LRB-4339/1 EHS:cdc

2023 ASSEMBLY BILL 513

October 18, 2023 - Introduced by Representatives Joers, Jacobson, Billings, C. Anderson, J. Anderson, Andraca, Baldeh, Bare, Clancy, Conley, Considine, Doyle, Drake, Emerson, Goyke, Haywood, Hong, Madison, McGuire, Moore Omokunde, Myers, Neubauer, Ohnstad, Ortiz-Velez, Palmeri, Ratcliff, Riemer, Shankland, Shelton, Sinicki, Snodgrass, Stubbs, Subeck and Vining, cosponsored by Senators Roys, Agard, Carpenter, Hesselbein, L. Johnson, Larson, Pfaff, Smith, Spreitzer, Taylor and Wirch. Referred to Committee on Children and Families.

AN ACT to repeal 49.155 (1g) (i) and 49.155 (6) (e) 2.; to amend 49.155 (6) (e) 3.

(intro.); and *to create* 20.437 (2) (c), 20.437 (2) (d), 49.132, 49.133 and 49.155 (1g) (j) of the statutes; **relating to:** a Department of Children and Families program to make payments to child care programs, a child care partnership grant program, granting rule-making authority, and making an appropriation.

Analysis by the Legislative Reference Bureau

This bill authorizes the Department of Children and Families to establish a program for making monthly payments and monthly per-child payments to certified child care providers, licensed child care centers, and child care programs established or contracted for by a school board. This new payment program is in addition to the current law system for providing child care payments under Wisconsin Shares. The bill allows DCF to promulgate rules to implement the program, including establishing eligibility requirements and payment amounts and setting requirements for how recipients may use the payments. The bill funds the program through a new appropriation and by allocating federal moneys, including child care development funds and moneys received under the Temporary Assistance

ASSEMBLY BILL 513

SECTION 1

for Needy Families block grant program. To accomplish this, the bill eliminates a current law allocation of TANF funding for increasing Wisconsin Shares maximum payment rates paid to child care providers on the basis of a provider's quality rating, known as YoungStar.

This bill also authorizes DCF to establish a grant program to award funding to businesses that provide or wish to provide child care services for their employees. The bill allows such a grant to be used to reserve child care placements for local business employees, pay child care tuition, and other costs related to child care. Under the bill, a grant recipient must provide at least 25 percent matching funds. The bill allows DCF to promulgate rules to administer the grant program, including to determine eligibility for a grant.

For further information see the state fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 20.005 (3) (schedule) of the statutes: at the appropriate place, insert the following amounts for the purposes indicated:

2023-24 2024-25

20.437 Children and families, department of

- (2) ECONOMIC SUPPORT
 - (c) Child care quality improvement

program GPR A 81,389,400 222,719,300

(d) Child care partnership grant

program GPR A 11,198,000 11,198,000

SECTION 2. 20.437 (2) (c) of the statutes is created to read:

20.437 (2) (c) Child care quality improvement program. The amounts in the schedule for the program under s. 49.133.

SECTION 3. 20.437 (2) (d) of the statutes is created to read:

ASSEMBLY BILL 513

20.437 (2) (d) Child care partnership grant program. The amounts in the schedule for the grants under s. 49.132.

- 3 -

SECTION 4. 49.132 of the statutes is created to read:

- **49.132** Child care partnership grant program. (1) In this section, "business" means any organization or enterprise operated for profit or a nonprofit corporation. "Business" does not include a governmental entity.
- (2) The department may establish a grant program to award funding to businesses that provide or wish to provide child care services for their employees. A grant awarded under this program may be used to reserve child care placements for local business employees, pay child care tuition, and other costs related to child care.
- (3) A business awarded a grant under this section shall provide matching funds equal to 25 percent or more of the amount awarded.
- (4) The department may promulgate rules to administer this section, including to determine eligibility for a grant.

SECTION 5. 49.133 of the statutes is created to read:

- 49.133 Child care quality improvement program. (1) The department may establish a program under which it may, from the appropriation under s. 20.437 (2) (c) and the allocation under s. 49.155 (1g), make monthly payments and monthly per-child payments to child care providers certified under s. 48.651, child care centers licensed under s. 48.65, and child care programs established or contracted for by a school board under s. 120.13 (14).
 - (2) The department may promulgate rules to implement the program under

this section, including establishing eligibility requirements and payment amounts and setting requirements for how recipients may use the payments.

SECTION 6. 49.155 (1g) (i) of the statutes, as created by 2023 Wisconsin Act 19, is repealed.

SECTION 7. 49.155 (1g) (j) of the statutes is created to read:

49.155 (1g) (j) The child care quality improvement program under s. 49.133.

SECTION 8. 49.155 (6) (e) 2. of the statutes is repealed.

SECTION 9. 49.155 (6) (e) 3. (intro.) of the statutes is amended to read:

49.155 **(6)** (e) 3. (intro.) The department may modify a child care provider's maximum payment rate under subd. 2. pars. (a) to (c) on the basis of the provider's quality rating, as described in the quality rating plan, in the following manner:

SECTION 9106. Nonstatutory provisions; Children and Families.

- (1) CHILD CARE QUALITY IMPROVEMENT PROGRAM.
- (a) Using the procedure under s. 227.24, the department of children and families may promulgate the rules authorized under s. 49.133 (2) as emergency rules. Notwithstanding s. 227.24 (1) (a) and (3), the department of children and families is not required to provide evidence that promulgating a rule under this subsection as an emergency rule is necessary for the preservation of the public peace, health, safety, or welfare and is not required to provide a finding of emergency for a rule promulgated under this subsection.
- (b) The authorized FTE positions for the department of children and families are increased by 1.0 GPR, to be funded from the appropriation under s. 20.437 (2)

ASSEMBLY BILL 513

SECTION 9106

(c), for the purpose of administering the child care quality improvement program under s. 49.133.

(END)