## ASSEMBLY, No. 5705

# STATE OF NEW JERSEY

## 219th LEGISLATURE

**INTRODUCED MAY 12, 2021** 

Sponsored by:

Assemblywoman LISA SWAIN

District 38 (Bergen and Passaic)

**Assemblywoman JOANN DOWNEY** 

**District 11 (Monmouth)** 

Assemblyman NICHOLAS CHIARAVALLOTI

**District 31 (Hudson)** 

**Senator DAWN MARIE ADDIEGO** 

**District 8 (Atlantic, Burlington and Camden)** 

**Senator VIN GOPAL** 

**District 11 (Monmouth)** 

Senator JOSEPH A. LAGANA

District 38 (Bergen and Passaic)

#### **Co-Sponsored by:**

Assemblyman Benson, Assemblywoman Vainieri Huttle, Assemblyman Stanley, Assemblywoman DeFuccio, Assemblymen Caputo, Space, Assemblywoman Jimenez, Assemblymen Wirths, Mazzeo, Assemblywomen Lopez, Jasey, Assemblymen Auth, Mukherji, Freiman, Tully, Houghtaling, McKeon, Armato, Mejia, Senators A.M.Bucco, Beach, Brown, Codey, Cruz-Perez, Cryan, Cunningham, Diegnan, Gill, Greenstein, Madden, Oroho, Pou, Rice, Ruiz, Sacco, Sarlo, Scutari, Singleton, B.Smith, Stack, Sweeney, Testa, Turner, Vitale and Weinberg

#### **SYNOPSIS**

Appropriates \$10 million from General Fund to EDA to support child care providers impacted by COVID-19 pandemic.

### **CURRENT VERSION OF TEXT**

As introduced.

(Sponsorship Updated As Of: 6/3/2021)

	<b>A5705</b> SWAIN, DOWNEY 2
1 2 3	A SUPPLEMENT to the Fiscal Year 2021 appropriations act, P.L.2020, c.97.
4	BE IT ENACTED by the Senate and the General Assembly of the
5	State of New Jersey:
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7	1. In addition to the amounts appropriated under P.L.2020,
8	c.97, the annual appropriations act for Fiscal Year 2021, there is
9	appropriated the following sum for the purpose specified:
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	82 DEPARTMENT OF THE TREASURY
	50 Economic Planning, Development, and Security
	51 Economic Planning and Development
	CDANITE IN AID
	GRANTS-IN-AID           38-2043 Economic Development
	Total Grants-in-Aid Appropriation,
	Economic Planning and Development \$10,000,000
	Grants-in-Aid:
	38 Assistance to Child Care
	Providers, EDA (\$10,000,000)
11	
12	The amount hereinabove appropriated for Assistance to Child Care
13	Providers, EDA, shall be allocated to the New Jersey Economic
14	Development Authority to provide financial assistance to eligible
15	child care providers, pursuant to section 1 of P.L.2021, c.47.
16	The authority may transfer the uncommitted balance of any funds
17	hereinabove appropriated for Assistance to Child Care Providers,
18	EDA, for the purposes of any program established pursuant to
19	P.L.2021, c.42, P.L.2021, c.43, P.L.2021, c.45, or P.L.2021,

transferred funds.

c.46, as well as the Sustain and Serve NJ Program and the Startup Business and Nonprofit Assistance Program, established pursuant to P.L. (pending before the Legislature as , c. Assembly Bill No. 5708 of 2021 and Senate Bill No. 3795 of 2021); provided, however, that the authority shall submit notice to the Joint Budget Oversight Committee no less than five calendar days before the date of the transfer. At a minimum, the

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The amount hereinabove appropriated for Assistance to Child Care Providers, EDA, is conditioned upon the submission of a report by the Chief Executive Officer of the New Jersey Economic Development Authority to the Governor and the Legislature, pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1), detailing the expenditure of program funds. At a minimum, the report shall indicate the number of child care providers that applied for

notice shall indicate the amount of and purpose for the

#### A5705 SWAIN, DOWNEY

financial assistance; the number of child care providers that received financial assistance; the amount of financial assistance provided to each recipient; and a brief description of each recipient.

Of the amounts appropriated to the New Jersey Economic Development Authority for Assistance to Food and Beverage Establishments, Assistance to Businesses and Nonprofits, Assistance to Child Care Providers, Assistance to Microbusinesses, the Sustain and Serve NJ Program, and the Startup Business and Nonprofit Assistance Program, the authority may retain not more than \$1,000,000 to defray administrative expenses.

2. This act shall take effect immediately.

#### **STATEMENT**

This bill appropriates \$10 million from the General Fund to the New Jersey Economic Development Authority (EDA) to support child care providers impacted by the COVID-19 pandemic.

In April 2021, the State enacted P.L.2021, c.47 to provide \$10 million in federal funding to the EDA for disbursement to eligible child care providers impacted by the COVID-19 pandemic. This bill provides \$10 million in additional State funding to support this program. As permitted under P.L.2021, c.47, the bill allows the EDA to transfer uncommitted funds to other programs administered by the authority to address the impact of the COVID-19 pandemic. The bill also allows a portion of these funds to be used for administrative expenses.

As a condition of receiving State funds, the bill also requires the EDA to submit a report to the Governor and the Legislature detailing the expenditure of program funds. At a minimum, the report would be required to indicate the number of child care providers that applied for financial assistance; the number of child care providers that received financial assistance; the amount of financial assistance provided to each recipient; and a brief description of each recipient.