<u>SHB 2195</u> - S COMM AMD By Committee on Ways & Means

1 Strike everything after the enacting clause and insert the 2 following:

3 "Sec. 1. RCW 43.31.577 and 2023 c 474 s 8031 are each amended to 4 read as follows:

5 (1) Activities eligible for funding through the early learning 6 facilities grant and loan program for eligible organizations include:

7 (a) Facility predesign grants or loans ((of no more than 8 \$20,000)) to allow eligible organizations to secure professional 9 services or consult with organizations certified by the community 10 development financial institutions fund to plan for and assess the 11 feasibility of early learning facilities projects or receive other 12 technical assistance to design and develop projects for construction 13 funding;

14 (b) Grants or loans ((of no more than \$200,000 for minor 15 renovations or repairs of existing early learning facilities or)) for 16 predevelopment activities to advance a proposal from planning to 17 major construction or renovation;

18 (c) <u>Grants or loans for renovations or repairs of existing early</u> 19 <u>learning facilities;</u>

20 (d) Major construction and renovation grants or loans and grants 21 or loans for facility purchases ((of no more than \$1,000,000)) to 22 create or expand early learning facilities((, except that during the 23 2023-2025 fiscal biennium these grants or loans may not exceed 24 \$2,500,000)); and

25 (((d))) <u>(e)</u> Administration costs associated with conducting 26 application processes, managing contracts, <u>translation services</u>, and 27 providing technical assistance.

(2) For grants or loans awarded under subsection (1)(c) and (d)
 of this section, the department must prioritize applications for
 facilities that are ready for construction.

31 <u>(3)</u> Activities eligible for funding through the early learning 32 facilities grant and loan program for school districts include major

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1 construction, purchase, and renovation grants or loans ((of no more 2 than \$1,000,000)) to create or expand early learning facilities that 3 received priority and ranking as described in RCW 43.31.581.

4 (((3) Amounts in this section must be increased annually by the
5 United States implicit price deflator for state and local government
6 construction provided by the office of financial management.))

7 <u>NEW SECTION.</u> Sec. 2. A new section is added to chapter 43.31
8 RCW to read as follows:

9 For early learning facilities collocated with affordable or supportive housing developments, the department may remit state 10 funding on a reimbursement basis for 90 percent of eligible project 11 costs, regardless of the project's match amount, once the nonstate 12 share of project costs have been either expended or firmly committed 13 in an amount sufficient to complete the entire project or a distinct 14 15 phase of the project that is useable to the public as an early 16 learning facility. Eligible housing developments are projects that have received public funding and have secured enough funding to 17 18 complete construction of the project that will result in a certificate of occupancy to open the affordable housing development, 19 20 including the early learning facility.

21 Sec. 3. RCW 43.31.575 and 2021 c 130 s 2 are each amended to 22 read as follows:

(1) Organizations eligible to receive funding from the early learning facilities grant and loan program include:

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(a) Early childhood education and assistance program providers;

26 (b) Working connections child care providers who are eligible to 27 receive state subsidies;

(c) Licensed early learning centers not currently participating in the early childhood education and assistance program, but intending to do so;

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(d) Developers of housing and community facilities;

32 (e) Community and technical colleges;

33 (f) Educational service districts;

34 (g) Local governments;

35 (h) Federally recognized tribes in the state; and

36 (i) Religiously affiliated entities.

37 (2) To be eligible to receive funding from the early learning 38 facilities grant and loan program for activities described in RCW Code Rev/CL:jlb 2 H-3441.1/24 1 43.31.577 (1) (b), (c), and ((-(c))) (d) and (2), eligible 2 organizations and school districts must:

3 (a) Commit to being an active participant in good standing with 4 the early achievers program as defined by chapter 43.216 RCW; and

5 (b) Demonstrate that projects receiving construction, purchase, 6 or renovation grants or loans must also:

7 (i) Demonstrate that the project site is under the applicant's 8 control for a minimum of ten years, either through ownership or a 9 long-term lease; and

10 (ii) Commit to using the facility funded by the grant or loan for 11 the purposes of providing preschool or child care for a minimum of 12 ten years.

(3) To be eligible to receive funding from the early learning facilities grant and loan program for activities described in RCW 43.31.577 (1) (b), (c), and ((-+))) (d) and (2), religiously affiliated entities must use the facility to provide child care and education services consistent with subsection (4)(a) of this section.

18 (4) (a) Upon receiving a grant or loan, the recipient must 19 continue to be an active participant and in good standing with the 20 early achievers program.

21 (b) If the recipient does not meet the conditions specified in (a) of this subsection, the grants shall be repaid to the early 22 learning facilities revolving account or the early learning 23 24 facilities development account, as directed by the department. So 25 long as an eligible organization continues to provide an early 26 learning program in the facility, the facility is used as authorized, and the eligible organization continues to be an active participant 27 and in good standing with the early achievers program, the grant 28 29 repayment is waived.

30 (c) The department, in consultation with the department of 31 children, youth, and families, ((must)) <u>may</u> adopt rules to implement 32 this section.

33 <u>NEW SECTION.</u> Sec. 4. If any provision of this act or its 34 application to any person or circumstance is held invalid, the 35 remainder of the act or the application of the provision to other 36 persons or circumstances is not affected.

37 <u>NEW SECTION.</u> Sec. 5. Section 1 of this act takes effect July 1, 38 2025."

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1 On page 1, line 4 of the title, after "account;" strike the 2 remainder of the title and insert "amending RCW 43.31.577 and 3 43.31.575; adding a new section to chapter 43.31 RCW; and providing 4 an effective date."

EFFECT: Removes eligibility for early learning programs and services operated in a school district facility for funding from the early learning grant and loan program, removes the authorization to transfer funds from the common school construction fund to the early learning facilities development account, and removes the modified definition of "common schools."

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