HOUSE BILL 608

By: **Delegate Solomon** Introduced and read first time: January 20, 2021 Assigned to: Ways and Means and Appropriations

A BILL ENTITLED

1 AN ACT concerning

Early Childhood Education – Child Care Provider Support Grant Program (The Child Care Provider Support Act)

- 4 FOR the purpose of establishing the Child Care Provider Support Grant Program; $\mathbf{5}$ establishing the purpose of the Grant Program; requiring the Department of 6 Commerce, in consultation with the State Department of Education, to implement 7 and administer the Grant Program and, in consultation with certain industry 8 leaders or advisory groups, to adopt certain regulations; authorizing the Secretary of 9 Commerce to adjust the amount of a grant award under certain circumstances; 10 prohibiting the Secretary of Commerce from awarding a grant that is greater than a certain amount; requiring the Secretary of Commerce to prioritize grant awards to 11 12eligible grantees located in certain zip codes; restricting the use of grant awards to 13certain purposes; requiring the Governor to include in the annual budget bill a 14 certain appropriation for the Grant Program for each fiscal year; defining certain 15terms; and generally relating to the Child Care Provider Support Grant Program.
- 16 BY adding to
- 17 Article Education
- 18 Section 9.5–421
- 19 Annotated Code of Maryland
- 20 (2018 Replacement Volume and 2020 Supplement)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 That the Laws of Maryland read as follows:
- 23

Article – Education

- 24 **9.5–421.**
- 25 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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|-----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------|
| 1 | INDICATED. | |
| 2 | (2) "ELIGIBLE GRANTEE" MEANS A CHILD CARE CENTER THAT: | |
| 3 | (I) | WAS IN OPERATION BEFORE MARCH 2020; |
| 4 5 | (II) 2020; | IS OPEN AND OPERATIONAL ON OR AFTER SEPTEMBER 30, |
| 6 | (III) | HAS A CERTIFICATE OF GOOD STANDING IN THE STATE; |
| 7 | (IV) | IS ENROLLED IN THE MARYLAND EXCELS PROGRAM; |
| 8 | (V) | ACCEPTS STATE SCHOLARSHIP VOUCHERS; |
| 9 10 11 | (VI) CAN DEMONSTRATE FINANCIAL STRESS OR A DISRUPTION IN OPERATION, INCLUDING THE LOSS OF AT LEAST 20% OF ENROLLMENT FOR A PERIOD OF AT LEAST 2 MONTHS FROM MARCH 1, 2020, THROUGH JUNE 30, 2021; | |
| $12 \\ 13 \\ 14$ | (VII) IS NOT CURRENTLY SERVING ENROLLED CHILDREN BUT CAN CONFIRM ITS INTENTION TO ENROLL CHILDREN NOT MORE THAN 30 DAYS AFTER THE DATE ON WHICH A GRANT IS RECEIVED; AND | |
| $15 \\ 16 \\ 17$ | (VIII) PROVIDES A DETAILED DESCRIPTION OF HOW IT ANTICIPATES SPENDING THE GRANT AND HOW MANY CHILDREN IT ANTICIPATES ENROLLING AFTER THE GRANT IS RECEIVED. | |
| $\frac{18}{19}$ | (3) "GRANT PROGRAM" MEANS THE CHILD CARE PROVIDER SUPPORT GRANT PROGRAM. | |
| 20 | (B) (1) THE | RE IS A CHILD CARE PROVIDER SUPPORT GRANT PROGRAM. |
| $21 \\ 22 \\ 23$ | (2) THE PURPOSE OF THE GRANT PROGRAM IS TO PROVIDE FUNDS TO ELIGIBLE GRANTEES TO HELP SUPPORT THE OPERATION OF CHILD CARE CENTERS. | |
| $\begin{array}{c} 24 \\ 25 \end{array}$ | (C) (1) THE DEPARTMENT OF COMMERCE, IN CONSULTATION WITH THE DEPARTMENT, SHALL: | |
| 26 | (I) | IMPLEMENT AND ADMINISTER THE GRANT PROGRAM; AND |
| 27 28 | (II) OR ADVISORY GROUP | IN CONSULTATION WITH CHILD CARE INDUSTRY LEADERS PS, ADOPT REGULATIONS TO IMPLEMENT THIS SECTION, |

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| 1 | INCLUDING REGULATIONS TO DEVELOP: | |
|---------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| 2 | 1. Requirements for grant applications; and | |
| $\frac{3}{4}$ | 2. A PROCESS FOR REVIEWING GRANT APPLICATIONS AND AWARDING GRANTS TO ELIGIBLE GRANTEES. | |
| 5 | (2) THE SECRETARY OF COMMERCE: | |
| 6 7 | (I) MAY ADJUST THE AMOUNT OF EACH GRANT DEPENDING ON THE NUMBER OF ELIGIBLE GRANTEES; | |
| 8 9 10 | (II) MAY NOT AWARD A GRANT TO AN ELIGIBLE GRANTEE IN AN AMOUNT THAT IS MORE THAN THE ELIGIBLE GRANTEE'S TOTAL OPERATING EXPENSES OVER A PERIOD OF 2 months; and | |
| $\begin{array}{c} 11 \\ 12 \end{array}$ | (III) SHALL PRIORITIZE GRANT AWARDS TO ELIGIBLE GRANTEES LOCATED IN: | |
| 13 | 1. HIGH POVERTY ZIP CODES IN THE STATE; OR | |
| $\begin{array}{c} 14 \\ 15 \end{array}$ | 2. ZIP CODES WITH A SIGNIFICANT NUMBER OF LICENSED CHILD CARE CENTERS THAT HAVE CLOSED PERMANENTLY. | |
| $\begin{array}{c} 16 \\ 17 \end{array}$ | (D) GRANT AWARDS MAY BE USED BY ELIGIBLE GRANTEES ONLY FOR THE FOLLOWING PURPOSES: | |
| 18 | (1) PAYROLL EXPENSES; | |
| 19 | (2) RENT OR MORTGAGE PAYMENTS; | |
| 20 | (3) UTILITY EXPENSES; AND | |
| $\begin{array}{c} 21 \\ 22 \end{array}$ | (4) OTHER SIMILAR EXPENSES NECESSARY FOR THE OPERATION OF THE CHILD CARE CENTER. | |
| $\begin{array}{c} 23\\ 24\\ 25 \end{array}$ | (E) FOR FISCAL YEAR 2023 AND EACH FISCAL YEAR THEREAFTER, THE GOVERNOR SHALL INCLUDE IN THE ANNUAL BUDGET BILL AN APPROPRIATION OF \$25,000,000 FOR THE GRANT PROGRAM. | |
| $26 \\ 27$ | SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2021. | |