# [Second Reprint] SENATE, No. 3990

# STATE OF NEW JERSEY 219th LEGISLATURE

INTRODUCED JUNE 21, 2021

**Sponsored by:** Senator SHIRLEY K. TURNER **District 15 (Hunterdon and Mercer)** Senator M. TERESA RUIZ **District 29 (Essex)** Assemblywoman LISA SWAIN **District 38 (Bergen and Passaic)** Assemblyman ANDREW ZWICKER District 16 (Hunterdon, Mercer, Middlesex and Somerset) Assemblyman VINCENT MAZZEO **District 2 (Atlantic)** Assemblywoman JOANN DOWNEY **District 11 (Monmouth)** Assemblyman ROY FREIMAN District 16 (Hunterdon, Mercer, Middlesex and Somerset) Assemblywoman GABRIELA M. MOSQUERA **District 4 (Camden and Gloucester)** Assemblywoman SHANIQUE SPEIGHT **District 29 (Essex)** Assemblyman CRAIG J. COUGHLIN **District 19 (Middlesex)** STAT

**Co-Sponsored by:** 

Assemblywomen Vainieri Huttle, Jimenez, Murphy, Dunn, Jasey, Timberlake, Lopez and Assemblyman Armato

#### SYNOPSIS

Appropriates \$100,000,000 to DCA for purpose of studying and providing grants and technical assistance to licensed and registered child care providers to support workforce development and other improvements.

1776 3

CURRENT VERSION OF TEXT

As amended by the General Assembly on June 24, 2021.

(Sponsorship Updated As Of: 6/24/2021)

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AN ACT <sup>2</sup>[establishing a child care revitalization fund] <u>concerning</u> 1 licensed and registered child care providers<sup>2</sup>, appropriating 2 100,000,000, and supplementing Title <sup>2</sup>[30] 52<sup>2</sup> of the New 3 4 Jersey Statutes. 5 6 **BE IT ENACTED** by the Senate and General Assembly of the State 7 of New Jersey: 8 9 <sup>1</sup>[1. The Legislature finds and declares that: 10 Working mothers in New Jersey and across the nation have a. 11 been disparately affected by child care and school closures during 12 the coronavirus 2019 (COVID-19) pandemic. 13 b. According to the United States Census Bureau, 1.6 million fewer women with school-aged children were actively working in 14 January 2021, when compared with January 2020. 15 A Kaiser family Foundation survey conducted in late 2020 16 c. 17 found that 30 percent of working mothers interviewed had taken 18 time off from work due to child care or school closures. Without access to affordable, high-quality child care, New 19 d. 20 Jersey's working mothers will continue to face the difficult choice between caring for their young children and their careers. 21 22 e. Fully-operating schools and licensed child care providers are 23 critical to the New Jersey's reopening plan, as well as the State's 24 economic recovery from the COVID-19 pandemic. 25 f. Too many licensed child care providers have been unable to 26 re-open following pandemic-related closures, due to high operating 27 costs and reduced capacity required to slow the spread of COVID-28 19. 29 It is in the public interest for the Legislature to create a fund g. 30 to address the critical child care and economic issues faced by the State's working families and licensed child care providers. ]<sup>1</sup> 31 32 33 <sup>1</sup>[2. a. There is created within the Department of Children and 34 Families a dedicated, non-lapsing fund to be known as the Child 35 Care Revitalization Fund for the purpose of supporting child care providers, licensed pursuant to P.L.1983, c.492 (C.30:5B-1 et seq.), 36 37 who were severely impacted by high operating costs and reduced 38 capacity required to mitigate the health impact of the coronavirus 39 2019 (COVID-19) pandemic. 40 The Commissioner of the Department of Children and b. 41 Families, in consultation with the Commissioner of Human Services 42 and the Chief Executive of the Economic Development Authority, 43 shall establish processes by which licensed child care providers may 44 submit, through an online portal, applications for assistance through

**EXPLANATION** – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

Matter enclosed in superscript numerals has been adopted as follows: <sup>1</sup>Senate SBA committee amendments adopted June 21, 2021.

<sup>&</sup>lt;sup>2</sup>Assembly floor amendments adopted June 24, 2021.

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1 the fund, and by which the allocation of resources from the fund 2 may be prioritized. 3 c. Authorized allocations from the fund are to be disbursed to 4 licensed child care providers within 21 days of the department's receipt of a qualifying application, as submitted by a provider 5 through the online portal established pursuant to this act, prior to 6 7 September 1, 2021. 8 d. The commissioner, pursuant to the "Administrative 9 Procedure Act" P.L.1968, c.410 (C.52:14B-1 et seq.), shall adopt 10 such rules and regulations as necessary to implement the provisions of this act. **]**<sup>1</sup> 11 12 13 <sup>1</sup>[3. There is appropriated \$100,000,000 from the General Fund 14 to the Department of Children and Families to effectuate the 15 purposes of this act.  $\mathbf{J}^1$ 16 17 <sup>1</sup><u>1. a. There is appropriated to the Division of Disaster</u> 18 Recovery and Mitigation in the Department of Community Affairs \$15,500,000 in federal funds allocated to the State from the federal 19 "Coronavirus State Fiscal Recovery Fund" established pursuant to 20 the federal "American Rescue Plan Act", Pub.L.117-2, and such 21 22 amounts shall be made available to the Department of Children and 23 Families to create workforce development supports and conduct a 24 child care landscape study, and of such amounts, not more than 2.5 25 percent, subject to the division's ultimate review and approval, shall 26 be utilized by the Department of Children and Families for 27 organizational, administrative and other work and services, 28 including salaries, equipment, services, and materials necessary to 29 administer the activities authorized by this subsection. The 30 Department of Children and Families shall enter into a 31 memorandum of understanding or grant agreement, as applicable, 32 with the division to effectuate the purposes of this subsection, to 33 establish appropriate administrative costs, and to ensure compliance with federal rules and guidance, including with respect to the 34 35 "American Rescue Plan Act," Pub.L.117-2. 36 b. The division shall be the State's grant manager for federal "Coronavirus State Fiscal Recovery Funds," and is responsible for 37 38 ensuring compliance with all applicable federal rules and 39 regulations for this act, including, but not limited to, submitting all 40 required reporting and documentation to the United States 41 Department of the Treasury in accordance with federal rules, 42 including with respect to the "American Rescue Plan Act," 43 Pub.L.117-2. As the State's grant manager for federal "Coronavirus 44 State Fiscal Recovery Funds," the division shall require funds for 45 organizational, administrative, and other work and services, 46 including salaries, services, equipment, and materials necessary to administer the applicable provisions of this act. 47

1 c. Notwithstanding the provisions of subsection a. of this 2 section to the contrary, the division may transfer the uncommitted 3 balance of any funds made available pursuant to this section for any 4 use authorized under this act. The division shall submit notice to 5 the Joint Budget Oversight Committee no less than five calendar 6 days before the date of the transfer. The notice shall indicate the 7 amount of the transferred funds and the purpose for which the funds 8 are transferred.<sup>1</sup> 9 10 <sup>1</sup>2. a. There is appropriated to the Division of Disaster 11 Recovery and Mitigation in the Department of Community Affairs 12 \$54,500,000 in federal funds allocated to the State from the federal "Coronavirus State Fiscal Recovery Fund" established pursuant to 13 14 the federal "American Rescue Plan Act", Pub.L.117-2, and such 15 amounts shall be made available to the New Jersey Economic 16 Development Authority for the purpose of providing technical 17 assistance to licensed child care providers, registered family child 18 care homes and grants to child care providers for facilities 19 improvements which grants shall be allocated, on a rolling basis, to 20 licensed child care providers, registered family child care homes, 21 and child care providers, and of such amounts, not more than 2.5 22 percent, subject to the division's ultimate review and approval, shall 23 be utilized by the New Jersey Economic Development Authority for 24 organizational, administrative and other work and services, 25 including salaries, equipment, services, and materials necessary to 26 administer the activities authorized by this subsection. The New Jersey Economic Development Authority shall enter into a 27 memorandum of understanding or grant agreement, as applicable, 28 29 with the division to effectuate the purposes of this subsection, to 30 establish appropriate administrative costs, and to ensure compliance 31 with federal rules and guidance, including with respect to the 32 "American Rescue Plan Act," Pub.L.117-2. 33 b. The division shall be the State's grant manager for federal 34 "Coronavirus State Fiscal Recovery Funds," and is responsible for 35 ensuring compliance with all applicable federal rules and 36 regulations for this act, including, but not limited to, submitting all 37 required reporting and documentation to the United States Department of the Treasury in accordance with federal rules, 38 39 including with respect to the "American Rescue Plan Act," 40 Pub.L.117-2. As the State's grant manager for federal "Coronavirus 41 State Fiscal Recovery Funds," the division shall require funds for organizational, administrative, and other work and services, 42 43 including salaries, services, equipment, and materials necessary to 44 administer the applicable provisions of this act. 45 c. Notwithstanding the provisions of subsection a. of this 46 section to the contrary, the division may transfer the uncommitted

47 <u>balance of any funds made available pursuant to this section for any</u>

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use authorized under this <sup>2</sup>act<sup>2</sup>. The division shall submit notice to 1 2 the Joint Budget Oversight Committee no less than five calendar 3 days before the date of the transfer. The notice shall indicate the 4 amount of the transferred funds and the purpose for which the funds 5 are transferred.<sup>1</sup> 6 <sup>1</sup>3. a. There is appropriated to the Division of Disaster 7 8 Recovery and Mitigation in the Department of Community Affairs 9 \$30,000,000 in federal funds allocated to the State from the federal 10 "Coronavirus State Fiscal Recovery Fund" established pursuant to the federal "American Rescue Plan Act", Pub.L.117-2, and such 11 12 amounts shall be made available to the Department of Human Services for the purpose of providing grants to the licensed child 13 <u>care providers</u><sup>2</sup>, registered family day care providers,<sup>2</sup> or employees 14 of licensed child care providers <sup>2</sup>or registered family day care 15 providers<sup>2</sup>, which grants shall be allocated, on a rolling basis, to 16 licensed child care providers<sup>2</sup>, registered family day care 17 providers,<sup>2</sup> or employees of licensed child care providers <sup>2</sup>or 18 registered family day care providers<sup>2</sup> within 45 days of the 19 department's receipt of a complete qualifying application, and of 20 21 such amounts, not more than 2.5 percent, subject to the division's 22 ultimate review and approval, shall be utilized by the Department of 23 Human Services for organizational, administrative and other work 24 and services, including salaries, equipment, services, and materials 25 necessary to administer the activities authorized by this subsection. 26 The Department of Human Services shall enter into a memorandum of understanding or grant agreement, as applicable, with the 27 division to effectuate the purposes of this act subsection, to 28 29 establish appropriate administrative costs, and to ensure compliance with federal rules and guidance, including with respect to the 30 "American Rescue Plan Act," Pub.L.117-2. 31 32 b. The division shall be the State's grant manager for federal "Coronavirus State Fiscal Recovery Funds," and is responsible for 33 34 ensuring compliance with all applicable federal rules and regulations for this section, including, but not limited to, submitting 35 36 all required reporting and documentation to the United States 37 Department of the Treasury in accordance with federal rules, 38 including with respect to the "American Rescue Plan Act," 39 Pub.L.117-2. As the State's grant manager for federal "Coronavirus 40 State Fiscal Recovery Funds," the division shall require funds for organizational, administrative, and other work and services, 41 including salaries, services, equipment, and materials necessary to 42 43 administer the applicable provisions of this act. 44 c. Notwithstanding the provisions of subsection a. of this 45 section to the contrary, the division may transfer the uncommitted 46 balance of any funds made available pursuant to this section for any 47 use authorized under this act. The division shall submit notice to

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1 the Joint Budget Oversight Committee no less than five calendar

2 days before the date of the transfer. The notice shall indicate the

3 amount of the transferred funds and the purpose for which the funds

- 4 <u>are transferred.</u><sup>1</sup>
- 5
- 6 4. This act shall take effect immediately.