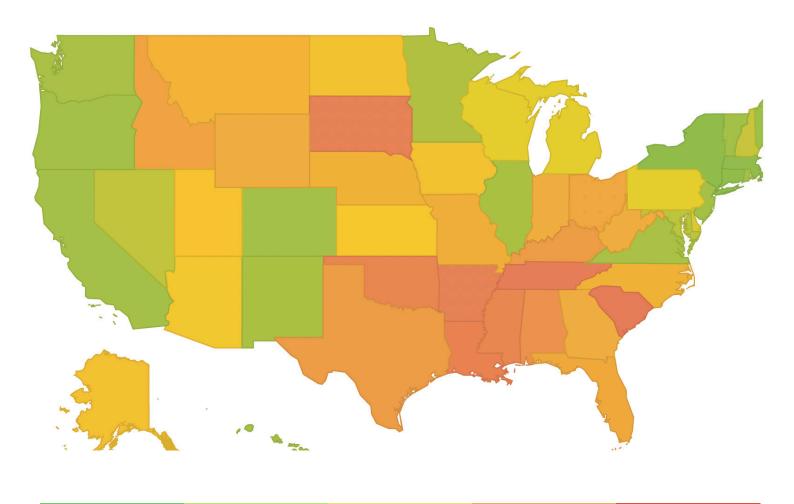
A Note on Methodology

Download this report to learn how and why Out Leadership created the LGBTQ+ Business Climate Index for the 50U.S. States, with important details about our methodology, including our data standards and practices. NOTE: *HIV criminalization laws are discriminatory and ineffective. These laws fail to account for advances made in treating and controlling HIV, may deter people from getting tested and seeking treatment, and can exacerbate the stigma targeting people living with HIV and LGBTQ+ people.



United States Heat Map

The legal and cultural situation for LGBTQ+ people varies widely across the country. This map, based on each state's total Business Climate Score, illustrates the states where LGBTQ+ people are empowered to participate more fully and openly in the economy, and the states that are lagging behind.



NO RISK LOW RISK MODERATE RISK NOTABLE RISK HIGH RISK





Colorado Talking Points

4.6% of Coloradoans identify as LGBTQ+. Conservatively, that's LGBTQ+ personal income of \$14.9 billion – a market my business can't afford to ignore.

When LGBTQ+ employees don't feel welcome at work, they're less likely to stay, and employee turnover is a drag on the state economy and business competitiveness. It costs companies an average of \$10,810 to replace an employee in Colorado, and it can cost up to \$422,000 to replace senior executives. Colorado and the businesses operating there have strong financial incentives to create inclusive workplaces in the interest of keeping these costs down.

Colorado's comprehensive nondiscrimination law protects LGBTQ+people, so the state is already experiencing the positive economic impacts of such policies. One estimate suggests that the state's economy may have grown 3%, or \$10.4 billion, thanks to its inclusive approach. That said, there's still a gap between policy and culture, and organizations in Colorado have a business imperative to ensure that LGBTQ+ people feel welcome in their workplaces.

Millennial and Gen Z consumers prefer to do business with companies with LGBTQ+ friendly advertising and policies – 54% say they're more likely to choose an LGBTQ+ inclusive brand over a competitor – which is why it's important that Alaska continue to foster a business environment where being inclusive is supported.

Millennial and Gen Z consumers prefer to do business with companies with LGBTQ+ friendly advertising and policies – 54% say they're more likely to choose an LGBTQ+ inclusive brand over a competitor – which is why it's important that Colorado continue to foster a business environment where being inclusive is supported.



Regional Context The West

Out Leadership and FCB partnered on original market research into the attitudes of American workers on LGBTQ+ inclusion, which fielded in 2019 and 2020. These briefs as a whole will be updated on an ongoing basis by Out Leadership because we recognize the ever-changing nature of policy on the local, state, and national level.

Overall, 52.5% of LGBTQ+ workers in the West are out at work. However, urbanicity has a big impact on whether LGBTQ+ workers feel comfortable sharing personal information at work (LGBTQ+ workers are 26% less likely to share when in rural areas vs 4% less likely to share in urban areas compared to national average). There is also a big impact when it comes to age and being open to managers, with older LGBTQ+ workers in this region being more likely to share with their managers than any other age group nationwide (52%more likely). West workers are also 14% more likely to report microaggressions at work which may be why LGBTQ+/Allies are also 15% more likely to say they want to work with companies that are more supportive of LGBTQ+ rights. Even though there are reports of microaggressions in the workplace, workers in this region were 35% less likely to say that the state's leadership talked negatively about LGBTQ+ issues.

Unless otherwise noted, all comparisons for more or less likely are compared to the National results. Regional results are based off of 1,500 respondents (LGBTQ+ and Non-LGBTQ+ responses have been weighted to be age-representative for each audience in each region). National results are based off of 600 respondents representative of each audience (LGBTQ+ vs Non-LGBTQ+).

States in the Western region included: Alaska, California, Colorado, Hawaii, Idaho, Montana, Nevada, Oregon, Utah, Washington, Wyoming.



Current Legal Status of LGBTQ+ People in Colorado

Legal status of the Lesbian, Gay and Bisexual Community

The Colorado Anti-Discrimination Act (CADA) protects residents from discrimination on the basis of sexual orientation and gender identity.

State employees are protected from discrimination on the basis of sexual orientation and gender identity under the Sexual Orientation Employment Discrimination Act.

Youth in foster care, excluding those in the custody of the division of youth services or a state mental hospital, are protected by law from discrimination on the basis of sexual orientation and gender identity.

Second parent adoption is permitted, and there is no requirement of marriage or civil union. Step-parent adoption is also permitted for same-sex spouses or partners who are married or in a civil union. The primary difference between a second-parent and step-parent adoption in Colorado is that the petitioning parent does not have to be in a legal relationship with the child's legal parent for a second parent adoption, but in a step-parent adoption the petitioning parent must be in a marriage or civil union with the legal parent.

Both parents can be represented on a birth certificate as long as they are married.

A convicted sexual crime involving penetration carries an additional penalty if the assailant knew they were HIV positive and ended up transmitting the virus during the encounter.

Conversion therapy for persons under the age of 18 has been prohibited in Colorado since 2019. The ban covers health professionals, exempting church officials.

Legal Status of the Transgender Community

Starting in 2020, applicants can change gender markers on birth certificates and driver's licenses simply by filling out a form, though minors still need signatures from parents and healthcare providers. Name changes require a court order.



Transgender services are specifically included in Colorado's Medicaid program (Health First Colorado). Both hormone treatment and surgery are covered.

As of April 1, 2019 insurance companies in Colorado are not permitted to exclude transgender care where such care is medically necessary (in accordance with generally accepted professional standards of care).

Transgender people in Colorado are permitted to use 'gender-segregated facilities' that are consistent with their gender identity. Gender-segregated facilities include restrooms, lockers rooms, dressing rooms, and dormitories.

Colorado has hate crime protections inclusive of sexual orientation, which is defined as "a person's actual or perceived orientation toward heterosexuality, homosexuality, bisexuality, or transgender status." "Gender identity" is not specifically mentioned.

October 2021 the governor announced that in 2023, health insurance coverage must explicitly include sexual reassignment surgery as a basic policy and right. This is a legal first for the United States.

Government Statements and Actions

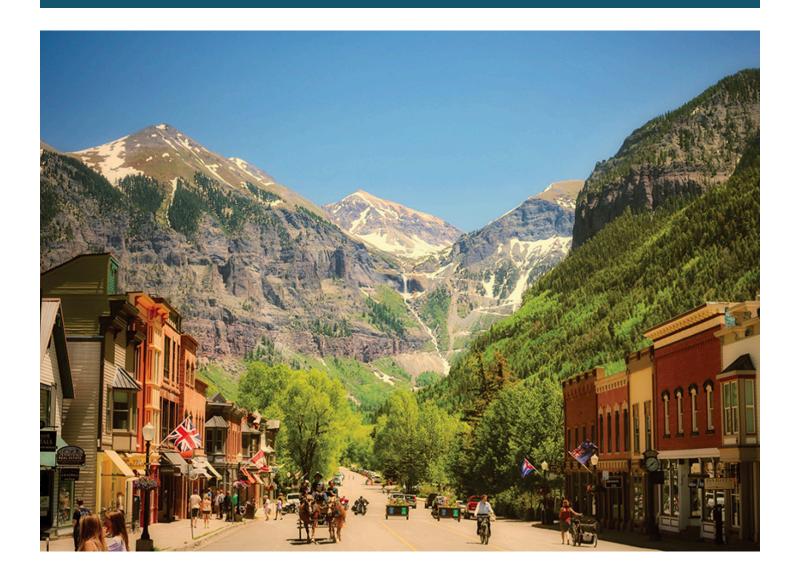
In fall 2020, John Hickenlooper beat incumbent Republican Senator Cory Gardner for the seat, creating a pro-LGBTQ senatorial delegation in the state.

In summer 2020, Colorado became the 11th state to ban the "gay panic defense."

In 2018 the Supreme Court found in favor of *Masterpiece Cakeshop*, in the case of *Masterpiece Cakeshop*, *Ltd. v. Colorado Civil Rights Commission*. The Colorado bakery,told a same-sex couple in 2012 that they wouldn't make them a wedding cake because the owner opposed marriage equality on religious grounds. The state of Colorado rejected the bakery's claims, but the Supreme Court found that the government can't impose regulations that are hostile to religious beliefs or presupposes the illegitimacy of religious beliefs and practices. The proprietor was back in court in April 2020 for another lawsuit: a trans woman alleged that he wouldn't make her a trans-themed birthday cake.

Colorado's Governor, Jared Polis, is the nation's first openly gay governor. Since his election, he has banned conversion therapy for minors and liberalized both HIV criminalization laws and the process for changing gender markers on official documents.





State Rep. Brianna Titone, re-elected to a second term in 2020, is Colorado's first transgender legislator.

In May 2019, Gov. Jared Polis signed the Comprehensive Human Sexuality Education bill. The bill adds certain content requirements for public schools that offer comprehensive human sexuality education. The act prohibits instruction from using shame-based or stigmatizing language or instructional tools, employing gender stereotypes, or excluding the health needs of LGBTQ+ individuals.



Impact of LGBTQ+ Discrimination on Business Talent

1

NO RISK

2

LOW RISK

3

MODERATE RISK



NOTABLE RISK



HIGH RISK

For more context around these scores, and to learn more about the criteria we used to assess how state laws, actions and attitudes toward LGBTQ+ people create business and talent risks, please visit www.outleadership.com/staterisk

Brand Risk

2

LOW RISK

Companies incur low risk to their brands by operating in Colorado, where there are strong nondiscrimination protections, but "gender identity" is not specifically mentioned in hate crimes protections.

Client Risk

1

NO RISK

There's no reason to believe that LGBTQ+ or strong ally clients would pull business from companies operating in Colorado, which has recently helped lead the way on exemplary gender marker change policies.

Talent Risk



NO RISK

Colorado has comprehensive nondiscrimination laws and protections, making it an appealing state for top LGBTQ+ talent.

Marketing Risk



NO RISK

There's no risk in marketing to the LGBTQ+ community in Colorado.

Future Risk



LOW RISK

While some discriminatory bills are filed every session, state lawmakers appear to have little appetite for advancing discriminatory legislation, and statewide nondiscrimination protections are in place. The risk of a future negative event is low.



Socio-cultural Environment of LGBTQ+People in Colorado

Status of LGBTQ+ Organizing and Community

77% of Coloradans favor anti-discrimination laws protecting the LGBTQ+community,according to the 2018 American Values Atlas.

More than half of survey respondents opposed allowing small businesses to discriminate against LGBTQ+ people on religious grounds, which is what the Supreme Court allowed to stand in the state in the *Masterpiece Cakeshop* case.

Cultural Views of the LGBTQ+ Community

Denver PrideFest, which happens each June, is the largest celebration of LGBTQ+ pride in the Rocky Mountain region. The 2019 event topped 425,000 attendees. It moved online-only for 2020 due to the coronavirus, and a hybrid version is slated for 2021.

The Gill Foundation, which funds pro-equality initiatives, is headquartered in Denver, and devotes an entire funding arm to increasing LGBTQ+ inclusion in the state.

Mile High Freedom Bands, in its 36th year, is a Denver-based musical organization that supports the LGBTQ+ community through its performances.





Partners

Our partnerships make our work possible. The first State LGBTQ+ Business Climate Index released in 2019 was funded by a grant from the Gill Foundation. The Index is based on data graciously shared by the Movement Advancement Project and the Williams Institute. Ropes & Gray is our pro bono legal partner for the CEO Business Briefs globally, and their research informs this Index. FCB partnered with us to conduct original market research into American attitudes toward LGBTQ+ workplace inclusion, informing the Regional Context section of the State CEO Briefs. America Competes supported the development of the scoring for the Risk Assessments, particularly for the Future Risk score.











