# 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:
- 11
- 12 (1)Establish a two-year infant and toddler child care 13 worker subsidy pilot program to retain the existing 14 early child care workforce in licensed infant and 15 toddler child care center settings; and
- 16 (2) Appropriate funds for the pilot program.

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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 sub	osidy pilot program.
4	(b)	The department shall develop standards and
5	qualificat	tions for participation in the pilot program by child
6	care worke	ers, which at a minimum shall meet the following
7	requiremen	nts:
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		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

- 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 the21 department in accordance with administrative rules adopted by

centers only.

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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 appli	cant:
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;

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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	departmen	t on an application form provided by the department and

- 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.
- 14 (h) Appropriations for subsidies made under this Act shall
- 15 be subject to the allotment system generally applicable to all
- 16 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.

- 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.
- 15 (1) The department shall adopt rules without regard to
- 16 chapter 91, Hawaii Revised Statutes, to administer the infant
- 17 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:

- 1 (1) Educational services for any grades from kindergarten
- 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.
- "Subsidy" means an award of state funds to a specified
- 12 recipient to support the activities of the recipient and permit
- 13 the community to benefit from those activities.
- 14 (n) The pilot program shall cease to exist on
- 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
- 20 operators and staff, and any proposed legislation, to the

- 1 legislature no later than twenty days prior to the convening of
- 2 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 department
- 16 of human services for the purposes of this Act.
- 17 SECTION 5. This Act shall take effect on June 30, 3000.

#### 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)

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