LEGISLATURE OF NEBRASKA ONE HUNDRED SIXTH LEGISLATURE FIRST SESSION

## **LEGISLATIVE BILL 329**

Introduced by Bolz, 29. Read first time January 16, 2019 Committee:

1	A BILL FOR AN ACT relating to child care; to amend sections 68-1206 and
2	71-1912, Reissue Revised Statutes of Nebraska; to change provisions
3	relating to child care assistance provided as part of the provision
4	of social services; to change provisions relating to licensure under
5	the Child Care Licensing Act; and to repeal the original sections.
6	Be it enacted by the people of the State of Nebraska,

Section 1. Section 68-1206, Reissue Revised Statutes of Nebraska, is
 amended to read:

3 (1)(a) (1) The Department of Health and Human Services 68-1206 shall administer the program of social services in this state. The 4 5 department may contract with other social agencies for the purchase of social services at rates not to exceed those prevailing in the state or 6 7 the cost at which the department could provide those services. The statutory maximum payments for the separate program of aid to dependent 8 9 children shall apply only to public assistance grants and shall not apply to payments for social services. 10

(b) As part of the provision of social services authorized by 11 section 68-1202, the department shall participate in the federal Child 12 13 Care Subsidy child care assistance program established under 42 U.S.C. 9857 618, as such section existed on January 1, 2019 2013, and provide 14 child care assistance to families with incomes up to one hundred sixty-15 five twenty-five percent of the federal poverty level for FY2013-14 and 16 17 one hundred thirty percent of the federal poverty level for FY2014-15 and 18 each fiscal year thereafter.

19 (2)(a) (2) As part of the provision of social services authorized by 20 this section and section 68-1202, the department shall participate in the 21 federal Child Care Subsidy program. In determining ongoing eligibility 22 for this program, ten percent of a household's gross earned income shall 23 be disregarded after twelve continuous months on the program and at each 24 subsequent redetermination.

(b) At redetermination of eligibility, occurring no more often than permitted under 42 U.S.C. 9858c(c)(2)(N)(i)(I) if a family's income exceeds one hundred thirty percent of the federal poverty level, the family shall continue to receive transitional child care assistance for up to twenty-four consecutive months or until the family income exceeds two hundred one hundred eighty-five percent of the federal poverty level. If a family's income falls to one hundred thirty percent of the federal

-2-

poverty level or below, the twenty-four-month time limit in this 1 2 subsection shall cease to apply until the family becomes eligible for transitional child care assistance. The amount of such child care 3 4 assistance shall be based on a cost-shared plan between the recipient family and the state and shall be based on a sliding-scale methodology. A 5 recipient family may be required to contribute a percentage of such 6 family's gross income for child care that is no more than the cost-7 sharing rates in the transitional child care assistance program as of 8 9 January 1, 2015, for those no longer eligible for cash assistance as provided in section 68-1724. Initial program eligibility standards shall 10 not be impacted by the provisions of this subsection. 11

(3) In determining the rate or rates to be paid by the department 12 for child care as defined in section 43-2605, the department shall adopt 13 a fixed-rate schedule for the state or a fixed-rate schedule for an area 14 of the state applicable to each child care program category of provider 15 as defined in section 71-1910 which may claim reimbursement for services 16 17 provided by the federal Child Care Subsidy program, except that the department shall not pay a rate higher than that charged by an individual 18 provider to that provider's private clients. The schedule may provide 19 separate rates for care for infants, for children with special needs, 20 including disabilities or technological dependence, or for other 21 individual categories of children. The schedule may also provide tiered 22 23 rates based upon a quality scale rating of step three or higher under the 24 Step Up to Quality Child Care Act. The schedule shall be effective on 25 October 1 of every year and shall be revised annually by the department.

26 Sec. 2. Section 71-1912, Reissue Revised Statutes of Nebraska, is 27 amended to read:

71-1912 (1) Before issuance of a license, the department shall investigate or cause an investigation to be made, when it deems necessary, to determine if the applicant or person in charge of the program meets or is capable of meeting the physical well-being, safety,

-3-

and protection standards and the other rules and regulations of the 1 2 department adopted and promulgated under the Child Care Licensing Act. The department shall may investigate the character of applicants and 3 4 licensees, any member of the applicant's or licensee's household, and the staff, and employees, and prospective staff of programs by making a 5 national criminal history record information check. The department may at 6 7 any time inspect or cause an inspection to be made of any place where a program is operating to determine if such program is being properly 8 9 conducted. Any fee charged by the department for the cost of processing applications and administering a criminal background check as required by 10 this section, consistent with 42 U.S.C. 9858f, shall not exceed the 11 actual cost to the department for processing and administration. 12

(2) All inspections by the department shall be unannounced except for initial licensure visits and consultation visits. Initial licensure visits are announced visits necessary for a provisional license to be issued to a family child care home I, family child care home II, child care center, or school-age-only or preschool program. Consultation visits are announced visits made at the request of a licensee for the purpose of consulting with a department specialist on ways of improving the program.

20 (3) An unannounced inspection of any place where a program is 21 operating shall be conducted by the department or the city, village, or 22 county pursuant to subsection (2) of section 71-1914 at least annually 23 for a program licensed to provide child care for fewer than thirty 24 children and at least twice every year for a program licensed to provide 25 child care for thirty or more children.

(4) Whenever an inspection is made, the findings shall be recorded in a report designated by the department. The public shall have access to the results of these inspections upon a written or oral request to the department. The request must include the name and address of the program. Additional unannounced inspections shall be performed as often as is necessary for the efficient and effective enforcement of the Child Care

-4-

1 Licensing Act.

Sec. 3. Original sections 68-1206 and 71-1912, Reissue Revised
Statutes of Nebraska, are repealed.