H.B. NO. <sup>547</sup> H.D. 1

### A BILL FOR AN ACT

RELATING TO EARLY CHILD CARE.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that a strong child care 2 and early education workforce is necessary to support Hawaii's children, working families, and communities. The legislature 3 4 further finds that the demand for quality child care and early 5 education far exceeds the number of qualified child care and 6 early education professionals currently available in the State. 7 The legislature also finds that efforts to maintain and expand 8 quality, affordable child care and early education programs are 9 hindered by a lack of qualified child care and early education 10 professionals.

Accordingly, the purpose of this Act is to:
(1) Establish a two-year infant and toddler child care
worker subsidy pilot program to retain the existing
early child care workforce in licensed infant and
toddler child care center settings; and
(2) Appropriate funds for the pilot program.

### 2023-1201 HB547 HD1 HMS0

## H.B. NO. <sup>547</sup> H.D. 1

1	SECTI	ION 2. (a) The department of human services shall	
2	establish	and implement a two-year infant and toddler child care	
3	worker subsidy pilot program.		
4	(b)	The department shall develop standards and	
5	qualifications for participation in the pilot program by child		
6	care workers, which at a minimum shall meet the following		
7	requirements:		
8	(1)	The pilot program shall be available to all lead	
9		caregivers, caregivers, and child care aides in infant	
10		and toddler centers licensed by the department;	
11	(2)	Participants shall not be employed by the department	
12	ς.	of education, public charter schools, or federally	
13		funded early head start programs; and	
14	(3)	Participants shall be limited to child care workers	
15		working in licensed infant and toddler child care	
16		centers only.	
17	(C)	The department of human services shall establish best	
18	practices	to bring all participants' pay to at a minimum \$16.00	
19	per hour.		
20	(d)	Requests for subsidies shall be submitted to the	
21	departmen	t in accordance with administrative rules adopted by	

## 2023-1201 HB547 HD1 HMS0

Page 2

## H.B. NO. <sup>547</sup> H.D. 1

1	the depar	tment to administer the subsidy program. Each request
2	shall at	a minimum state:
3	(1)	The name of the child care provider requesting a
4		subsidy;
5	(2)	The subsidy amount being requested; and
6	(3)	The age range of the children the child care provider
7		serves.
8	(e)	Each applicant for a subsidy shall provide proof that
9	the applicant:	
10	(1)	Has United State citizenship or permanent United
11		States resident alien status and is a resident of the
12		State at the time of application;
13	(2)	Is currently licensed or registered as a child care
14		provider, or is an exempt provider approved by the
15		department;
16	(3)	Provides infant and toddler care at the time of
17		application;
18	(4)	Complies with all other federal, state, or county
19		statutes, rules, or ordinances necessary to conduct
20		the activities or provide the services for which a
21		subsidy is awarded;

# 2023-1201 HB547 HD1 HMSO

## H.B. NO. <sup>547</sup> H.D. 1

1	(5)	Complies with all applicable federal and state laws	
2		prohibiting discrimination against a person on the	
3		basis of race, color, national origin, religion,	
4		creed, sex, age, sexual orientation, or disability;	
5	(6)	Agrees not to use state funds for entertainment or	
6		lobbying activities;	
7	(7)	Allows the department, legislative committees and	
8		their staff, and the auditor full access to the	
9		applicant's records, reports, files, and other related	
10		documents and information for the purposes of	
11		monitoring, measuring the effectiveness of, and	
12		ensuring the proper expenditure of the subsidy;	
13	(8)	Is employed by a child care facility that is not part	
14		of, owned or operated by, or owned and operated as a	
15		private educational institution;	
16	(9)	Satisfies any other standards that may be required by	
17		the source of funding; and	
18	(10)	Meets all other standards prescribed in rules adopted	
19		by the department to implement the subsidy.	
20	(f)	Every request for a subsidy shall be submitted to the	
21	department on an application form provided by the department and		

2023-1201 HB547 HD1 HMSO

H.B. NO. <sup>547</sup> H.D. 1

1 shall at a minimum contain the information required by
2 subsection (e). The department shall review each request to
3 determine whether the applicant is eligible to receive a subsidy
4 and shall make a final decision on each request. The department
5 shall inform each subsidy applicant of the disposition of the
6 applicant's request. The department shall adopt rules to
7 establish an appeals process for any denial of a request.

8 (g) The department shall not release the public funds
9 approved for a subsidy under this Act unless a contract is
10 entered into between the department and the subsidy recipient.
11 The department shall develop and determine, in consultation with
12 and subject to review and approval of the department of the
13 attorney general, the specific contract form to be used.

(h) Appropriations for subsidies made under this Act shall
be subject to the allotment system generally applicable to all
appropriations made by the legislature.

17 (i) Every department subsidy contract executed pursuant to
18 this Act shall be monitored by the department to ensure
19 compliance with this Act, and shall be evaluated annually to
20 determine whether the subsidy attained the intended results in
21 the manner contemplated.

### 2023-1201 HB547 HD1 HMS0

H.B. NO. <sup>547</sup> H.D. 1

1 (j) Any subsidy recipient who withholds or omits any 2 material fact or deliberately misrepresents facts to the 3 department shall be in violation of this Act and, in addition to 4 other penalties provided by law, any recipient found to have 5 violated this Act or the terms of any contract executed pursuant 6 to this Act shall be prohibited from applying for any department 7 subsidies for a period of five years from the date of 8 termination.

9 (k) The department may convene and consult community
10 members to establish best practices, policies, or procedures,
11 including but not limited to the development of a salary
12 schedule, educational requirements, and other matters that would
13 assist in the implementation of the infant and toddler child
14 care worker subsidy pilot program.

(1) The department shall adopt rules without regard to
chapter 91, Hawaii Revised Statutes, to administer the infant
and toddler child care worker subsidy pilot program.

18 (m) For the purposes of this Act:

19 "Department" means the department of human services.

20 "Private educational institution" means a non-public entity 21 that provides:

### 2023-1201 HB547 HD1 HMS0

## H.B. NO. <sup>547</sup> H.D. 1

1 (1)Educational services for any grades from kindergarten 2 through grade twelve; 3 (2) Post-secondary education; or 4 (3) Pre-kindergarten level services; 5 that are provided by an entity that holds itself out to the 6 public as a school or educational institution, or that are 7 identified by the entity as educational services rather than 8 solely as child care services. 9 "Recipient" means a child care provider receiving a 10 subsidy. 11 "Subsidy" means an award of state funds to a specified 12 recipient to support the activities of the recipient and permit the community to benefit from those activities. 13 14 The pilot program shall cease to exist on (n) 15 July 1, 2025. 16 SECTION 3. (a) The department of human services shall 17 submit interim reports on the infant and toddler child care 18 worker subsidy pilot program's development and implementation, 19 including impacts to infant and toddler child care center operators and staff, and any proposed legislation, to the 20

### 2023-1201 HB547 HD1 HMS0

## H.B. NO. <sup>547</sup> H.D. 1

legislature no later than twenty days prior to the convening of
 the regular sessions of 2024 and 2025.

3 (b) The department of human services shall submit a final 4 report on the infant and toddler child care worker subsidy pilot 5 program, including impacts to infant and toddler child care 6 center operators and staff, and any proposed legislation, to the 7 legislature no later than twenty days prior to the convening of 8 the regular session of 2026.

9 SECTION 4. There is appropriated out of the general
10 revenues of the State of Hawaii the sum of \$ or so
11 much thereof as may be necessary for fiscal year 2023-2024 and
12 the same sum or so much thereof as may be necessary for fiscal
13 year 2024-2025 for the infant and toddler child care worker
14 subsidy pilot program established by section 2 of this Act.

15 The sums appropriated shall be expended by the department16 of human services for the purposes of this Act.

17 SECTION 5. This Act shall take effect on June 30, 3000.

### 2023-1201 HB547 HD1 HMS0



#### Report Title:

DHS; Infant and Toddler Child Care Worker Subsidy Pilot Program; Infant and Toddlers; Appropriation

#### Description:

Requires the department of human services to establish and implement a two-year infant and toddler child care worker subsidy pilot program to assist in retaining the existing child care workforce. Appropriates funds for the pilot program. Sunsets 7/1/2025. Effective 6/30/3000. (HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.