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; AND IMPROVING TECHNOLOGY,
107	INFRASTRUCTURE, AND ADMINISTRATION.

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 http://www.leg.state.co.us/billsummaries.)

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

- 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 that27 it is in the best interests of the state to:

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(a) Adopt the Colorado child care assistance program set forth in
 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.

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

11 26-2-802.5. Definitions. As used in this part 8, unless the
12 CONTEXT OTHERWISE REQUIRES:

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

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

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

(4) "HIGH-QUALITY EARLY CHILDHOOD PROGRAM" MEANS A
PROGRAM THAT IS OPERATED BY A PROVIDER WITH A FISCAL AGREEMENT
THROUGH CCCAP AND THAT IS IN THE TOP THREE LEVELS OF THE STATE'S

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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.

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

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

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

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

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

17 26-2-803. Provider rates - opt out - rules. (1) (a) THE STATE
18 BOARD SHALL ESTABLISH PROVIDER REIMBURSEMENT RATES FOR EACH
19 COUNTY AND ENSURE THAT THE RATES ARE ADEQUATE TO ENSURE THAT
20 FAMILIES WHO RECEIVE SERVICES THROUGH CCCAP HAVE THE SAME
21 ACCESS TO A BROAD RANGE OF PROVIDERS IN EACH COUNTY AS DO
22 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
CCCAP.

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

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

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

15

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

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

27 **26-2-804.** Funding - allocation - maintenance of effort.

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

16 (6) For state fiscal year 2005-06 and for each state fiscal year 17 thereafter, each county shall be IS required to meet a level of county 18 spending for the Colorado child care assistance program CCCAP that is 19 equal to the county's proportionate share of the total county funds set 20 forth in the annual general appropriation act for the Colorado child care 21 assistance program CCCAP for that state fiscal year. The level of county 22 spending shall be IS known as the county's maintenance of effort for the 23 program CCCAP for that state fiscal year. For any state fiscal year, the 24 state department is authorized to adjust a county's maintenance of effort, 25 reflected as a percentage of the total county funds set forth in the annual 26 general appropriation act for the Colorado child care assistance program CCCAP for that state fiscal year, so that the percentage equals the 27

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county's proportionate share of the total state and federal funds
 appropriated for the Colorado child care assistance program CCCAP for
 that state fiscal year, reflected as a percentage. For any state fiscal year,
 the sum of all counties' maintenance of effort shall MUST be equal to or
 greater than the total county funds set forth in the general appropriation
 act for the state fiscal year 1996-97 for employment-related child care.

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

9 26-2-805. Services - eligibility - assistance provided - waiting
10 lists - rules. (1) SUBJECT TO AVAILABLE APPROPRIATIONS AND PURSUANT
11 TO RULES PROMULGATED BY THE STATE BOARD FOR THE IMPLEMENTATION
12 OF THIS PART 8, A COUNTY SHALL PROVIDE CHILD CARE ASSISTANCE TO A
13 PARTICIPANT OR ANY PERSON OR FAMILY WHOSE INCOME IS NOT MORE
14 THAN ONE HUNDRED SIXTY-FIVE PERCENT OF THE FEDERAL POVERTY
15 LEVEL.

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

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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).

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

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

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

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

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

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

9 (7) (a) FOR A FAMILY WITH A CHILD WHO IS ENROLLED IN BOTH 10 CCCAP AND A HEAD START PROGRAM, THE FAMILY'S CCCAP ELIGIBILITY 11 REDETERMINATION MUST OCCUR NO SOONER THAN THE END OF THE LAST 12 MONTH OF THE CHILD'S FIRST FULL TWELVE-MONTH PROGRAM YEAR OF 13 ENROLLMENT IN THE HEAD START PROGRAM. CHILD CARE ASSISTANCE 14 PROGRAM ELIGIBILITY REDETERMINATION FOR A CHILD ENROLLED IN BOTH 15 PROGRAMS MUST OCCUR ONCE EVERY TWELVE MONTHS THEREAFTER.

16 (b) IF A COUNTY REDUCES ITS INCOME ELIGIBILITY REQUIREMENTS,
17 A CHILD ENROLLED IN CCCAP WHEN THE CHANGE IS IMPLEMENTED MUST
18 CONTINUE TO BE ENROLLED IN CCCAP UNTIL THE FAMILY'S NEXT
19 ELIGIBILITY REDETERMINATION OR FOR SIX MONTHS, WHICHEVER IS
20 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.

26 (d) NOTWITHSTANDING THE PROVISIONS OF SECTION 26-1-127 (2)
27 (a), A FAMILY THAT RECEIVES CHILD CARE ASSISTANCE PURSUANT TO THIS

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

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

(I) TAKING MATERNITY LEAVE; OR

12

(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
ELIGIBILITY CRITERIA.

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

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

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

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

(10) AN EARLY CARE AND EDUCATION PROVIDER OR COUNTY MAY
CONDUCT A PRE-ELIGIBILITY DETERMINATION FOR CHILD CARE
ASSISTANCE FOR A FAMILY TO FACILITATE THE DETERMINATION PROCESS.

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

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

16 (12) EACH COUNTY:

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

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

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

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

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

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

27 **26-2-805.5. Exemptions - requirements.** (1) Notwithstanding

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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.

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

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

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

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

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

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

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

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

27 (i) AN ESTIMATE OF UNMET NEED FOR CCCAP IN EACH COUNTY

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AND THROUGHOUT THE STATE BASED ON ESTIMATES OF THE NUMBER OF
 CHILDREN AND FAMILIES WHO ARE LIKELY TO BE ELIGIBLE FOR CCCAP IN
 EACH COUNTY BUT WHO ARE NOT ENROLLED IN CCCAP.

4 SECTION 8. In Colorado Revised Statutes, 26-2-703, amend (4)
5 as follows:

6 26-2-703. Definitions. As used in this part 7, unless the context
7 otherwise requires:

8 (4) "Colorado child care assistance program" means the state
9 program of child care assistance implemented pursuant to the provisions
10 of part 8 of this article and rules of the state department BOARD.

SECTION 9. 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.