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# By: Senator Kasemeyer

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Committee Report: Favorable with amendments Senate action: Adopted Read second time: March 31, 2000

CHAPTER\_\_\_\_\_

1 AN ACT concerning

### Judith P. Hoyer Blue Ribbon Commission on the Financing of Early Child Care and Education

4 FOR the purpose of creating the Judith P. Hoyer Blue Ribbon Commission on the

5 Financing of Early Child Care and Education; providing for the purpose, duties,

6 and membership of the Commission; providing for the terms and compensation

7 of its members; providing for the appointment of its members; requiring the

8 Commission to meet at certain times and issue reports on or before certain

9 dates; providing for the termination of the Commission and the termination of

10 this Act; and generally relating to the creation of a Commission charged with

11 studying the financing of early child care and education in the State.

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## Preamble

13 WHEREAS, Maryland's greatest resource is its children; and

14 WHEREAS, Maryland's youngest children must receive an early child care

15 and education that provide a safe, nurturing, educational, and culturally affirming 16 environment, in order to ensure that they enter the school system prepared to

17 succeed; and

18 WHEREAS, In 1999, the State annual average cost for full-time child care for 19 a child 5 years or younger was \$6,112; and

WHEREAS, Nationally, approximately 60% of the \$40 billion spent annually on early child care and education is paid by the families of those children; and

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1 WHEREAS, The vast majority of the money spent goes to pay for direct 2 services to children, with only a small percentage supporting infrastructure, such as 3 quality assurance and capital costs for facilities; and

4 WHEREAS, A growing body of research has revealed the critical importance of 5 early child care and education to later achievement and learning; and

6 WHEREAS, While the State and federal governments support public
7 education and provide substantial support to public colleges, and State and federal
8 governments make substantial contributions targeted to early child care and
9 education for low-income families, public funding of early child care and education for
10 middle-income families is minimal; and

WHEREAS, Nationally, experts in financing are reviewing new approaches to
 funding early child care and education services, including approaches modeled after
 the funding mechanisms used for higher education; and

WHEREAS, A blue ribbon commission created by the State would make
possible an intensive review of innovative approaches to funding early child care and
education, including approaches modeled after methods used in financing higher
education, transportation, and housing; now, therefore,

18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF19 MARYLAND, That:

20 (a) There is a Judith P. Hoyer Blue Ribbon Commission on the Financing of 21 Early Child Care and Education.

(b) The purpose of the Commission is to examine the costs and availability offunding for early child care and education.

24 (c) The Commission shall:

25 (1) determine the total costs of early child care and education;

26 (2) develop a coherent funding structure for early child care and 27 education in Maryland, which may include:

28 (i) a tiered reimbursement system for the purchase of early child
29 care and education, under which providers would be reimbursed at scheduled
30 percentages of and above market rates;

(ii) incentives for providers and programs, including wage
supplements and retention grants, that are linked to the educational attainments of
children receiving early child care and education; or

34 (iii) the inclusion of early child care and education, or at least
35 prekindergarten programs, in the State education funding formula;

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1 2	available fur	(3) iding from		and identify the sources for any available and potentially eral government for early child care and education;				
3 4	sources, othe	(4) er than the		and identify potentially available public and private funding government, for early child care and education;				
5 6	5 (5) identify methods for reducing the costs to middle-income parents of 6 early child care and education; and							
7 8	developed.	(6)	develop	a specific plan and time line for implementation of programs				
9	(d)	The Cor	mmission consists of 25 members.					
10	(e)	The me	embers of the Commission are:					
11 12	as follows:	(1)	two mer	mbers of the Senate of Maryland, appointed by the President				
13			(i)	one member of the Budget and Taxation Committee; and				
14 15	Committee;		(ii)	one member of the Economic and Environmental Affairs				
16 17	follows:	(2)	two mer	mbers of the House of Delegates, appointed by the Speaker as				
18			(i)	one member of the Appropriations Committee; and				
19			(ii)	one member of the Ways and Means Committee;				
20 21	Youth, and	(3) Families		se and Senate Chairmen of the Joint Committee on Children, eneral Assembly;				
22 23	designee;	(4)	the State	e Superintendent of Schools or the State Superintendent's				
24		(5)	the Secr	retary of Budget and Management or the Secretary's designee;				
25		(6)	the Secr	retary of Human Resources or the Secretary's designee;				
26		(7)	the Secr	retary of Higher Education or the Secretary's designee;				
27 28	<ul> <li>(8) the Special Secretary for the Office of Children, Youth, and Families</li> <li>in the Governor's Office or the Special Secretary's designee;</li> </ul>							
29 30	Secretary's	(9) designee;		retary of Business and Economic Development or the				
31 32	Secretary's	(10) designee:		retary of Housing and Community Development or the				

32 Secretary's designee; and

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1	(11)	the foll	owing members appointed by the Governor:			
2 3	Network;	(i)	one representative of the Maryland Child Care Resource			
4		(ii)	one representative of the University System of Maryland;			
5		(iii)	one representative of community colleges in the State;			
6		(iv)	two representatives of the Maryland business community;			
7		(v)	one representative of the banking industry in the State;			
8		(vi)	one representative of family child care providers in the State;			
9		(vii)	one representative of child care centers in the State;			
10		(viii)	two parents of children in child care programs in the State;			
11		(ix)	one representative of a child advocacy group; and			
12 13	strategies.	(x)	one economist who is familiar with innovative funding			
14 15	(f) (1) July 1, 2000.	A mem	ber appointed by the Governor shall be appointed on or before			
16	(2)	A mem	ber shall serve until the end of December 31, 2001.			
	17 (g) The chairman of the Commission shall be appointed jointly by the 18 Governor, the President, and the Speaker on or before July 1, 2000.					
19 20	(h) (1) September 1, 2000.	<b>U</b>				
21 22	21 (2) The Commission shall hold subsequent meetings at times and 22 locations determined by the Commission.					
23	(i) A mer	A member of the Commission:				
24	(1)	may no	t receive compensation; but			
<ul> <li>25 (2) shall receive compensation for expenses under the Standard State</li> <li>26 Travel Regulations as provided in the State budget.</li> </ul>						
<ul> <li>(j) The Department of Legislative Services shall provide the staff for the</li> <li>Commission from among its fiscal analysts.</li> </ul>						
<ul><li>(k) The Commission shall issue to the Governor and, subject to § 2-1246 of the</li><li>State Government Article, to the General Assembly:</li></ul>						

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- 1 (1) on or before December 31, 2000, an interim report on its findings; and
- 2 (2) on or before December 31, 2001, a final report on its findings.
- 3 (1) The Commission shall terminate at the end of December 31, 2001.

4 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 5 July 1, 2000. It shall remain effective for a period of 1 year and 6 months and, at the 6 end of December 31, 2001, with no further action required by the General Assembly, 7 this Act shall be abrogated and of no further force and effect.