P.L. 2021, CHAPTER 144, approved July 1, 2021 Senate, No. 3990 (Second Reprint)

1	AN ACT ² [establishing a child care revitalization fund] concerning
2	licensed and registered child care providers2, appropriating
3	\$100,000,000, and supplementing Title 2 [30] $\underline{52}^{2}$ of the New

4 Jersey Statutes.

BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

- ¹[1. The Legislature finds and declares that:
- a. Working mothers in New Jersey and across the nation have been disparately affected by child care and school closures during the coronavirus 2019 (COVID-19) pandemic.
- b. According to the United States Census Bureau, 1.6 million fewer women with school-aged children were actively working in January 2021, when compared with January 2020.
- c. A Kaiser family Foundation survey conducted in late 2020 found that 30 percent of working mothers interviewed had taken time off from work due to child care or school closures.
- d. Without access to affordable, high-quality child care, New Jersey's working mothers will continue to face the difficult choice between caring for their young children and their careers.
- e. Fully-operating schools and licensed child care providers are critical to the New Jersey's reopening plan, as well as the State's economic recovery from the COVID-19 pandemic.
- f. Too many licensed child care providers have been unable to re-open following pandemic-related closures, due to high operating costs and reduced capacity required to slow the spread of COVID-19.
- g. It is in the public interest for the Legislature to create a fund to address the critical child care and economic issues faced by the State's working families and licensed child care providers. 1

¹[2. a. There is created within the Department of Children and Families a dedicated, non-lapsing fund to be known as the Child 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.), who were severely impacted by high operating costs and reduced capacity required to mitigate the health impact of the coronavirus 2019 (COVID-19) pandemic.

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 $\underline{\text{thus}}$ is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

¹Senate SBA committee amendments adopted June 21, 2021.

²Assembly floor amendments adopted June 24, 2021.

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- b. The Commissioner of the Department of Children and Families, in consultation with the Commissioner of Human Services and the Chief Executive of the Economic Development Authority, shall establish processes by which licensed child care providers may submit, through an online portal, applications for assistance through the fund, and by which the allocation of resources from the fund may be prioritized.
 - c. Authorized allocations from the fund are to be disbursed to licensed child care providers within 21 days of the department's receipt of a qualifying application, as submitted by a provider through the online portal established pursuant to this act, prior to September 1, 2021.
 - d. The commissioner, pursuant to the "Administrative Procedure Act" P.L.1968, c.410 (C.52:14B-1 et seq.), shall adopt such rules and regulations as necessary to implement the provisions of this act. **1**¹

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¹**[**3. There is appropriated \$100,000,000 from the General Fund to the Department of Children and Families to effectuate the purposes of this act. **]**¹

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- 22 ¹1. a. There is appropriated to the Division of Disaster 23 Recovery and Mitigation in the Department of Community Affairs 24 \$15,500,000 in federal funds allocated to the State from the federal 25 "Coronavirus State Fiscal Recovery Fund" established pursuant to 26 the federal "American Rescue Plan Act", Pub.L.117-2, and such 27 amounts shall be made available to the Department of Children and Families to create workforce development supports and conduct a 28 29 child care landscape study, and of such amounts, not more than 2.5 30 percent, subject to the division's ultimate review and approval, shall 31 be utilized by the Department of Children and Families for 32 organizational, administrative and other work and services, 33 including salaries, equipment, services, and materials necessary to 34 administer the activities authorized by this subsection. The Department of Children and Families shall enter into a 35 36 memorandum of understanding or grant agreement, as applicable, 37 with the division to effectuate the purposes of this subsection, to 38 establish appropriate administrative costs, and to ensure compliance 39 with federal rules and guidance, including with respect to the 40 "American Rescue Plan Act," Pub.L.117-2.
 - b. The division shall be the State's grant manager for federal "Coronavirus State Fiscal Recovery Funds," and is responsible for ensuring compliance with all applicable federal rules and regulations for this act, including, but not limited to, submitting all required reporting and documentation to the United States Department of the Treasury in accordance with federal rules, including with respect to the "American Rescue Plan Act,"

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- 1 Pub.L.117-2. As the State's grant manager for federal "Coronavirus
- 2 State Fiscal Recovery Funds," the division shall require funds for
- 3 organizational, administrative, and other work and services,
- 4 <u>including salaries, services, equipment, and materials necessary to</u>
- 5 administer the applicable provisions of this act.
- c. Notwithstanding the provisions of subsection a. of this section to the contrary, the division may transfer the uncommitted balance of any funds made available pursuant to this section for any use authorized under this act. The division shall submit notice to the Joint Budget Oversight Committee no less than five calendar days before the date of the transfer. The notice shall indicate the amount of the transferred funds and the purpose for which the funds

13 14 are transferred.1

- 15 ¹2. a. There is appropriated to the Division of Disaster 16 Recovery and Mitigation in the Department of Community Affairs 17 \$54,500,000 in federal funds allocated to the State from the federal 18 "Coronavirus State Fiscal Recovery Fund" established pursuant to the federal "American Rescue Plan Act", Pub.L.117-2, and such 19 20 amounts shall be made available to the New Jersey Economic 21 Development Authority for the purpose of providing technical 22 assistance to licensed child care providers, registered family child 23 care homes and grants to child care providers for facilities 24 improvements which grants shall be allocated, on a rolling basis, to 25 licensed child care providers, registered family child care homes, 26 and child care providers, and of such amounts, not more than 2.5 27 percent, subject to the division's ultimate review and approval, shall 28 be utilized by the New Jersey Economic Development Authority for 29 organizational, administrative and other work and services, 30 including salaries, equipment, services, and materials necessary to 31 administer the activities authorized by this subsection. The New 32 Jersey Economic Development Authority shall enter into a 33 memorandum of understanding or grant agreement, as applicable, 34 with the division to effectuate the purposes of this subsection, to 35 establish appropriate administrative costs, and to ensure compliance 36 with federal rules and guidance, including with respect to the
- 37 "American Rescue Plan Act," Pub.L.117-2. 38 b. The division shall be the State's grant manager for federal 39 "Coronavirus State Fiscal Recovery Funds," and is responsible for 40 ensuring compliance with all applicable federal rules and 41 regulations for this act, including, but not limited to, submitting all 42 required reporting and documentation to the United States 43 Department of the Treasury in accordance with federal rules, 44 including with respect to the "American Rescue Plan Act," 45 Pub.L.117-2. As the State's grant manager for federal "Coronavirus 46 State Fiscal Recovery Funds," the division shall require funds for 47 organizational, administrative, and other work and services,

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including salaries, services, equipment, and materials necessary to
 administer the applicable provisions of this act.

3 c. Notwithstanding the provisions of subsection a. of this 4 section to the contrary, the division may transfer the uncommitted 5 balance of any funds made available pursuant to this section for any use authorized under this ²act². The division shall submit notice to 6 7 the Joint Budget Oversight Committee no less than five calendar 8 days before the date of the transfer. The notice shall indicate the 9 amount of the transferred funds and the purpose for which the funds are transferred.¹ 10

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12 ¹3. a. There is appropriated to the Division of Disaster 13 Recovery and Mitigation in the Department of Community Affairs 14 \$30,000,000 in federal funds allocated to the State from the federal 15 "Coronavirus State Fiscal Recovery Fund" established pursuant to the federal "American Rescue Plan Act", Pub.L.117-2, and such 16 17 amounts shall be made available to the Department of Human 18 Services for the purpose of providing grants to the licensed child care providers², registered family day care providers,² or employees 19 of licensed child care providers ²or registered family day care 20 providers², which grants shall be allocated, on a rolling basis, to 21 licensed child care providers², registered family day care 22 providers, or employees of licensed child care providers or 23 registered family day care providers² within 45 days of the 24 25 department's receipt of a complete qualifying application, and of 26 such amounts, not more than 2.5 percent, subject to the division's 27 ultimate review and approval, shall be utilized by the Department of Human Services for organizational, administrative and other work 28 29 and services, including salaries, equipment, services, and materials 30 necessary to administer the activities authorized by this subsection. 31 The Department of Human Services shall enter into a memorandum 32 of understanding or grant agreement, as applicable, with the 33 division to effectuate the purposes of this act subsection, to 34 establish appropriate administrative costs, and to ensure compliance 35 with federal rules and guidance, including with respect to the 36

"American Rescue Plan Act," Pub.L.117-2.

b. The division shall be the State's grant manager for federal "Coronavirus State Fiscal Recovery Funds," and is responsible for ensuring compliance with all applicable federal rules and regulations for this section, including, but not limited to, submitting all required reporting and documentation to the United States Department of the Treasury in accordance with federal rules, including with respect to the "American Rescue Plan Act," Pub.L.117-2. As the State's grant manager for federal "Coronavirus State Fiscal Recovery Funds," the division shall require funds for organizational, administrative, and other work and services,

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1 including salaries, services, equipment, and materials necessary to 2 administer the applicable provisions of this act. 3 c. Notwithstanding the provisions of subsection a. of this 4 section to the contrary, the division may transfer the uncommitted 5 balance of any funds made available pursuant to this section for any use authorized under this act. The division shall submit notice to 6 7 the Joint Budget Oversight Committee no less than five calendar days before the date of the transfer. The notice shall indicate the 8 9 amount of the transferred funds and the purpose for which the funds are transferred. 1 10 11 4. This act shall take effect immediately. 13

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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.