

## House of Representatives State of Utah

UTAH STATE CAPITOL COMPLEX • 350 STATE CAPITOL P.O. BOX 145030 • SALT LAKE CITY, UTAH 84114-5030 • (801) 538-1029

February 20, 2024

Mr. Speaker,

The Business and Labor Committee reports a favorable recommendation on **H.B. 461**, CHILDCARE WAGE STABILIZATION AMENDMENTS, by Representative A. Matthews, with the following amendments:

- 1. Page 1, Line 7 through 21:
  - 7 LONG TITLE
  - 8 General Description:
  - 9 This bill modifies provisions related to child care subsidy { and creates a grant program
  - 10 for child care providers \ .
  - 11 Highlighted Provisions:
  - This bill:
  - 13 ▶ defines terms;
  - 14 authorizes the Office of Child Care to award a full child care subsidy or grant to
  - 15 child with at least one parent or legal guardian working full-time at a child care
  - 16 provider; and
  - 17 {→ creates the child care worker wage supplement grant program;
  - 18 describes the minimum requirements of the child care worker wage supplement
  - 19 grant program;

  - ≥ makes technical changes.
- 2. Page 2, Line 29 through 30:
  - 29 { **ENACTS**:







## 30 **35A-3-213, Utah Code Annotated 1953**

- 3. Page 2, Line 43 through 51:
  - 43  $\left[\frac{(2)}{(3)}\right]$  Beginning on July 1, 2023, the office may award:
  - 44 (a) a full child care subsidy or grant for:
  - 45 (i) an income-eligible child whose family income is equal to or below 75% of state
  - 46 median income; or
  - 47 (ii) a child who has at least one parent or legal guardian working as a full-time
  - 48 employee of a child care provider if federal funding is approved; and
  - (b) a progressively lower child care subsidy or grant for each tenth of a percentage
  - 50 point by which the income-eligible child's family income exceeds 75% of state median income
  - 51 up to 85% of state median income.
- 4. Page 3, Line 62 through Page 4, Line 90:
  - 62 \{ Section 2. Section 35A-3-213 is enacted to read:
  - 63 <u>35A-3-213.</u> Child care worker wage supplement grants.
  - 64 (1) As used in this section:
  - 65 (a) "Capacity limit" means the same as that term is defined in Section 26B-2-401.
  - 66 <u>(b) "Child care provider" means an entity that holds a license or certificate</u>

    from the
  - 67 <u>Department of Health and Human Services in accordance with Title 26B, Chapter 2, Part 4,</u>
  - 68 Child Care Licensing.
  - 69 <u>(2) Subject to availability of funds, the office shall create and administer a child care</u>
  - 70 worker wage supplement grant program as described in this section.
  - 71 <u>(3) A child care provider who enrolls 50% or more of the child care provider's capacity</u>
  - 72 limit with children who receive a child care subsidy or grant, as described in Section







- 73 <u>35A-3-209</u>, is eligible to receive a child care worker wage supplement grant.
- 74 <u>(4) A child care provider who receives a child care worker wage supplement</u> grant
- 75 <u>from the office shall use funds from the grant to:</u>
- 76 (a) increase the hourly wage of:
- 77 <u>(i) an employee of the child care provider; or</u>
- 78 <u>(ii) if the child care provider is owned and operated by a single individual, the</u>
- 79 individual; or
- 80 <u>(b) provide employee benefits to an employee of the child care provider.</u>
- 81 (5) The office shall make rules in accordance with Title 63G, Chapter 3, Utah
- 82 Administrative Rulemaking Act, to establish criteria and procedures for applying for and
- 83 <u>awarding grants under this section, including reporting requirements from a grant recipient</u>
- 84 <u>after a grant is awarded.</u>
- 85 <u>(6) For a fiscal year in which the office issues a grant under this section, the office shall</u>
- 86 <u>submit to the department, for inclusion in the department's annual written report</u> <u>described in</u>
- 87 <u>Section 35A-1-109, a report that provides a complete accounting of the funds</u> <u>expended by the</u>
- 88 office under this section during the fiscal year.
- 89 <u>Section 3</u> Section 2 . Effective date.
- This bill takes effect on May 1, 2024.

Respectfully,

A. Cory Maloy Chair

Voting: 10-0-6

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Bill Number



