1	1 A bill to be entitled								
2	2 An act relating to funding for the school readiness								
3	program; amending s. 1002.89, F.S.; providing for the								
4	determination of school readiness program funding for								
5	each early learning coalition; providing requirements								
6	for such funding calculations; creating s. 1002.90,								
7	7 F.S.; requiring the principals of the Early Learning								
8	Programs Estimating Conference to annually develop								
9	official cost-of-care information; providing								
10	requirements for conference principals; requiring the								
11	Division of Early Learning to provide conference								
12	principals with specified data; requiring the								
13	conference to annually provide the official cost-of-								
14	4 care information to the Legislature by a specified								
15	date; amending ss. 1002.81 and 1002.82, F.S.;								
16	6 conforming cross-references to changes made by the								
17	act; providing an effective date.								
18									
19	Be It Enacted by the Legislature of the State of Florida:								
20									
21	Section 1. Section 1002.89, Florida Statutes, is amended								
22	to read:								
23	1002.89 School readiness program; funding								
24	(1) DETERMINATION OF EARLY LEARNING COALITION FUNDING FOR								
25	THE SCHOOL READINESS PROGRAMIf the annual allocation for the								
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	i age i vi iv								

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26 school readiness program to each early learning coalition is not 27 determined in the annual appropriations act or the substantive 28 bill implementing the annual appropriations act, it shall be 29 determined as follows: 30 (a) Computation of the basic amount to be included for operation.-The following procedures shall be used in determining 31 32 the annual allocation to each early learning coalition for 33 operation of the school readiness program: 34 1. Determination of full-time equivalent population.-The 35 department shall annually request from the Office of Economic and Demographic Research the number of families by each county 36 37 who have children ages birth to 5 years old whose family income is below 200 percent of the federal poverty level or 85 percent 38 39 of the state median family income, whichever is available. This 40 data shall be used by the Early Learning Programs Estimating 41 Conference pursuant to s. 216.136. 2. Determination of care level costs.-Annual cost factors 42 43 based on the relative cost differences between the following 44 basic care levels shall be establ<u>ished in the General</u> 45 Appropriations Act using data submitted from the department under s. 1002.90: 46 47 a. Infant care. 48 b. Toddler care. 49 c. Two-year-old care. 50 d. Three-year-old care.

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51	e. Four-year-old care.								
52	<u>f.</u> Five-year-old care.								
53	g. School-age care.								
54									
55	For Pinellas County, the care level cost for an infant shall be								
56	based on the infant care level cost of 1.33, the care level cost								
57	for a toddler shall be based on the toddler care level cost of								
58	1.20, and the care level cost for a 2 year old shall be based on								
59	the 2-year-old care level cost of 1.10. Any county that passes a								
60	local ordinance after January 1, 2022, that limits its child								
61	care teacher-to-child ratio below the ratio required by s.								
62	402.305 shall be responsible for the cost of the child care								
63	market impact of that ordinance.								
64	3. Determination of county price level index								
64 65	3. Determination of county price level index differentialsThe department shall annually compute for each								
65	differentialsThe department shall annually compute for each								
65 66	differentialsThe department shall annually compute for each county a current year's price level index differential. The								
65 66 67	differentials.—The department shall annually compute for each county a current year's price level index differential. The price level index differential shall be calculated by adding								
65 66 67 68	differentialsThe department shall annually compute for each county a current year's price level index differential. The price level index differential shall be calculated by adding each county's price level index as published in the Florida								
65 66 67 68 69	differentialsThe department shall annually compute for each county a current year's price level index differential. The price level index differential shall be calculated by adding each county's price level index as published in the Florida Price Level Index for the most recent 3 years and dividing the								
65 66 67 68 69 70	differentialsThe department shall annually compute for each county a current year's price level index differential. The price level index differential shall be calculated by adding each county's price level index as published in the Florida Price Level Index for the most recent 3 years and dividing the resulting sum by 3.								
65 66 67 68 69 70 71	differentialsThe department shall annually compute for each county a current year's price level index differential. The price level index differential shall be calculated by adding each county's price level index as published in the Florida Price Level Index for the most recent 3 years and dividing the resulting sum by 3. <u>4. Determination of the basic amount for current</u>								
65 66 67 68 69 70 71 72	differentialsThe department shall annually compute for each county a current year's price level index differential. The price level index differential shall be calculated by adding each county's price level index as published in the Florida Price Level Index for the most recent 3 years and dividing the resulting sum by 3. <u>4. Determination of the basic amount for current</u> operationThe basic amount for current operation to be included								
65 66 67 68 69 70 71 72 73	differentialsThe department shall annually compute for each county a current year's price level index differential. The price level index differential shall be calculated by adding each county's price level index as published in the Florida Price Level Index for the most recent 3 years and dividing the resulting sum by 3. <u>4. Determination of the basic amount for current</u> operationThe basic amount for current operation to be included for funding the school readiness program for each county shall								

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76 percent. The product derived from this calculation shall result 77 in the unweighted amount by care level. 78 b. The weighted amount by care level shall be derived by 79 multiplying the Florida Price Level Index differential for each 80 county by the amount calculated pursuant to sub-subparagraph a. c. The average weighted amount shall be derived by adding 81 82 the amounts calculated pursuant to sub-subparagraph b. for care 83 levels infant through 5 years old and dividing the resulting sum 84 by 5. 85 d. Each early learning coalition's allocation shall be 86 derived by multiplying the average weighted amount for each county within the coalition by the percentage of the eligible 87 88 school readiness program population established in the General 89 Appropriations Act. 90 (b) Gold seal quality care allocation.-There is created 91 the gold seal quality care allocation. The allocation amount 92 shall be determined annually by the Legislature and shall be the 93 amount prescribed in the General Appropriations Act. Each early 94 learning coalition shall be reimbursed based on actual fiscal 95 year expenditures pursuant to s. 1002.945(6). All expenditures 96 from the gold seal quality care allocation shall be used by the 97 Division of Early Learning to help meet federal targeted 98 requirements for improving quality to the extent allowable in 99 the state's approved Child Care and Development Fund Plan. 100 (c) Program assessment differential allocation.-There is

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101	created the program assessment differential allocation. The							
102	allocation amount shall be determined annually by the							
103	Legislature and shall be the amount prescribed in the General							
104	Appropriations Act. Each early learning coalition shall be							
105	reimbursed for actual fiscal year expenditures pursuant to s.							
106	1002.82(2)(o). All expenditures from the program assessment							
107	differential allocation shall be used by the Division of Early							
108	Learning to help meet federal targeted requirements for							
109	improving quality to the extent allowable in the state's							
110	approved Child Care and Development Fund Plan.							
111	(d) Child assessment differential allocationThere is							
112	created the child assessment differential allocation. The							
113	allocation amount shall be determined annually by the							
114	Legislature and shall be the amount prescribed in the General							
115	Appropriations Act. Each early learning coalition shall be							
116	reimbursed for actual fiscal year expenditures pursuant to s.							
117	1002.82(2)(o). All expenditures from the child assessment							
118	differential allocation shall be used by the Division of Early							
119	Learning to help meet federal targeted requirements for							
120	improving quality to the extent allowable in the state's							
121	approved Child Care and Development Fund Plan.							
122	(e) Special needs differential allocationThere is							
123	created the special needs differential allocation. The							
124	allocation amount shall be determined annually by the							
125	Legislature and shall be the amount prescribed in the General							

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126 Appropriations Act. This allocation shall be used to implement 127 the special needs rate provisions outlined in the state's 128 approved Child Care and Development Fund Plan. Each early learning coalition shall be reimbursed based on actual fiscal 129 130 year expenditures. All expenditures from the special needs 131 differential allocation shall be used by the Division of Early 132 Learning to help meet federal targeted requirements for 133 improving quality to the extent allowable in the state's 134 approved Child Care and Development Fund Plan Funding for the 135 school readiness program shall be allocated among the early 136 learning coalitions in accordance with this section and the 137 General Appropriations Act. 138 (2) INSTRUCTION REQUIREMENTS.-All instructions to early 139 learning coalitions for administering this section shall emanate 140 from the department in accordance with the policies of the 141 Legislature. 142 (3) All cost savings and all revenues received through a 143 mandatory sliding fee scale shall be used to increase the number 144 of children served. 145 (3) (4) MATCHING FUND REQUIREMENTS. - All state, federal, and 146 local matching funds provided to an early learning coalition for 147 purposes of this section shall be used for implementation of its 148 approved school readiness program plan, including the hiring of 149 staff to effectively operate the school readiness program. 150 (4) (5) COST REQUIREMENTS.-Costs shall be kept to the Page 6 of 13

151 minimum necessary for the efficient and effective administration 152 of the school readiness program with the highest priority of 153 expenditure being direct services for eligible children. 154 However, no more than 5 percent of the funds described in 155 subsection (4) may be used for administrative costs and no more 156 than 22 percent of the funds described in subsection (4) may be 157 used in any fiscal year for any combination of administrative costs, quality activities, and nondirect services as follows: 158

(a) Administrative costs as described in 45 C.F.R. s.
98.54, which shall include monitoring providers using the
standard methodology adopted under s. 1002.82 to improve
compliance with state and federal regulations and law pursuant
to the requirements of the statewide provider contract adopted
under s. 1002.82(2) (m).

(b) Activities to improve the quality of child care as described in 45 C.F.R. s. 98.53, which shall be limited to the following:

168 1. Developing, establishing, expanding, operating, and 169 coordinating resource and referral programs specifically related 170 to the provision of comprehensive consumer education to parents 171 and the public to promote informed child care choices specified 172 in 45 C.F.R. s. 98.33.

173 2. Awarding grants and providing financial support to 174 school readiness program providers and their staff to assist 175 them in meeting applicable state requirements for the program

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176 assessment required under s. 1002.82(2)(n), child care 177 performance standards, implementing developmentally appropriate 178 curricula and related classroom resources that support 179 curricula, providing literacy supports, and providing continued 180 professional development and training. Any grants awarded 181 pursuant to this subparagraph shall comply with ss. 215.971 and 182 287.058.

183 3. Providing training, technical assistance, and financial 184 support to school readiness program providers, staff, and parents on standards, child screenings, child assessments, child 185 186 development research and best practices, developmentally appropriate curricula, character development, teacher-child 187 interactions, age-appropriate discipline practices, health and 188 189 safety, nutrition, first aid, cardiopulmonary resuscitation, the 190 recognition of communicable diseases, and child abuse detection, 191 prevention, and reporting.

4. Providing, from among the funds provided for the activities described in subparagraphs 1.-3., adequate funding for infants and toddlers as necessary to meet federal requirements related to expenditures for quality activities for infant and toddler care.

197 5. Improving the monitoring of compliance with, and
198 enforcement of, applicable state and local requirements as
199 described in and limited by 45 C.F.R. s. 98.40.

200

6. Responding to Warm-Line requests by providers and

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201 parents, including providing developmental and health screenings 202 to school readiness program children. 203 Nondirect services as described in applicable Office (C) 204 of Management and Budget instructions are those services not 205 defined as administrative, direct, or quality services that are 206 required to administer the school readiness program. Such 207 services include, but are not limited to: Assisting families to complete the required application 208 1. 209 and eligibility documentation. 2. Determining child and family eligibility. 210 Recruiting eligible child care providers. 211 3. 212 Processing and tracking attendance records. 4. Developing and maintaining a statewide child care 213 5. 214 information system. 215 216 As used in this paragraph, the term "nondirect services" does 217 not include payments to school readiness program providers for 218 direct services provided to children who are eligible under s. 219 1002.87, administrative costs as described in paragraph (a), or 220 quality activities as described in paragraph (b). 221 (5) (6) LIMITATION ON THE USE OF PROGRAM FUNDS.-Funds appropriated for the school readiness program may not be 222 223 expended for the purchase or improvement of land; for the 224 purchase, construction, or permanent improvement of any building 225 or facility; or for the purchase of buses. However, funds may be Page 9 of 13

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226 expended for minor remodeling and upgrading of child care 227 facilities which is necessary for the administration of the 228 program and to ensure that providers meet state and local child 229 care standards, including applicable health and safety 230 requirements. 231 Section 2. Section 1002.90, Florida Statutes, is created 232 to read: 233 1002.90 School readiness cost-of-care information.-234 Annually, the principals of the Early Learning Programs 235 Estimating Conference established in s. 216.136 shall develop 236 official cost-of-care information based on actual school 237 readiness direct services program expenditures and information 238 provided pursuant to s. 1002.92(4). Conference principals shall 239 agree on the cost of child care by level and care type, the 240 eligible population data, and the methods of computation. The 241 Division of Early Learning shall provide the conference 242 principals with all requested and necessary data to develop such 243 information. The data may include a matrix by early learning 244 coalition of any full-time equivalent changes made by the 245 division as part of its administration of the school readiness 246 program. The Early Learning Programs Estimating Conference shall 247 provide the official cost-of-care information to the Legislature at least 90 days before the scheduled annual legislative 248 249 session. Section 3. Subsection (4) of section 1002.81, Florida 250 Page 10 of 13

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251 Statutes, is amended to read: 252 1002.81 Definitions.-Consistent with the requirements of 253 45 C.F.R. parts 98 and 99 and as used in this part, the term: 254 "Direct enhancement services" means services for (4) 255 families and children that are in addition to payments for the 256 placement of children in the school readiness program. Direct enhancement services for families and children may include 257 258 supports for providers, parent training and involvement 259 activities, and strategies to meet the needs of unique 260 populations and local eligibility priorities. Direct enhancement 261 services offered by an early learning coalition shall be 262 consistent with the activities prescribed in s. 1002.89(4) (b) s. 263 1002.89(5)(b). 264 Section 4. Paragraph (a) of subsection (7) of section 265 1002.82, Florida Statutes, is amended to read: 266 1002.82 Department of Education; powers and duties.-267 By January 1 of each year, the department shall (7)268 annually publish on its website a report of its activities 269 conducted under this section. The report must include a summary 270 of the coalitions' annual reports, a statewide summary, and the 271 following: (a) An analysis of early learning activities throughout 272 273 the state, including the school readiness program and the 274 Voluntary Prekindergarten Education Program. 275 The total and average number of children served in the

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1.

276 school readiness program, enumerated by age, eligibility 277 priority category, and coalition, and the total number of 278 children served in the Voluntary Prekindergarten Education 279 Program.

280 2. A summary of expenditures by coalition, by fund source,
281 including a breakdown by coalition of the percentage of
282 expenditures for administrative activities, quality activities,
283 nondirect services, and direct services for children.

3. A description of the department's and each coalition's
expenditures by fund source for the quality and enhancement
activities described in <u>s. 1002.89(4)(b)</u> <u>s. 1002.89(5)(b)</u>.

4. A summary of annual findings and collections related toprovider fraud and parent fraud.

289 5. Data regarding the coalitions' delivery of early290 learning programs.

291 6. The total number of children disenrolled statewide and292 the reason for disenrollment.

293

7. The total number of providers by provider type.

8. The number of school readiness program providers who have completed the program assessment required under paragraph (2)(n); the number of providers who have not met the minimum program assessment composite score for contracting established under paragraph (2)(n); and the number of providers that have an active improvement plan based on the results of the program assessment under paragraph (2)(n).

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9. The total number of provider contracts revoked and the

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reasons for revocation.

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302

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303	Section	5.	This	act	shall	take	effect	July	1,	2022.	