### 2014 -- H 7736



# STATE OF RHODE ISLAND

### IN GENERAL ASSEMBLY

#### **JANUARY SESSION, A.D. 2014**

### AN ACT

### RELATING TO HUMAN SERVICES -- CHILD CARE STATE SUBSIDIES

Introduced By: Representatives Williams, Cimini, Tanzi, Lima, and Almeida

Date Introduced: February 27, 2014

Referred To: House Finance

It is enacted by the General Assembly as follows:

SCHOOL-AGE

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1 SECTION 1. Section 40-6.2-1.1 of the General Laws in Chapter 40-6.2 entitled "Child 2 Care-State Subsidies" is hereby amended to read as follows: 3 40-6.2-1.1. Rates established. -- (a) Subject to the payment limitations in section (b), the 4 maximum reimbursement rates to be paid by the departments of human services and children, 5 youth and families for licensed child care centers and certified family-child care providers shall be based on the following schedule of the 75th percentile of the 2002 weekly market rates 6 adjusted for the average of the 75th percentile of the 2002 and the 2004 weekly market rates: 7 75<sup>th</sup> PERCENTILE OF WEEKLY MARKET RATE LICENSED CHILD CARE CENTERS 8 9 **INFANT** \$182.00 **PRESCHOOL** 10 \$150.00 \$135.00 11 **SCHOOL-AGE** 75<sup>th</sup> PERCENTILE OF WEEKLY MARKET RATE 12 **CERTIFIED FAMILY** 13 **CHILD CARE PROVIDERS** 14 **INFANT** \$150.00 **PRESCHOOL** 15 \$150.00

(b) The department shall pay child care providers based on the lesser of the applicable rate specified in subsection (a), or the lowest rate actually charged by the provider to any of its public or private child care customers with respect to each of the rate categories, infant, preschool

\$135.00

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(c) By June 30, 2004 and biennially thereafter, the department of labor and training shall
conduct an independent survey or certify an independent survey of the then current weekly
market rates for child care in Rhode Island, and shall forward such weekly market rate survey to
the department of human services. The departments of human services and labor and training will
jointly determine the survey criteria including, but not limited to, rate categories and sub-
categories. The 75th percentile of weekly market rates in the table in subsection (a) shall be
adjusted by the surveys conducted under this subsection, beginning January 1, 2006 and for the
purposes of this section, and until adjusted in accordance with this subsection, the 75th percentile
of weekly market rate shall be the average of the 2002 and 2004 weekly market rate surveys.

(d) Notwithstanding any other provision of this section, beginning July 1, 2014, the weekly rates paid by the department for infants, preschool, and school-age children shall be increased by forty-two dollars (\$42.00).

(d)(e) In order to expand the accessibility and availability of quality child care, the department of human services is authorized to establish by regulation alternative or incentive rates of reimbursement for quality enhancements, innovative or specialized child care and alternative methodologies of child care delivery, including non-traditional delivery systems and collaborations.

(e)(f) On or before January 1, 2007, all child care providers have the option to be paid every two (2) weeks and have the option of automatic direct deposit and/or electronic funds transfer of reimbursement payments.

SECTION 2. This act shall take effect upon passage.

LC004833

## EXPLANATION

## BY THE LEGISLATIVE COUNCIL

OF

## AN ACT

## RELATING TO HUMAN SERVICES -- CHILD CARE STATE SUBSIDIES

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This act would increase the state subsidies for child care services by forty-two dollars

(\$42.00) per week.

This act would take effect upon passage.

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