Second Regular Session Sixty-ninth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 14-0764.01 Jane Ritter x4342

HOUSE BILL 14-1317

HOUSE SPONSORSHIP

Duran,

SENATE SPONSORSHIP

Nicholson and Kefalas, Newell

House Committees Public Health Care & Human Services Appropriations

Senate Committees

A BILL FOR AN ACT

101	CONCERNING MODIFICATIONS TO THE COLORADO CHILD CARE
102	ASSISTANCE PROGRAM, AND, IN CONNECTION THEREWITH,
103	ALIGNING ELIGIBILITY AND AUTHORIZATION; ADDRESSING
104	AFFORDABILITY BY REDUCING COPAYMENTS; IMPROVING
105	PROVIDER REIMBURSEMENT RATES; INCREASING ACCESS TO
106	QUALITY CARE; IMPROVING TECHNOLOGY,
107	INFRASTRUCTURE, AND ADMINISTRATION; AND MAKING AN
108	APPROPRIATION.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://www.leg.state.co.us/billsummaries.</u>)

The bill makes several modifications to the Colorado child care assistance program (program), including:

- ! The state board of human services (board) must establish provider reimbursement rates for infant and toddler care at least at the 75th percentile of each county's local market rate for infant and toddler care;
- ! The state-established provider reimbursement rates must include a system of tiered reimbursement for providers that enroll children in the program;
- ! A county may petition the board to opt out of the state-established provider reimbursement rates;
- ! Subject to available appropriations, counties are directed to provide child care assistance to a person or family whose income is not more than 165% of the federal poverty level;
- ! The board must adopt new rules for determining the amount of copayment a participant in the program must pay. The rules must include a provision that for a family living at 100% of the federal poverty level, the copayment must be restricted to 1% of the family's gross annual income.
- ! The rules concerning participant copayment must also establish a tiered copayment schedule that increases the copayment gradually as the participant's income approaches self-sufficiency income levels. The participant's income should reflect an average of income over time to account for variations in wages, work schedules, or seasonal employment.
- ! A county shall set the exit income eligibility threshold at a level higher than the entry income eligibility level, at an income level needed for a family of the size receiving the child care assistance to achieve a self-sufficiency standard of living in that county, at a level not to exceed 85% of the state median income for a family of the same size, and in a manner so that a family does not lose child care assistance due to a modest increase in the parents' income above their entry income eligibility level;
- ! In current rule, a participant in the program who loses employment can remain in the program for only 30 days while actively searching for employment. The bill increases that time to at least 60 days, assuming all other eligibility criteria are met.
- ! The bill creates a new eligibility activity by allowing a

parent who is not employed but who is either enrolled in a postsecondary or workforce training program to participate in the program for up to 2 years he or she is enrolled in the postsecondary or workforce training program;

- ! The bill makes it a statutory requirement that the hours for the provision of child care services through the program must not be directly linked to a participant's employment, education, or workforce training schedule;
- ! The bill requires a county to allow for presumptive eligibility of a participant for at least 30 days while awaiting verification of an application to the program;
- ! No more than one month of paystubs must be required when determining a family's income eligibility for the program;
- ! Counties are given the authority to develop a voucher system for relative or unlicensed child care for families enrolled in the program;
- ! Counties are given permission to use their program allocations to provide direct contracts or grants to early care and education providers for a county-determined number of program slots for a 12-month period to increase the supply and improve the quality and continuity of child care for infants and toddlers, children with disabilities, after-hours care, and children in underserved neighborhoods;
- ! Counties are required to provide participants and child care providers with at least 45 days' notice prior to the effective date of any change in income eligibility levels;
- ! Counties are required to post eligibility, authorization, and administration policies and procedures so they are easily accessible to a layperson;
- ! Administrative changes in the bill include allowing a county to use eligibility determination information from other public assistance programs and systems to determine program eligibility, allowing a child care provider to accept a participant's program application and submit it to the county on behalf of the family seeking enrollment in the program, and requiring each county to maintain a current and accurate program waiting list;
- ! Counties shall reimburse providers, separate from regular reimbursement rates, for no fewer than 5 days per month of child absences or holidays; and
- ! The state department of human services is directed to prepare an annual report on the program.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, amend 26-2-802 as
3	follows:
4	26-2-802. Legislative declaration. (1) The general assembly
5	hereby finds and declares that:
6	(a) The state's policies in connection with the provision of child
7	care assistance and the effective delivery of such assistance are critical to
8	the ultimate success of any welfare reform program;
9	(b) The general assembly further finds that Children in
10	low-income families who receive services through a child care assistance
11	program need and deserve the same access to a broad range of child care
12	providers as do children in families who do not need assistance;
13	(c) IT IS CRITICAL TO PROVIDE LOW- TO MODERATE-INCOME
14	FAMILIES WITH ACCESS TO HIGH-QUALITY, AFFORDABLE CHILD CARE THAT
15	FOSTERS HEALTHY CHILD DEVELOPMENT AND SCHOOL READINESS, WHILE
16	AT THE SAME TIME PROMOTES FAMILY SELF-SUFFICIENCY AND
17	ATTACHMENT TO THE WORKFORCE; AND
18	(d) INDIVIDUAL COUNTIES PLAY A VITAL ROLE IN ADMINISTERING
19	THE CHILD CARE ASSISTANCE PROGRAM AND HAVE LOCAL KNOWLEDGE OF
20	THEIR INDIVIDUAL COMMUNITY NEEDS. THEREFORE, A COUNTY THAT
21	MEETS OR EXCEEDS STATEWIDE ELIGIBILITY EXPECTATIONS ESTABLISHED
22	FOR THE COLORADO CHILD CARE ASSISTANCE PROGRAM SHOULD HAVE
23	GREATER FLEXIBILITY IN DETERMINING THE SPECIFICS OF HOW TO
24	IMPLEMENT AND OPERATE THE CHILD CARE ASSISTANCE PROGRAM IN THAT
25	COUNTY.
26	(2) Therefore, the general assembly hereby finds and declares that

-4-

1317

1 it is in the best interests of the state to:

2 (a) Adopt the Colorado child care assistance program set forth in
3 this part 8;

(b) The general assembly further finds and declares that it is in the
best interests of the state to Adopt consistent, statewide child care
provider reimbursement rates set at a floor of the seventy-fifth percentile
of each county's market rate or the provider's rate, whichever is lower, to
facilitate and increase access to high-quality child care for low-income
families.

SECTION 2. In Colorado Revised Statutes, add 26-2-802.5 as
follows:

12 26-2-802.5. Definitions. As used in this part 8, unless the
13 CONTEXT OTHERWISE REQUIRES:

14 (1) "CHILD CARE ASSISTANCE PROGRAM" OR "CCCAP" MEANS THE
 15 COLORADO CHILD CARE ASSISTANCE PROGRAM ESTABLISHED IN THIS PART
 16 8.

17 (2) "EARLY CARE AND EDUCATION PROVIDER" MEANS A SCHOOL
18 DISTRICT OR PROVIDER THAT IS LICENSED PURSUANT TO PART 1 OF ARTICLE
19 6 OF THIS TITLE OR THAT PARTICIPATES IN THE COLORADO PRESCHOOL
20 PROGRAM PURSUANT TO ARTICLE 28 OF TITLE 22, C.R.S.

(3) "HEAD START PROGRAM" MEANS A PROGRAM OPERATED BY A
LOCAL PUBLIC OR PRIVATE NONPROFIT AGENCY DESIGNATED BY THE
FEDERAL DEPARTMENT OF HEALTH AND HUMAN SERVICES TO OPERATE A
HEAD START PROGRAM UNDER THE PROVISIONS OF TITLE V OF THE
FEDERAL "ECONOMIC OPPORTUNITY ACT OF 1964", AS AMENDED.

26 (4) "HIGH-QUALITY EARLY CHILDHOOD PROGRAM" MEANS A
27 PROGRAM THAT IS OPERATED BY A PROVIDER WITH A FISCAL AGREEMENT

-5-

THROUGH CCCAP AND THAT IS IN THE TOP THREE LEVELS OF THE STATE'S
 QUALITY RATING AND IMPROVEMENT SYSTEM, IS ACCREDITED BY A STATE
 DEPARTMENT-APPROVED ACCREDITING BODY, OR IS AN EARLY HEAD
 START OR HEAD START PROGRAM THAT MEETS FEDERAL STANDARDS.

5 (5) "PARTICIPANT" MEANS A PARTICIPANT, AS DEFINED IN SECTION
6 26-2-703 (15), IN THE COLORADO WORKS PROGRAM.

7 (6) "PROVIDER" MEANS A CHILD CARE PROVIDER LICENSED
8 PURSUANT TO PART 1 OF ARTICLE 6 OF THIS TITLE THAT HAS A FISCAL
9 AGREEMENT WITH THE COUNTY TO PARTICIPATE IN THE CHILD CARE
10 ASSISTANCE PROGRAM.

11 (7) "TIERED REIMBURSEMENT" MEANS A PAY STRUCTURE THAT
12 REFLECTS AN INCREASED RATE OF REIMBURSEMENT FOR HIGH-QUALITY
13 EARLY CHILDHOOD PROGRAMS THAT RECEIVE CCCAP MONEYS.

14 (8) "WORKS PROGRAM" MEANS THE COLORADO WORKS PROGRAM
15 ESTABLISHED PURSUANT TO PART 7 OF THIS ARTICLE.

SECTION 3. In Colorado Revised Statutes, repeal and reenact,
 with amendments, 26-2-803 as follows:

18 26-2-803. Provider rates - opt out - rules. (1) (a) THE STATE
19 BOARD SHALL ESTABLISH PROVIDER REIMBURSEMENT RATES FOR EACH
20 COUNTY AND ENSURE THAT THE RATES ARE ADEQUATE TO ENSURE THAT
21 FAMILIES WHO RECEIVE SERVICES THROUGH CCCAP HAVE THE SAME
22 ACCESS TO A BROAD RANGE OF PROVIDERS IN EACH COUNTY AS DO
23 CHILDREN IN FAMILIES NOT ELIGIBLE FOR ASSISTANCE.

(b) ON OR BEFORE JULY 1, 2016, THE STATE-ESTABLISHED
PROVIDER REIMBURSEMENT RATES FOR EACH COUNTY ADOPTED PURSUANT
TO THIS SUBSECTION (1) MUST INCLUDE A SYSTEM OF TIERED
REIMBURSEMENT FOR PROVIDERS THAT ENROLL CHILDREN ENROLLED IN

-6-

1 CCCAP.

2 (c) THE STATE BOARD SHALL PROMULGATE RULES TO IMPLEMENT
3 THIS SECTION ON OR BEFORE DECEMBER 1, 2014, AND EVERY OTHER YEAR
4 THEREAFTER.

5 (2) A COUNTY MAY PETITION THE STATE BOARD TO OPT OUT OF
6 ADHERING TO THE STATE-ESTABLISHED PROVIDER REIMBURSEMENT RATES
7 FOR THE COUNTY. THE STATE BOARD MUST ONLY PERMIT A COUNTY TO
8 OPT OUT OF THE STATE-ESTABLISHED PROVIDER REIMBURSEMENT RATES
9 IF THE COUNTY CAN DEMONSTRATE THAT ITS PROPOSED PROVIDER
10 REIMBURSEMENT RATES MEET THE FOLLOWING CONDITIONS:

(a) THE COUNTY-ESTABLISHED PROVIDER REIMBURSEMENT RATES
ARE ADEQUATE TO ENSURE THAT FAMILIES RECEIVING CHILD CARE
ASSISTANCE IN THE COUNTY HAVE THE SAME ACCESS TO A BROAD RANGE
OF PROVIDERS AS CHILDREN IN FAMILIES IN THE COUNTY THAT DO NOT
NEED ASSISTANCE;

16

17 (b) DOCUMENTATION THAT PROVIDERS IN THE COUNTY WHO SERVE
18 OR WANT TO SERVE CHILDREN SUBSIDIZED WITH CCCAP HAVE BEEN
19 CONSULTED AND BEEN GIVEN AN OPPORTUNITY TO INFORM AND PROVIDE
20 COMMENT TO THE STATE BOARD ON THE PROPOSED ALTERNATIVE
21 REIMBURSEMENT RATE; AND

(d) ON OR BEFORE JULY 1, 2016, THE COUNTY-ESTABLISHED
PROVIDER REIMBURSEMENT RATES INCLUDE A SYSTEM OF TIERED
REIMBURSEMENT FOR PROVIDERS THAT ENROLL CHILDREN ENROLLED IN
CCCAP.

SECTION 4. In Colorado Revised Statutes, 26-2-804, amend (1)
introductory portion, (1) (a), (3), and (6) as follows:

-7-

1 26-2-804. Funding - allocation - maintenance of effort. 2 (1) Subject to available appropriations, a county's block grant for the 3 Colorado child care assistance program CCCAP for state fiscal year 4 1997-98 shall be determined by the state department and shall be based 5 upon not less than one hundred percent of the state and federal moneys 6 that the county received in state fiscal year 1996-97 to administer and 7 implement JOBS-related child care and the Colorado child care assistance 8 program CCCAP, including the administrative costs related to such 9 programs. The state department shall consider factors that include, but are 10 not limited to the following:

(a) Historical expenditures on the Colorado child care assistance
 program CCCAP;

(3) The moneys in a county block grant allocated to a county
pursuant to subsection (1) of this section may only be used for the
provision of child care services under rules promulgated by the state
department BOARD PURSUANT TO THIS PART 8.

17 (6) For state fiscal year 2005-06 and for each state fiscal year 18 thereafter, each county shall be IS required to meet a level of county 19 spending for the Colorado child care assistance program CCCAP that is 20 equal to the county's proportionate share of the total county funds set 21 forth in the annual general appropriation act for the Colorado child care 22 assistance program CCCAP for that state fiscal year. The level of county 23 spending shall be IS known as the county's maintenance of effort for the 24 program CCCAP for that state fiscal year. For any state fiscal year, the 25 state department is authorized to adjust a county's maintenance of effort, 26 reflected as a percentage of the total county funds set forth in the annual 27 general appropriation act for the Colorado child care assistance program 1 CCCAP for that state fiscal year, so that the percentage equals the 2 county's proportionate share of the total state and federal funds 3 appropriated for the Colorado child care assistance program CCCAP for 4 that state fiscal year, reflected as a percentage. For any state fiscal year, 5 the sum of all counties' maintenance of effort shall MUST be equal to or 6 greater than the total county funds set forth in the general appropriation 7 act for the state fiscal year 1996-97 for employment-related child care.

8 SECTION 5. In Colorado Revised Statutes, repeal and reenact,
9 with amendments, 26-2-805 as follows:

26-2-805. Services - eligibility - assistance provided - waiting
lists - rules. (1) SUBJECT TO AVAILABLE APPROPRIATIONS AND PURSUANT
TO RULES PROMULGATED BY THE STATE BOARD FOR THE IMPLEMENTATION
OF THIS PART 8, A COUNTY SHALL PROVIDE CHILD CARE ASSISTANCE TO A
PARTICIPANT OR ANY PERSON OR FAMILY WHOSE INCOME IS NOT MORE
THAN ONE HUNDRED SIXTY-FIVE PERCENT OF THE FEDERAL POVERTY
LEVEL.

17 (2) THE COUNTY MAY PROVIDE CHILD CARE ASSISTANCE FOR ANY 18 OTHER FAMILY WHOSE INCOME DOES NOT EXCEED EIGHTY-FIVE PERCENT 19 OF THE STATE MEDIAN INCOME FOR A FAMILY OF THE SAME SIZE. FOR A 20 PARTICIPANT OR A PERSON OR FAMILY WHOSE INCOME RISES TO THE LEVEL 21 SET BY THE COUNTY AT WHICH THE COUNTY MAY DENY THE PARTICIPANT, 22 PERSON, OR FAMILY CHILD CARE ASSISTANCE, THE COUNTY SHALL 23 IMMEDIATELY NOTIFY THE FAMILY THAT IT IS NO LONGER ELIGIBLE FOR 24 CCCAP AND CONTINUE TO PROVIDE THE CURRENT CCCAP SUBSIDY TO 25 THAT FAMILY FOR NO LESS THAN NINETY DAYS WHILE THE FAMILY MAKES 26 APPROPRIATE ARRANGEMENTS FOR CHILD CARE. THE COUNTY IS 27 STRONGLY ENCOURAGED TO CONTINUE TO PROVIDE CHILD CARE

1317

-9-

ASSISTANCE FOR A PERIOD OF SIX MONTHS; EXCEPT THAT IN NO EVENT
 SHALL CHILD CARE ASSISTANCE BE PROVIDED IF THE INCOME EXCEEDS THE
 MAXIMUM LEVEL FOR ELIGIBILITY FOR SERVICES SET BY FEDERAL LAW FOR
 A FAMILY OF THE SAME SIZE. DURING THE SIX-MONTH PERIOD THE COUNTY
 SHALL WORK WITH THE PARTICIPANT, PERSON, OR FAMILY TO PROVIDE A
 GRADUAL TRANSITION OFF CHILD CARE ASSISTANCE PROVIDED PURSUANT
 TO THIS SUBSECTION (2).

8 (3) (a) SUBJECT TO AVAILABLE APPROPRIATIONS, PURSUANT TO 9 RULES PROMULGATED BY THE STATE BOARD FOR IMPLEMENTATION OF THIS 10 PART 8. AND EXCEPT AS PROVIDED FOR IN PARAGRAPH (b) OF THIS 11 SUBSECTION (3), A COUNTY SHALL PROVIDE CHILD CARE ASSISTANCE FOR 12 A FAMILY TRANSITIONING OFF THE WORKS PROGRAM DUE TO EMPLOYMENT 13 OR JOB TRAINING WITHOUT REQUIRING THE FAMILY TO APPLY FOR 14 LOW-INCOME CHILD CARE BUT SHALL REDETERMINE THE FAMILY'S 15 ELIGIBILITY WITHIN SIX MONTHS AFTER THE TRANSITION.

(b) A FAMILY THAT TRANSITIONS OFF THE WORKS PROGRAM MUST
NOT BE AUTOMATICALLY TRANSITIONED TO CCCAP PURSUANT TO
PARAGRAPH (a) OF THIS SUBSECTION (3) IF EITHER OF THE FOLLOWING
CONDITIONS APPLY:

20 (I) THE FAMILY IS LEAVING THE WORKS PROGRAM DUE TO A
21 VIOLATION OF PROGRAM REQUIREMENTS AS DEFINED IN PART 7 OF THIS
22 ARTICLE, BY RULE OF THE STATE BOARD, OR BY POLICY OF A COUNTY
23 DEPARTMENT; OR

(II) THE FAMILY IS LEAVING THE WORKS PROGRAM DUE TO
EMPLOYMENT AND WILL BE AT AN INCOME LEVEL THAT EXCEEDS THE
COUNTY-ADOPTED INCOME ELIGIBILITY LIMIT FOR THE COUNTY'S CCCAP.
(c) AT THE COUNTY'S DISCRETION, A FAMILY THAT TRANSITIONS

OFF THE WORKS PROGRAM, IS ELIGIBLE FOR CCCAP, AND RESIDES IN A
 COUNTY THAT HAS FAMILIES ON ITS WAITING LIST MAY BE ADDED TO THE
 WAITING LIST OR BE PROVIDED CHILD CARE ASSISTANCE WITHOUT FIRST
 BEING ADDED TO THE WAITING LIST.

5 (4) (a) A RECIPIENT OF CHILD CARE ASSISTANCE THROUGH CCCAP 6 SHALL BE RESPONSIBLE FOR PAYING A PORTION OF HIS OR HER CHILD CARE 7 COSTS BASED UPON THE RECIPIENT'S INCOME AND THE FORMULA 8 DEVELOPED BY RULE OF THE STATE BOARD; EXCEPT THAT, FOR A FAMILY 9 LIVING AT OR BELOW ONE HUNDRED PERCENT OF THE FEDERAL POVERTY 10 LEVEL, THE FAMILY COPAYMENT RESPONSIBILITY MUST BE RESTRICTED TO 11 NO MORE THAN ONE PERCENT OF THE FAMILY'S GROSS MONTHLY INCOME 12 AS DETERMINED BASED ON ONE MONTH OF INCOME. TO ASSIST IN THE 13 PROCESS OF DETERMINING THE PARENT COPAYMENT FEE, A FAMILY MAY PROVIDE EVIDENCE OF THE TWELVE MOST RECENT MONTHS OF INCOME IF 14 15 IT CHOOSES TO DO SO IF SUCH EVIDENCE MORE ACCURATELY REFLECTS AN 16 ABILITY TO AFFORD THE FAMILY COPAYMENT REQUIREMENT, BUT A 17 COUNTY MUST NOT OTHERWISE REQUIRE A FAMILY TO PROVIDE EVIDENCE 18 OF MORE THAN ONE MONTH OF INCOME.

(b) THE STATE BOARD SHALL ESTABLISH, AND PERIODICALLY
REVISE, BY RULE A COPAYMENT SCHEDULE SO THAT THE COPAYMENT
GRADUALLY INCREASES AS THE FAMILY INCOME APPROACHES
SELF-SUFFICIENCY INCOME LEVELS. THIS REVISED COPAYMENT SCHEDULE
SHOULD ALLOW FAMILIES TO RETAIN A PORTION OF ITS INCREASES IN
INCOME.

(c) A PARTICIPANT WHO IS EMPLOYED SHALL PAY A PORTION OF HIS
OR HER INCOME FOR CHILD CARE ASSISTANCE UNDER CCCAP. THE
PARTICIPANT'S REQUIRED COPAYMENT UNDER THE PROVISIONS OF THIS

PARAGRAPH (c) MUST BE DETERMINED BY A FORMULA ESTABLISHED BY
 RULE OF THE STATE BOARD THAT TAKES INTO CONSIDERATION THE
 FACTORS SET FORTH IN PARAGRAPHS (a) AND (b) OF THIS SUBSECTION (4).

4 (5) (a) ON AND AFTER JULY 1, 2014, A COUNTY MAY REQUIRE A 5 PERSON WHO RECEIVES CHILD CARE ASSISTANCE PURSUANT TO THIS 6 SECTION AND WHO IS NOT OTHERWISE A PARTICIPANT TO APPLY, PURSUANT 7 TO SECTION 26-13-106 (2), FOR CHILD SUPPORT ESTABLISHMENT, 8 MODIFICATION, AND ENFORCEMENT SERVICES RELATED TO ANY SUPPORT 9 OWED BY OBLIGORS TO THEIR CHILDREN AND TO COOPERATE WITH THE 10 DELEGATE CHILD SUPPORT ENFORCEMENT UNIT TO RECEIVE THESE 11 SERVICES; EXCEPT THAT A PERSON SHALL NOT BE REQUIRED TO SUBMIT A 12 WRITTEN APPLICATION FOR CHILD SUPPORT ESTABLISHMENT, 13 MODIFICATION, AND ENFORCEMENT SERVICES IF THE PERSON SHOWS GOOD 14 CAUSE TO THE COUNTY IMPLEMENTING THE COLORADO CHILD CARE 15 ASSISTANCE PROGRAM FOR NOT RECEIVING THESE SERVICES.

16 (b) THE STATE BOARD SHALL PROMULGATE RULES FOR THE 17 IMPLEMENTATION OF THIS SUBSECTION (5), INCLUDING BUT NOT LIMITED 18 TO RULES ESTABLISHING GOOD CAUSE FOR NOT RECEIVING THESE 19 SERVICES, AND RULES FOR THE IMPOSITION OF SANCTIONS UPON A PERSON 20 WHO FAILS, WITHOUT GOOD CAUSE AS DETERMINED BY THE COUNTY 21 IMPLEMENTING THE COLORADO CHILD CARE ASSISTANCE PROGRAM. TO 22 APPLY FOR CHILD SUPPORT ENFORCEMENT SERVICES OR TO COOPERATE 23 WITH THE DELEGATE CHILD SUPPORT ENFORCEMENT UNIT AS REQUIRED BY 24 THIS SUBSECTION (5).

(6) FOR A FAMILY WITH A CHILD WHO IS ENROLLED IN CCCAP, A
COUNTY SHALL SET THE INCOME LEVEL AT WHICH THE COUNTY MAY DENY
THE FAMILY ACCORDING TO THE PARAMETERS DEFINED IN RULES

-12-

1 PROMULGATED BY THE STATE BOARD. IN THE RULES, THE STATE BOARD 2 SHALL ENSURE THAT IF A COUNTY SETS THE INCOME LEVEL AT WHICH THE 3 COUNTY CHOOSES TO INITIALLY PROVIDE CCCAP AT OR BELOW ONE 4 HUNDRED AND EIGHTY-FIVE PERCENT OF THE FEDERAL POVERTY LEVEL, 5 THEN THAT COUNTY MUST SET THE INCOME LEVEL AT WHICH THE COUNTY 6 MAY DENY THE FAMILY HIGHER THAN THE INCOME LEVEL AT WHICH THE 7 COUNTY CHOOSES TO INITIALLY PROVIDE CHILD CARE ASSISTANCE FOR 8 THAT COUNTY AND AT A LEVEL NOT TO EXCEED EIGHTY-FIVE PERCENT OF 9 THE STATE MEDIAN INCOME FOR A FAMILY OF THE SAME SIZE.

(7) (a) FOR A FAMILY WITH A CHILD WHO IS ENROLLED IN BOTH
CCCAP AND A HEAD START PROGRAM, THE FAMILY'S CCCAP ELIGIBILITY
REDETERMINATION MUST OCCUR NO SOONER THAN THE END OF THE LAST
MONTH OF THE CHILD'S FIRST FULL TWELVE-MONTH PROGRAM YEAR OF
ENROLLMENT IN THE HEAD START PROGRAM. CHILD CARE ASSISTANCE
PROGRAM ELIGIBILITY REDETERMINATION FOR A CHILD ENROLLED IN BOTH
PROGRAMS MUST OCCUR ONCE EVERY TWELVE MONTHS THEREAFTER.

(b) IF A COUNTY REDUCES ITS INCOME ELIGIBILITY REQUIREMENTS,
A CHILD ENROLLED IN CCCAP WHEN THE CHANGE IS IMPLEMENTED MUST
CONTINUE TO BE ENROLLED IN CCCAP UNTIL THE FAMILY'S NEXT
ELIGIBILITY REDETERMINATION OR FOR SIX MONTHS, WHICHEVER IS
LONGER.

(c) FOR A FAMILY WITH A CHILD WHO IS SOLELY ENROLLED IN
CCCAP OR DUALLY ENROLLED WITH AN EARLY EDUCATION PROGRAM
OTHER THAN HEAD START OR EARLY HEAD START, THE FAMILY'S CCCAP
ELIGIBILITY REDETERMINATION MUST OCCUR ONCE EVERY TWELVE
MONTHS.

27 (d) NOTWITHSTANDING THE PROVISIONS OF SECTION 26-1-127 (2)

-13-

1 (a), A FAMILY THAT RECEIVES CHILD CARE ASSISTANCE PURSUANT TO THIS 2 PART 8 IS NOT REQUIRED TO REPORT INCOME OR ACTIVITY CHANGES 3 DURING THE TWELVE-MONTH ELIGIBILITY PERIOD; EXCEPT THAT, WITHIN 4 THE TWELVE-MONTH ELIGIBILITY PERIOD, A FAMILY IS REQUIRED TO 5 REPORT A CHANGE IN INCOME IF THE FAMILY'S INCOME EXCEEDS 6 EIGHTY-FIVE PERCENT OF THE STATE MEDIAN INCOME. IF A FAMILY NO 7 LONGER PARTICIPATES IN THE ACTIVITY UNDER WHICH IT WAS MADE 8 ELIGIBLE IN THE CHILD CARE CASE. THE FAMILY SHALL REPORT THAT 9 CHANGE WITHIN FOUR WEEKS FROM THE TIME IT CEASED PARTICIPATING 10 IN THE ELIGIBLE ACTIVITY.

(e) A PARENT MUST NOT BE DETERMINED INELIGIBLE TO RECEIVE
CHILD CARE ASSISTANCE PURSUANT TO THIS PART 8 AS A RESULT OF:

13 (I) TAKING MATERNITY LEAVE; OR

(II) BEING A SEPARATED SPOUSE OR PARENT UNDER A VALIDLY
ISSUED TEMPORARY ORDER FOR PARENTAL RESPONSIBILITIES OR CHILD
CUSTODY WHERE THE OTHER SPOUSE OR PARENT HAS DISQUALIFYING
FINANCIAL RESOURCES.

(f) A PARENT WITH A CHILD ENROLLED IN CCCAP WHO LOSES
EMPLOYMENT WHILE PARTICIPATING IN THE PROGRAM MUST REMAIN
ELIGIBLE FOR CCCAP FOR AT LEAST SIXTY DAYS IF HE OR SHE IS ACTIVELY
SEARCHING FOR EMPLOYMENT AND HE OR SHE CONTINUES TO MEET ALL
OTHER CCCAP ELIGIBILITY CRITERIA.

(g) SUBJECT TO AVAILABLE APPROPRIATIONS AND PURSUANT TO
RULES PROMULGATED BY THE STATE BOARD FOR THE IMPLEMENTATION OF
THIS PART 8, A PARENT WHO IS NOT EMPLOYED IS ELIGIBLE FOR CCCAP
FOR SIXTY DAYS WITHIN A TWELVE-MONTH PERIOD IF HE OR SHE IS
ACTIVELY SEARCHING FOR EMPLOYMENT AND MEETS ALL OTHER CCCAP

1 ELIGIBILITY CRITERIA.

2 (h) SUBJECT TO AVAILABLE APPROPRIATIONS AND PURSUANT TO 3 RULES PROMULGATED BY THE STATE BOARD FOR THE IMPLEMENTATION OF 4 THIS PART 8, A PARENT WHO IS NOT EMPLOYED BUT WHO IS ENROLLED IN 5 A POSTSECONDARY EDUCATION PROGRAM OR A WORKFORCE TRAINING 6 PROGRAM IS ELIGIBLE FOR CCCAP FOR AT LEAST ANY TWO YEARS OF THE 7 POSTSECONDARY EDUCATION OR WORKFORCE TRAINING PROGRAM, 8 PROVIDED ALL OTHER CCCAP ELIGIBILITY REQUIREMENTS ARE MET 9 DURING THOSE TWO YEARS.

10 (i) TO PROVIDE CONTINUOUS CHILD CARE WITH THE LEAST
11 DISRUPTION TO THE CHILD, THE HOURS AUTHORIZED FOR THE PROVISION
12 OF CHILD CARE THROUGH CCCAP MUST INCLUDE AUTHORIZED HOURS FOR
13 THE CHILD THAT PROMOTE CONTINUOUS, CONSISTENT, AND REGULAR CARE
14 AND MUST NOT BE LINKED DIRECTLY TO A PARENT'S EMPLOYMENT,
15 EDUCATION, OR WORKFORCE TRAINING SCHEDULE.

16 (8) NO MORE THAN ONE MONTH OF PAYSTUBS MUST BE REQUIRED
17 WHEN DETERMINING A FAMILY'S INCOME ELIGIBILITY FOR CCCAP. TO
18 ASSIST IN MAKING ELIGIBILITY DETERMINATIONS, A FAMILY MAY PROVIDE
19 EVIDENCE OF THE TWELVE MOST RECENT MONTHS OF INCOME IF IT
20 CHOOSES TO DO SO IF SUCH EVIDENCE MORE ACCURATELY REFLECTS THE
21 FAMILY'S ELIGIBILITY, BUT A COUNTY MUST NOT OTHERWISE REQUIRE A
22 FAMILY TO PROVIDE EVIDENCE OF MORE THAN ONE MONTH OF INCOME.

23 (9) A COUNTY HAS THE AUTHORITY TO DEVELOP A VOUCHER
24 SYSTEM FOR FAMILIES ENROLLED IN CCCAP THROUGH WHICH THEY CAN
25 SECURE RELATIVE OR UNLICENSED CHILD CARE.

26 (10) AN EARLY CARE AND EDUCATION PROVIDER OR COUNTY MAY
 27 CONDUCT A PRE-ELIGIBILITY DETERMINATION FOR CHILD CARE

-15-

1 ASSISTANCE FOR A FAMILY TO FACILITATE THE DETERMINATION PROCESS. 2 THE EARLY CARE AND EDUCATION PROVIDER SHALL SUBMIT ITS 3 PRE-ELIGIBILITY DOCUMENTATION TO THE COUNTY FOR FINAL 4 DETERMINATION OF ELIGIBILITY FOR CHILD CARE ASSISTANCE. THE EARLY 5 CARE AND EDUCATION PROVIDER OR COUNTY MAY PROVIDE SERVICES TO 6 THE FAMILY PRIOR TO FINAL DETERMINATION OF ELIGIBILITY, AND THE 7 COUNTY SHALL REIMBURSE A PROVIDER FOR SUCH SERVICES ONLY IF THE 8 COUNTY DETERMINES THE FAMILY IS ELIGIBLE FOR SERVICES AND THERE 9 IS NO NEED TO PLACE THE FAMILY ON A WAITING LIST. IF THE FAMILY IS 10 FOUND INELIGIBLE FOR SERVICES, THE COUNTY SHALL NOT REIMBURSE THE 11 EARLY CARE AND EDUCATION PROVIDER FOR ANY SERVICES PROVIDED 12 DURING THE PERIOD BETWEEN ITS PRE-ELIGIBILITY DETERMINATION AND 13 THE COUNTY'S FINAL DETERMINATION OF ELIGIBILITY.

14 (11) A PROVIDER MAY ACCEPT A FAMILY'S CCCAP APPLICATION
15 AND SUBMIT IT TO THE COUNTY ON BEHALF OF A FAMILY SEEKING CHILD
16 CARE ASSISTANCE.

17

(12) EACH COUNTY:

18 (a) IN ADDITION TO REGULAR REIMBURSEMENT RATES, SHALL
19 REIMBURSE PROVIDERS FOR NO FEWER THAN FIFTEEN DAYS PER YEAR OF
20 ABSENCES OR HOLIDAYS FOR CHILDREN WHO ARE FIVE YEARS OF AGE OR
21 YOUNGER.

(b) SHALL MAINTAIN A CURRENT AND ACCURATE WAITING LIST OF
PARENTS WHO HAVE INQUIRED ABOUT SECURING A CCCAP SUBSIDY AND
ARE LIKELY TO BE ELIGIBLE FOR CCCAP BASED ON SELF-REPORTED
INCOME AND JOB, EDUCATION, OR WORKFORCE TRAINING ACTIVITY IF
FAMILIES ARE NOT ABLE TO BE SERVED AT THE TIME OF APPLICATION DUE
TO FUNDING CONCERNS. COUNTIES MAY ENROLL FAMILIES OFF WAITING

LISTS ACCORDING TO LOCAL PRIORITIES AND MAY REQUIRE AN APPLICANT
 TO RESTATE HIS OR HER INTENTION TO BE KEPT ON THE WAITING LIST
 EVERY SIX MONTHS IN ORDER TO MAINTAIN HIS OR HER PLACE ON THE
 WAITING LIST.

5 (c) SHALL POST ELIGIBILITY, AUTHORIZATION, AND
6 ADMINISTRATION POLICIES AND PROCEDURES SO THEY ARE EASILY
7 ACCESSIBLE AND READABLE TO A LAYPERSON. THE POLICIES MUST BE SENT
8 TO THE STATE DEPARTMENT FOR COMPILATION.

9 (d) MAY USE ITS CCCAP ALLOCATION TO PROVIDE DIRECT 10 CONTRACTS OR GRANTS TO EARLY CARE AND EDUCATION PROVIDERS FOR 11 A COUNTY-DETERMINED NUMBER OF CCCAP SLOTS FOR A 12 TWELVE-MONTH PERIOD TO INCREASE THE SUPPLY AND IMPROVE THE 13 QUALITY OF CHILD CARE FOR INFANTS AND TODDLERS, CHILDREN WITH 14 DISABILITIES, AFTER-HOURS CARE, AND CHILDREN IN UNDERSERVED 15 NEIGHBORHOODS; AND

16 (e) SUBJECT TO AVAILABLE APPROPRIATIONS AND PURSUANT TO 17 RULES PROMULGATED BY THE STATE BOARD FOR THE IMPLEMENTATION OF 18 THIS PART 8, MUST DETERMINE THAT A RECIPIENT OF BENEFITS FROM THE 19 FOOD ASSISTANCE PROGRAM ESTABLISHED IN PART 3 OF THIS ARTICLE IS 20 ELIGIBLE FOR CCCAP IF HE OR SHE MEETS ALL OTHER CCCAP ELIGIBILITY 21 CRITERIA AND MAY USE ELIGIBILITY DETERMINATION INFORMATION FROM 22 OTHER PUBLIC ASSISTANCE PROGRAMS AND SYSTEMS TO DETERMINE 23 CCCAP ELIGIBILITY.

24 (13) THE STATE BOARD SHALL PROMULGATE RULES FOR THE25 IMPLEMENTATION OF THIS PART 8.

26 SECTION 6. In Colorado Revised Statutes, amend 26-2-805.5
27 as follows:

-17-

26-2-805.5. Exemptions - requirements. (1) Notwithstanding
 any provision of section 26-2-805 to the contrary, an exempt family child
 care home provider, as defined in section 26-6-102 (3.7), shall not be IS
 NOT eligible to receive child care assistance moneys through the Colorado
 child care assistance program CCCAP if he or she fails to meet the
 criteria established in section 26-6-120.

7 (2) As a prerequisite to entering into a valid Colorado child care 8 assistance program CCCAP contract with a county office or to being a 9 party to any other payment agreement for the provision of care for a child 10 whose care is funded in whole or in part with moneys received on the 11 child's behalf from publicly funded state child care assistance programs, 12 an exempt family child care home provider shall sign an attestation that 13 affirms he or she, and any qualified adult residing in the exempt family 14 child care home, has not been determined to be insane or mentally 15 incompetent by a court of competent jurisdiction and a court has not 16 entered, pursuant to part 3 or 4 of article 14 of title 15, C.R.S., or section 17 27-65-109 (4) or 27-65-127, C.R.S., an order specifically finding that the 18 mental incompetency or insanity is of such a degree that the provider 19 cannot safely operate an exempt family child care home.

20 SECTION 7. In Colorado Revised Statutes, add 26-2-809 as
21 follows:

22 26-2-809. Colorado child care assistance program - reporting
23 requirements. (1) ON OR BEFORE DECEMBER 1, 2015, AND ON OR BEFORE
24 DECEMBER 1 EACH YEAR THEREAFTER, THE STATE DEPARTMENT SHALL
25 PREPARE A REPORT ON CCCAP. THE STATE DEPARTMENT SHALL PROVIDE
26 THE REPORT TO THE PUBLIC HEALTH CARE AND HUMAN SERVICES
27 COMMITTEE OF THE HOUSE OF REPRESENTATIVES AND THE HEALTH AND

HUMAN SERVICES COMMITTEE OF THE SENATE, OR ANY SUCCESSOR
 COMMITTEES. THE REPORT MUST INCLUDE, AT A MINIMUM, THE
 FOLLOWING INFORMATION RELATED TO BENCHMARKS OF SUCCESS FOR
 CCCAP:

5 (a) THE NUMBER OF CHILDREN AND FAMILIES SERVED THROUGH
6 CCCAP STATEWIDE AND BY COUNTY;

7 (b) THE AVERAGE LENGTH OF TIME THAT PARENTS REMAIN IN THE
8 WORKFORCE WHILE RECEIVING CCCAP SUBSIDIES, EVEN WHEN THEIR
9 INCOME INCREASES;

10 (c) THE AVERAGE NUMBER OF MONTHS OF UNINTERRUPTED,
11 CONTINUOUS CARE FOR CHILDREN ENROLLED IN CCCAP;

12 (d) THE NUMBER AND PERCENT OF ALL CHILDREN ENROLLED IN
13 CCCAP WHO RECEIVE CARE AT EACH LEVEL OF THE STATE'S QUALITY AND
14 IMPROVEMENT RATING SYSTEM;

15 (e) THE AVERAGE LENGTH OF TIME A FAMILY IS AUTHORIZED FOR
16 A CCCAP SUBSIDY, DISAGGREGATED BY RECIPIENTS' ELIGIBLE ACTIVITIES,
17 SUCH AS JOB SEARCH, EMPLOYMENT, WORKFORCE TRAINING, AND
18 POSTSECONDARY EDUCATION;

(f) THE NUMBER OF FAMILIES ON EACH COUNTY'S WAIT LIST AS OF
NOVEMBER 1 OF EACH YEAR, AS WELL AS THE AVERAGE LENGTH OF TIME
EACH FAMILY REMAINS ON THE WAIT LIST IN EACH COUNTY;

(g) THE NUMBER OF FAMILIES AND CHILDREN STATEWIDE AND BY
COUNTY THAT EXIT CCCAP DUE TO THEIR FAMILY INCOMES EXCEEDING
THE ELIGIBILITY LIMITS;

(h) THE NUMBER OF FAMILIES AND CHILDREN STATEWIDE AND BY
COUNTY THAT REENTER CCCAP WITHIN TWO YEARS OF EXITING DUE TO
THEIR FAMILY INCOMES EXCEEDING THE ELIGIBILITY LIMITS; AND

1	(i) AN ESTIMATE OF UNMET NEED FOR CCCAP IN EACH COUNTY
2	AND THROUGHOUT THE STATE BASED ON ESTIMATES OF THE NUMBER OF
3	CHILDREN AND FAMILIES WHO ARE LIKELY TO BE ELIGIBLE FOR CCCAP IN
4	EACH COUNTY BUT WHO ARE NOT ENROLLED IN CCCAP.
5	SECTION 8. In Colorado Revised Statutes, 26-2-703, amend (4)
6	as follows:
7	26-2-703. Definitions. As used in this part 7, unless the context
8	otherwise requires:
9	(4) "Colorado child care assistance program" means the state
10	program of child care assistance implemented pursuant to the provisions
11	of part 8 of this article and rules of the state department BOARD.
12	SECTION 9. Appropriation. (1) In addition to any other
13	appropriation, there is hereby appropriated to the department of human
14	services, for the fiscal year beginning July 1, 2014, the sum of
15	\$9,922,744, or so much thereof as may be necessary, to be allocated for
16	the implementation of this act as follows:
17	(a) \$8,279,903 general fund for county Colorado child care
18	assistance program allocations;
19	(b) \$255,000 general fund for the division of early care and
20	learning to conduct a Colorado child care assistance program market rate
21	study;
22	(c) \$1,216,781 federal funds for modifications to the child care
23	automated tracking system;
24	(d) \$130,448, comprised of \$31,100 from the general fund, \$4,189
25	from the old age pension fund created in section 1 of article XXIV of the
26	state constitution, \$44,529 from reappropriated funds received from the
27	department of health care policy and financing out of the appropriation

1 made in subsection (2) of this section, and \$50,630 from federal funds,

2 for modifications to the Colorado benefits management system; and

(e) \$40,612, comprised of \$12,184 from the general fund, \$2,843
from the family support registry fund created in section 26-13-115.5 (1),
Colorado Revised Statutes, and \$25,585 federal funds, for modifications
to the automated child support enforcement system.

7 In addition to any other appropriation, there is hereby (2)8 appropriated, to the department of health care policy and financing, for 9 the fiscal year beginning July 1, 2014, the sum of \$44,529, or so much 10 thereof as may be necessary, for allocation to department of human 11 services medicaid-funded programs, office of information technology 12 services-medicaid funding, Colorado benefits management system, for 13 system modifications related to the implementation of this act. Of said 14 sum, \$21,813 is from the general fund, \$115 is from the old age pension 15 health and medical care fund pursuant to section 7 (c) of article XXIV of 16 the state constitution, \$276 is from the children's basic health plan trust 17 fund created in section 25.5-8-105 (1), Colorado Revised Statutes, and 18 \$22,325 is from federal funds.

19 (3) In addition to any other appropriation, there is hereby 20 appropriated to the governor - lieutenant governor - state planning and 21 budgeting, for the fiscal year beginning July 1, 2014, the sum of 22 \$1,387,841, or so much thereof as may be necessary, for allocation to the 23 office of information technology for the provision of services to the 24 department of human services related to the implementation of this act. Said sum shall be from reappropriated funds received from the 25 26 department of human services out of the appropriations made in 27 subsection (1) of this section.

SECTION 10. Safety clause. The general assembly hereby finds,
 determines, and declares that this act is necessary for the immediate
 preservation of the public peace, health, and safety.