HB 3073-3 (LC 1898) 4/12/21 (HRL/ps)

Requested by Representative POWER

PROPOSED AMENDMENTS TO HOUSE BILL 3073

1 On page 1 of the printed bill, line 2, after "131A.365," insert "183.459,".

2 After line 9, insert:

"Whereas a child's brain makes one million new neural connections every
second before the age of five years, with early experiences shaping brain
architecture; and

6 "Whereas complex neural, social and emotional development occurs before
7 the age of five years, making early childhood a critical window in which to
8 eliminate disparities; and

Whereas, for children who are six weeks of age to 12 years of age and for children through 17 years of age who have disabilities or safety concerns, access to continuous, high quality child care, early care and education and out-of-school programs is critical to a child's success in school and life; and "Whereas both early care and education and out-of-school programs during elementary school predict higher academic achievement at 15 years of age; and

16 "Whereas all children are born full of potential, yet their family's zip 17 code, income and race and ethnicity are powerful predictors of a child's and 18 family's access to high quality child care and early education; and

19 "Whereas child caring disproportionately impacts women, particularly 20 women of color, through child care shortages, lower wages as child care 21 providers and staff and systemic discrimination; and 1 "Whereas an affordable, accessible system of high quality child care is 2 necessary for the health of Oregon's economy because employers benefit 3 when parents have safe, stable, culturally responsive and developmentally 4 appropriate care for their children that meets their needs; and

5 "Whereas families deserve to have centralized, coordinated access to a 6 variety of eligible services that build upon the single enrollment and eligi-7 bility ONE system; and

8 "Whereas the Oregon Early Learning System should provide develop-9 mentally appropriate, culturally responsive, relevant and inclusive child care 10 and early care and education for children and families across race, ethnicity, 11 language, geography, ability and income levels, as recommended by Raise 12 Up Oregon; and

¹³ "Whereas the health and stability of Oregon's child care and early care ¹⁴ and education workforce is pivotal to any expansion of child care in Oregon ¹⁵ and this workforce, predominately composed of women of color, is struc-¹⁶ turally afflicted by low wages, limited or no health care and a severe lack ¹⁷ of retirement benefits; and

¹⁸ "Whereas Oregon must value the work of caregivers, especially Black and ¹⁹ indigenous women, women of color and immigrant women, and ensure that ²⁰ they receive the equitable pay and benefits they deserve for their work, ²¹ training and services that support workforce development and supports of-²² fered to all provider types; and

"Whereas Oregon's child care sector supports all providers, which are 23essential to offering a mixed-delivery child care system and that include 24family, friend and neighbor child care, regulated subsidy child care, regis-2526 tered family child care, certified family child care, certified child care centers, out-of-school programs, Oregon Prekindergarten, Head Start, Early 27Head Start, relief nurseries, Healthy Families Oregon programs, privately 28subsidized child care programs and publicly funded child care programs; and 29 "Whereas the Oregon Early Learning System must be informed by and 30

accountable to the parents and providers who most need it and who know
 the most about the system; and

³ "Whereas the partnership and collaboration between the Oregon Early ⁴ Learning System, the kindergarten through grade 12 system, the health sys-⁵ tem, the human services system and the housing system are critical to the ⁶ success of every child; now, therefore,".

7 Delete lines 11 through 26 and delete pages 2 through 61 and insert: 8

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"STATEWIDE EARLY LEARNING SYSTEM

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11 "SECTION 1. ORS 417.728 is amended to read:

"417.728. (1) The Early Learning Council [shall lead a joint effort with
other state and local early childhood partners to establish the policies necessary for a voluntary] is responsible for leading cross-sector strategic
planning that establishes the goals, objectives and strategies necessary
for a statewide early learning system.

17 "[(2) The voluntary statewide early learning system shall be designed to 18 achieve:]

"[(a) The appropriate outcomes identified by the Early Learning Council
 with input from early childhood partners; and]

"[(b) Any other early childhood benchmark or outcome that demonstrates
 progress toward meeting a target and that is identified by the Early Learning
 Council with input from early childhood partners.]

"(2) The purpose of the statewide early learning system is to make
 progress toward ensuring that:

26 "(a) Children enter school ready to learn;

27 "(b) Children are raised in families that are healthy, stable and at28 tached; and

"(c) Early learning is available and provided in a manner that is
 aligned, coordinated and family centered.

1 "(3) The [voluntary] statewide early learning system shall include the 2 following components:

"(a) A process to identify as early as possible children and families who
would benefit from early learning services, including the required use of
standardized screening and referral procedures used throughout the [voluntary] statewide early learning system;

"(b) A plan to support the identified needs of the child and family that
coordinates case management personnel and the delivery of services to the
child and family; and

"(c) Services to support children who are zero through six years of age
 and their families who give their express written consent, including:

"(A) Screening, assessment and home visiting services pursuant to ORS
 417.795;

14 "(B) Specialized or targeted home visiting services;

"(C) Community-based services such as relief nurseries, family support
 programs and parent education programs;

"(D) Affordable, quality child care, as defined by the Early LearningCouncil;

¹⁹ "(E) Preschool and other early education services;

20 "(F) Health services for children and pregnant women;

21 "(G) Mental health services;

"(H) Alcohol and drug treatment programs that meet the standards
promulgated by the Oregon Health Authority pursuant to ORS 430.357;

24 "(I) Developmental disability services; and

²⁵ "(J) Other state and local services.

²⁶ "(4) In establishing the definition of affordable, quality child care under ²⁷ subsection (3)(c)(D) of this section, the Early Learning Council shall consult ²⁸ with child care providers and early childhood educators. The definition es-²⁹ tablished by the council shall support parental choice of child care provider ³⁰ and shall consider differences in settings and services, including but not

limited to child care for school-aged children, part-time care, odd-hour and
 respite care and factors of cultural appropriateness and competence.

"[(5) No later than July 1, 2016, for the purpose of ensuring that affordable, 3 quality home-based child care is available through a subsidy program admin-4 istered by the Department of Human Services, the Early Learning Division, in $\mathbf{5}$ consultation with the department, shall develop and implement a system of 6 quality supports for exempt family child care providers as defined in ORS 7 329A.430. The system may use evidence-based practices or best practices that 8 are consistent with state policies for child well-being and development and that 9 are subject to collective bargaining. The system must include professional de-10 velopment opportunities for exempt family child care providers that are avail-11 able for attendance in person and through the Internet.] 12

13 "[(6)] (5) The Early Learning Council shall:

"(a) Consolidate administrative functions relating to the [voluntary]
 statewide early learning system, to the extent practicable, including but not
 limited to training and technical assistance, planning and budgeting.

"(b) Adopt policies to establish training and technical assistance programs to ensure that personnel have skills in appropriate areas, including screening, family assessment, competency-based home visiting skills, cultural and gender differences and other areas as needed.

"(c) Identify research-based age-appropriate and culturally and gender
appropriate screening and assessment tools that would be used as appropriate
in programs and services of the [voluntary] statewide early learning system.

"(d) Develop a plan for the implementation of a common data system for
voluntary early childhood programs.

"(e) Coordinate existing and new early childhood programs to provide a
 range of community-based supports.

(f) Establish a common set of quality assurance standards to guide local implementation of all elements of the [*voluntary*] statewide early learning system, including voluntary universal screening and assessment, home visit1 ing, staffing, evaluation and community-based services.

"(g) Ensure that all plans for voluntary early childhood services are coordinated and consistent with federal and state law, including but not limtited to plans for Oregon prekindergarten programs, federal Head Start programs, early childhood special education services, early intervention services and public health services.

"(h) Identify how the [voluntary] statewide early learning system for
children who are zero through six years of age will link with systems of
support for older children and their families.

"(i) During January of each odd-numbered year, report to the Governor
 and the Legislative Assembly on the [voluntary] statewide early learning
 system.

"[(7)] (6) The State Board of Education, the Employment Department, the Department of Human Services and the Oregon Health Authority when adopting rules to administer voluntary early childhood programs under their individual authority shall adopt rules:

"(a) That are consistent with the requirements of the [voluntary] statewide early learning system created under this section; and

¹⁹ "(b) With the direction of the Early Learning Council.

"[(8)] (7) Information gathered in conjunction with the voluntary comprehensive screening and assessment of children and their families may be used only for the following purposes:

"(a) Providing services to children and families who give their express
written consent;

²⁵ "(b) Providing statistical data that are not personally identifiable;

"(c) Accomplishing other purposes for which the family has given express
written consent; and

"(d) Meeting the requirements of mandatory state and federal disclosurelaws.

³⁰ "SECTION 2. ORS 417.723 is amended to read:

"417.723. The Oregon Health Authority and the Early Learning Council shall establish a grant program to provide funding to support effective and scalable strategies that align [voluntary] statewide early learning systems and health systems for the purpose of improving the developmental outcomes for children from zero through three years of age.

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"SECTION 3. ORS 417.727 is amended to read:

"417.727. Based on the findings expressed in ORS 417.708, there is created
the Oregon Early Learning System. The goals of the system are to:

9 "(1) Prevent child abuse and neglect;

10 "(2) Improve the health and development of young children;

11 "(3) Promote bonding and attachment in the early years of a child's life;

"(4) Support parents in providing the optimum environment for theiryoung children;

"(5) Link and integrate services and supports in the [voluntary] statewide
 early learning system pursuant to ORS 417.728;

16 "(6) Ensure that children are entering school ready to learn; and

17 "(7) Ensure that parents have access to affordable, quality child care.

18 "SECTION 4. ORS 417.795 is amended to read:

"417.795. (1) The Early Learning Division shall establish Healthy Families
 Oregon programs in all counties of this state as funding becomes available.

"(2) These programs shall be nonstigmatizing, voluntary and designed to
 achieve the appropriate early childhood benchmarks and shall:

"(a) Ensure that express written consent is obtained from the family prior
to any release of information that is protected by federal or state law and
before the family receives any services;

26 "(b) Ensure that services are voluntary and that, if a family chooses not 27 to accept services or ends services, there are no adverse consequences for 28 those decisions;

29 "(c) Offer a voluntary comprehensive risk assessment of all children, from 30 zero through three years of age, and their families in coordination with 1 [voluntary] statewide early learning system screening and referral efforts;

"(d) Ensure that the disclosure of information gathered in conjunction
with the voluntary comprehensive risk assessment of children and their
families is limited pursuant to ORS 417.728 [(8)] (7) to the following purposes:

"(A) Providing services under the programs to children and families who
give their express written consent;

8 "(B) Providing statistical data that are not personally identifiable;

9 "(C) Accomplishing other purposes for which the family has given express 10 written consent; and

"(D) Meeting the requirements of mandatory state and federal disclosure
 laws;

"(e) Ensure that risk factors used in the risk screen are limited to those
risk factors that have been shown by research to be associated with poor
outcomes for children and families;

"(f) Identify, as early as possible, families that would benefit most fromthe programs;

"(g) Provide parenting education and support services, including but not
 limited to community-based home visiting services;

"(h) Provide other supports, including but not limited to referral to and linking of community and public services for children and families such as mental health services, alcohol and drug treatment programs that meet the standards promulgated by the Oregon Health Authority under ORS 430.357, child care, food, housing and transportation;

"(i) Coordinate services for children consistent with other services provided through the Oregon Early Learning System;

27 "(j) Integrate data with any common data system for early childhood
28 programs;

²⁹ "(k) Be included in a statewide independent evaluation to document:

30 "(A) Level of screening and assessment;

1 "(B) Incidence of child abuse and neglect;

2 "(C) Change in parenting skills; and

3 "(D) Rate of child development;

"(L) Be included in a statewide training program in the dynamics of the
skills needed to provide early childhood services, such as assessment and
home visiting; and

7 "(m) Meet statewide quality assurance and quality improvement stan-8 dards.

9 "(3) The Healthy Families Oregon programs, in coordination with state-10 wide home visiting partners, shall:

"(a) Identify existing services and describe and prioritize additional ser vices necessary for a voluntary home visit system;

13 "(b) Build on existing programs;

"(c) Maximize the use of volunteers and other community resources that
 support all families;

"(d) Target, at a minimum, all prenatal families and families with chil dren less than three months of age and provide services through at least the
 child's third birthday; and

"(e) Ensure that home visiting services provided by local home visiting
 partners for children and pregnant women support and are coordinated with
 local Healthy Families Oregon programs.

"(4) Through a Healthy Families Oregon program, a trained home visitor shall be assigned to each family assessed as at risk that consents to receive services through the trained home visitor. The trained home visitor shall conduct home visits and assist the family in gaining access to needed services.

"(5) The services required by this section shall be provided by hospitals, public or private entities or organizations, or any combination thereof, capable of providing all or part of the family risk assessment and the follow-up services. In granting a contract, collaborative contracting or requests for proposals may be used and must include the most effective and consistent
service delivery system.

"(6) The family risk assessment and follow-up services for families at risk
shall be provided by trained home visitors organized in teams supervised by
a manager.

6 "(7) Each Healthy Families Oregon program shall adopt disciplinary pro-7 cedures for trained home visitors and other employees of the program. The 8 procedures shall provide appropriate disciplinary actions for trained home 9 visitors and other employees who violate federal or state law or the policies 10 of the program.

11 "SECTION 5. ORS 417.788 is amended to read:

"417.788. (1) The Early Learning Division shall support Relief Nursery
programs statewide as funding becomes available. Funding to support Relief
Nursery programs may include, but is not limited to:

15 "(a) Administrative costs;

"(b) Costs for direct service personnel, equipment, supplies and operating
 expenses;

18 "(c) Start-up costs;

19 "(d) Classroom furniture and materials;

20 "(e) Playground equipment;

21 "(f) Computers; and

22 "(g) Transportation vehicles.

"(2) The division may encourage communities to establish Relief Nursery programs for young children who are at risk and their families. Communities may choose to establish regional Relief Nursery programs. The Relief Nursery programs shall be consistent with the [voluntary] statewide early learning system coordinated by the Early Learning Council.

"(3) Relief Nursery programs shall participate in a statewide independent
 evaluation conducted by the Oregon Association of Relief Nurseries to doc ument improved child safety, reduction in foster care placements, progress

in healthy child development and improvement in family functioning andsupport.

"(4) Each Relief Nursery program that receives state funding shall have financial support from the community that, excluding any amounts distributed to the Relief Nursery program pursuant to ORS 131A.360 (4)(d) and 131A.365 (3)(d), is at least equal to 25 percent of any state allocation.

"(5) The division shall adopt rules necessary for the administration of this
section, including rules requiring that any public funds received by Relief
Nursery programs be used to achieve the outcomes identified in subsection
(3) of this section.

11 "SECTION 6. ORS 417.793 is amended to read:

"417.793. The Early Learning Division shall support parents-as-teachers programs statewide as funding becomes available. If a program is offered, the program shall be part of a comprehensive, research-based approach to parent education and support. The program shall be consistent with the [voluntary] **statewide** early learning system plan coordinated by the Early Learning Council.

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"STATE INTERAGENCY COORDINATING COUNCIL

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"SECTION 7. ORS 343.499 is amended to read:

"343.499. (1)(a) There is created the State Interagency Coordinating
 Council.

"(b) The Governor shall appoint members of the council from a list of eligible appointees from this state that is provided by the council and agencies described in subsection (2) of this section and shall ensure that the membership of the council reasonably represents the racial, ethnic, linguistic and geographic population of this state.

29 "(c) The Governor shall designate one member of the council to serve as 30 the chairperson, or if the Governor chooses not to name a chairperson, the 1 council may elect one of its members to serve as chairperson.

"(d) [However] Notwithstanding paragraph (c) of this subsection, any
member of the council who represents the Department of Education may not
serve as the chairperson of the council.

5 "[(2) The membership of the council shall be composed as follows:]

6 "[(a) At least 20 percent of the council members shall be parents, including 7 minority parents, of preschool children with disabilities or of children with 8 disabilities who are 12 years of age or younger who have knowledge of or ex-9 perience with programs for infants and toddlers with disabilities. At least one 10 council member shall be a parent of an infant or toddler with a disability or 11 of a child with a disability who is six years of age or younger.]

"[(b) At least 20 percent of the council members shall be public or private providers of early intervention and early childhood special education services.]

"[(c) At least one council member shall be a member of the Legislative Assembly.]

"[(d) At least one council member shall be involved in personnel preparation.]

"[(e) At least one council member shall represent the Department of Human
 Services.]

21 "[(f) At least one council member shall represent the federal Head Start 22 program.]

23 "[(g) At least one council member shall represent the Office of Child 24 Care.]

25 "[(h) At least one council member shall represent the Department of Edu-26 cation.]

27 "[(i) At least one council member shall represent the Department of Con-28 sumer and Business Services.]

29 "[(j) At least one council member shall represent the Early Learning Divi-30 sion.]

"[(k) At least one council member shall represent the Child Development
and Rehabilitation Center of the Oregon Health and Science University.]

"[(L) At least one council member shall be a member of the State Advisory
Council for Special Education created under ORS 343.287.]

5 "[(m) At least one council member shall be a representative designated by 6 the state coordinator for homeless education.]

7 "[(n) At least one council member shall represent the state child welfare
8 agency responsible for foster care.]

9 "[(0) At least one council member shall represent the state agency respon-10 sible for children's mental health.]

11 "[(p) At least one council member shall be from the Oregon Health Au-12 thority.]

"[(q) The council may include other members appointed by the Governor, including but not limited to one representative from the United States Bureau of Indian Affairs or, where there is no school operated or funded by the bureau, from the Indian Health Service or the tribe or tribal council.]

"(2) The membership of the council shall be composed as follows:
"(a) At least 20 percent of the council members shall be parents of
children with a disability who are 12 years of age or younger at the
time the council member is appointed. When appointing council
members under this paragraph, the Governor shall ensure that:

"(A) At least 50 percent of the council members are parents of a
child with a disability who is five years of age or younger at the time
the council member is appointed;

²⁵ "(B) At least 20 percent of the council members:

"(i) Are parents of a child with a disability who is three years of
 age or younger at the time the council member is appointed; and

"(ii) Have knowledge of, or experience with, programs or services
for infants or toddlers with a disability; and

30 "(C) The council members represent the racial, ethnic and linguistic

diversity of children in this state who are five years of age or younger.
"(b) At least 20 percent of the council members shall be public or
private providers of early intervention and early childhood special education services.

"(c) At least one council member shall be from a program responsible for preparing early intervention and early childhood special education educators.

8 "(d) At least one council member shall be from a Head Start or
9 Early Head Start program.

"(e) At least one council member shall be from a home-based child
 care program.

"(f) At least one council member shall be from a center-based child
 care program.

"(g) At least one council member shall be from the committee that
 serves as the state advisory council, as described in ORS 326.425 (3).

"(h) At least one council member shall be a member of the State
 Advisory Council for Special Education created under ORS 343.287.

"(i) At least one council member shall be from each state agency
 involved in the provision of, or payment for, early intervention and
 early childhood special education services to infants and toddlers with
 a disability and their families.

"(j) At least one council member shall be from each state agency
responsible for providing preschool services to children with a disability.

"(k) At least one council member shall be from each state agency
 responsible for children's mental health.

"(L) At least two council members shall be from the Department
 of Human Services with expertise in foster care or self-sufficiency
 programs.

30 "(m) At least one council member shall be from the Office of Child

1 Care with expertise in the Child Care and Development Fund.

"(n) At least one council member shall be a representative of the
Department of Education with expertise in the coordination of education of homeless children and youth.

"(o) At least one council member shall be from the Department of
Consumer and Business Services with expertise in state regulation of
private health insurance.

"(p) At least one council member shall be from the Oregon Health
Authority with expertise in Medicaid and the Children's Health Insurance Program.

"(q) At least one council member shall be a representative from a tribal agency responsible for supporting young children with developmental delays and disabilities, from a tribal council or otherwise representing one or more tribes.

"(3) An individual appointed to represent a state agency [*that is involved in the provision of or payment for services for preschool children with disabilities under subsection (2)(e) and (h) to (k) of this section shall*] **under subsection (2) of this section must** have sufficient authority to engage in making and implementing policy on behalf of the agency. The Governor **may appoint a council member to represent more than one program** or specialty listed in subsection (2) of this section.

"(4) In addition to the council members appointed under subsection
(2) of this section:

"(a) The Governor may appoint any other council members not
listed in subsection (2) of this section.

"(b) The President of the Senate shall appoint one member from
among members of the Senate to serve as a nonvoting council member.

"(c) The Speaker of the House of Representatives shall appoint one
 member from among members of the House of Representatives to

1 serve as a nonvoting council member.

2 "[(4)] (5) The State Interagency Coordinating Council shall:

"(a) Advise the Superintendent of Public Instruction, the State Board of 3 Education, the Early Learning System Director and the Early Learning 4 Council on unmet needs in the early childhood special education and early $\mathbf{5}$ intervention programs for [preschool] children with [disabilities] **a** 6 **disability**, review and comment publicly on any rules proposed by the State 7 Board of Education and the distribution of funds for the programs and assist 8 the state in developing and reporting data on and evaluations of the pro-9 grams and services. 10

"(b) Advise and assist the represented public agencies regarding the services and programs they provide to [*preschool*] children with [*disabilities*] **a disability** and their families, including public comments on any proposed rules affecting the target population and the distribution of funds for such services, and assist each agency in developing services that reflect the overall goals for the target population as adopted by the council.

"(c) Advise [and assist] the Department of Education, the Early Learn ing Division and other state agencies [in] on the development and imple mentation of the policies that constitute the statewide system.

"(d) [Assist] Advise all appropriate public agencies [*in*] on achieving the full participation, coordination and cooperation for implementation of a statewide system that includes but is not limited to:

"(A) Seeking information from service providers, service coordinators,
 parents and others about any federal, state or local policies that impede
 timely service delivery; and

"(B) Taking steps to ensure that any policy problems identified under
 subparagraph (A) of this paragraph are resolved.

"(e) Advise [and assist the Department of Education in] the Superinten dent of Public Instruction and the Early Learning System Director on
 identifying the sources of fiscal and other support for [preschool] early

intervention and early childhood special education services, assigning financial responsibility to the appropriate agencies and ensuring that the provisions of interagency agreements under ORS 343.511 are carried out.

"(f) Review and comment on each agency's services and policies regarding
services for infants, toddlers and preschool children with [*disabilities, or*]
a disability, or infants, toddlers and preschool children who are at risk
of developing disabling conditions, and their families to the maximum extent
possible to assure cost-effective and efficient use of resources.

9 "[(g) To the extent appropriate, assist the Department of Education in the 10 resolution of disputes.]

"[(h)] (g) Advise [and assist] the Department of Education and the Early
 Learning Division on [in] the preparation of applications and amendments
 thereto.

"[(i)] (h) Advise [and assist the Department of Education regarding the transition of preschool children with disabilities] the Superintendent of Public Instruction and the Early Learning System Director regarding transitions of children with a disability, including transitions to kindergarten.

"[(j)] (i) Prepare and submit an annual report to the Governor, the Deputy Superintendent of Public Instruction, the Early Learning System Director, the Early Learning Council, the State Board of Education, the Legislative Assembly and the United States Secretary of Education on the status of early intervention [programs operated] and early childhood special education services provided within this state.

"[(5)] (6) The council may advise appropriate agencies about integration
 of services for preschool children with [*disabilities*] a disability and at-risk
 preschool children.

"[(6)] (7) Terms of office for council members shall be three years, except
that:

30 "(a) The representative from the State Advisory Council for Special Edu-

1 cation shall serve a one-year term; and

2 "(b) The representatives from other state agencies and the 3 [*representative*] **representatives** from the Legislative Assembly shall serve 4 indefinite terms.

5 "[(7)] (8) Subject to approval by the Governor, the council may use federal
6 funds appropriated for this purpose and available to the council to:

7 "(a) Conduct hearings and forums;

8 "(b) Reimburse nonagency council members under ORS 292.495 for at-9 tending council meetings, for performing council duties, and for necessary 10 expenses, including child care for parent members;

"(c) Pay compensation to a council member if the member is not employed
 or if the member must forfeit wages from other employment when performing
 official council business;

14 "(d) Hire staff; and

"(e) Obtain the services of such professional, technical and clerical per sonnel as may be necessary to carry out its functions.

"[(8)] (9) Except as provided in subsection [(7)] (8) of this section, council members shall serve without compensation.

"[(9)] (10) The Department of Education shall provide clerical and administrative support, including staff, to the council to carry out the performance of the council's function as described in this section.

"[(10)] (11) The council shall meet at least quarterly. The meetings shall
be announced publicly and, to the extent appropriate, be open and accessible
to the general public.

²⁵ "[(11)] (12) No member of the council shall cast a vote on any matter that ²⁶ would provide direct financial benefit to that member or otherwise give the ²⁷ appearance of a conflict of interest under state law.

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"EMPLOYMENT RELATED DAY CARE

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1 **"SECTION 8.** ORS 329A.500 is amended to read:

"329A.500. [(1) The Department of Human Services, in consultation with the
Early Learning Division and the Office of Child Care, shall adopt rules for
the operation of subsidy programs for employment-related child care administered by the department. At a minimum, and taking into account the availability of funds, the rules must provide the following:]

⁷ "[(a) Subsidy recipients may be entitled to receive the subsidy for at least ⁸ one year, regardless of changes in employment. Rules adopted by the depart-⁹ ment may provide for termination of subsidy eligibility for reasons other than ¹⁰ changes in employment during the one-year period. Exit eligibility and copays ¹¹ must be structured to mitigate the financial impact of reduced subsidy support ¹² due to increased income.]

"[(b) Subsidy recipients who are enrolled in coursework, as defined by the department by rule, may be entitled to receive the subsidy to enable the subsidy recipient to attend and participate in the coursework provided all other eligibility requirements are met.]

"[(c) Persons who are self-employed may qualify for subsidy programs pro vided all other eligibility requirements are met.]

"[(d) Subsidy recipients who voluntarily choose child care providers that 19 meet minimum standards established under the tiered quality rating and im-20provement system implemented under ORS 329A.261 may qualify for lower 21copayments. A fair representation of the subsidy recipients who qualify for 22lower copayments must be persons with children who are from underserved 23racial, ethnic or minority populations. In addition, child care providers that 24meet specified minimum standards established under the tiered quality rating 25and improvement system may receive an enhanced reimbursement under the 26subsidy programs.] 27

28 "[(e) Subsidy recipients must report a change of child care provider to the 29 department during the period a subsidy is being received.]

30 "(1) As used in this section, 'family' means any individual who is

1 responsible for the care, control and supervision of a child.

"(2) The Department of Human Services and the Early Learning
Council shall adopt rules for the operation of the Employment Related
Day Care subsidy program administered by the department.

5 "(3) The rules adopted under this section must support equitable 6 access to a supply of diverse child care providers that meet the needs 7 of families, as those needs are defined by the department by rule, in-8 cluding:

9 **"(a) Cultural diversity;**

10 "(b) Linguistic diversity;

11 "(c) Racial and ethnic diversity; and

12 "(d) Diversity of provider types.

13 "(4) The rules adopted under this section must provide that:

14 "(a) A child's eligibility to participate in the Employment Related
 15 Day Care subsidy program must be based on:

- 16 "(A) The household income of a child's family;
- "(B) The availability of the family to attend to the child, regardless
 of the family's physical presence; and

¹⁹ "(C) Any other criteria established by the department.

20 "(b) A child must be able to receive care that:

21 "(A) Meets the child's developmental needs; and

"(B) Enables the child's family to complete activities that relate to
family well-being, which may include the family's work hours, education hours, commute time, study time and medical needs.

"(5) Taking into account the availability of funds, the rules adopted under this section must provide that a sliding scale for copayment shall be established, with the requirement that a copayment may not exceed seven percent of the household income of the child's family.

"(6) In developing rules under this section, the department shall
 consider policies for increasing the stability and continuity of a child's

1 access to a family's preferred child care provider.

"(7) Rules adopted by the department under this section establish $\mathbf{2}$ minimum requirements pertaining to the Employment Related Day 3 Care subsidy program and may not be construed to preempt, limit or 4 otherwise diminish the applicability of any policy, standard or collec- $\mathbf{5}$ tive bargaining agreement that provides for an increased subsidy or a 6 child care provider reimbursement amount under state or federal law. 7 "[(2)] (8)(a) The department shall work to meet federal recommendations 8 for income eligibility and market access in regard to [employment-related 9 child care] the Employment Related Day Care subsidy program admin-10 istered by the department. 11

12 "(b) Notwithstanding any provision of this section or any rule 13 adopted by the department pursuant to this section, the laws and 14 regulations applicable to the any federal funds shall govern when any 15 aspect of child care is funded by federal funds.

¹⁶ **"SECTION 8a.** ORS 329A.505 is amended to read:

"329A.505. (1) At any reasonable time, an authorized representative of the
Office of Child Care may conduct an inspection or investigation of a regulated subsidy facility, as defined by the Early Learning Council by rule.

"(2) When conducting an investigation under this section, the Office of
Child Care may:

22 "(a) Take evidence;

"(b) Take the depositions of witnesses, including the person under investigation, in the manner prescribed by law for depositions in civil actions;

"(c) Compel the appearance of witnesses, including the person under in vestigation, in the manner prescribed by law for appearances in civil actions;

27 "(d) Require answers to interrogatories;

"(e) Compel the production of books, papers, accounts, documents or testimony that pertains to the matter under investigation;

30 "(f) Issue subpoenas; and

1 "(g) Inspect the premises of the facility under investigation.

2 "(3) The Office of Child Care may, as a condition of finalizing an in-3 spection, require improvements, corrections or other measures to ensure that 4 the regulated subsidy facility complies with the requirements under the rules 5 adopted under this section.

6 "(4) [Notwithstanding ORS 329A.500 (1)] In addition to any rules 7 adopted under ORS 329A.500, the Early Learning Council, in consultation 8 with the Department of Human Services, may adopt rules to establish mini-9 mum health and safety standards for regulated subsidy facilities and for the 10 administration of this section.

"SECTION 9. The amendments to ORS 329A.500 and 329A.505 by
sections 8 and 8a of this 2021 Act become operative on October 1, 2021.
"SECTION 10. (1) No later than July 1, 2022, the Early Learning
Council shall establish by rule a process by which to determine the
true cost of child care compared to the market rate cost.

"(2) No later than December 31, 2022, the Early Learning Division
 shall submit a report to the appropriate interim committees of the
 Legislative Assembly on the transition to a rate of reimbursement that
 reflects the true cost of providing care.

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ESTABLISHMENT OF THE DEPARTMENT OF EARLY LEARNING AND CARE

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²⁴ "SECTION 11. ORS 326.430 is amended to read:

"326.430. (1) The Department of Early Learning [Division] and Care is
established. [in the Department of Education. The purpose of the division is
to ensure that children enter school ready to succeed.]

28 "(2) The purposes of the department are to:

"(a) Ensure that every child in this state is given the best oppor tunity to succeed in school, work and life by providing:

"(A) High-quality early childhood education programs for children
from birth through five years of age and child care for children from
birth through 12 years of age; and

4 "(B) Care for children who have a physical or developmental disa5 bility or who require other specialized care from birth through 17 years
6 of age;

"(b) Administer laws and perform functions related to early childhood to ensure that children enter school ready to learn and families
are healthy, stable and attached; and

"(c) Administer programs in a manner that supports parents' and
 providers' needs and considers the economic security and well-being
 of parents and providers.

"[(2)] (3) The [division] department shall function under [the direction
and control of] and be coordinated by the Early Learning Council [with].

"(4) The Early Learning System Director [serving] appointed under
 section 12 of this 2021 Act shall serve as the administrative officer of the
 department.

18 "<u>SECTION 12.</u> (1) The Department of Early Learning and Care is 19 under the supervision and control of the Early Learning System Di-20 rector, who is responsible for the performance of the duties, functions 21 and powers of the department.

"(2) The director shall be appointed by the Governor and serves at
 the pleasure of the Governor.

"(3) The director shall receive such salary as may be provided by law or, if not so provided, as may be fixed by the Governor, and shall be reimbursed for all expenses actually and necessarily incurred by the director in the performance of official duties.

"(4) Subject to any applicable provisions of ORS chapter 240, the
 director shall appoint all subordinate officers and employees of the
 department, prescribe their duties and fix their compensation.

"(5) The director may apply for, receive and accept grants, gifts or other payments, including property or services from any governmental or other public or private person, and may make arrangement to use the receipts, including for undertaking special studies and other projects that relate to the costs of child care and access to child care.

"DUTIES, FUNCTIONS AND POWERS OF THE DEPARTMENT OF EARLY LEARNING AND CARE

10 "SECTION 13. (1) The Department of Early Learning and Care shall 11 be responsible, as designated by the Governor, for administering funds 12 received by the State of Oregon pursuant to the federal Child Care and 13 Development Block Grant Act of 2014, the Child Care and Development 14 Fund and other federal child care funds and grants received by the 15 State of Oregon.

"(2) Through the legislative budgeting process, the Legislative Assembly shall identify the portions of the funds received by the State of Oregon pursuant to the federal Child Care and Development Block Grant Act of 2014 to be spent to provide quality child care, to provide child care subsidies and for administrative expenditures. The department shall administer the funds according to the portions identified by the Legislative Assembly.

"(3) The department shall submit an annual report to the Legislative Fiscal Office regarding the expenditures of the funds received by the State of Oregon pursuant to the federal Child Care and Development Block Grant Act of 2014 and the most recent estimate of the balance of the funds.

²⁸ "SECTION 14. ORS 131A.360 is amended to read:

"131A.360. (1) The provisions of this section apply only to a forfeiting agency other than the state, and apply only to forfeiture proceeds arising out

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1 of prohibited conduct as described in ORS 131A.005 (12)(a), (b) and (c).

"(2) If the forfeiting agency is not a county, the forfeiting agency shall enter into an agreement, under ORS chapter 190, with the county in which the property was seized to provide a portion of the forfeiture proceeds to the county.

"(3) After entry of a judgment of forfeiture, a forfeiting agency shall first 6 pay from the forfeiture proceeds the costs incurred by seizing and forfeiting 7 agencies in investigating and prosecuting the case, including costs, dis-8 bursements and attorney fees as defined in ORCP 68 A, special expenses such 9 as the provision of currency for undercover law enforcement operations, the 10 cost of disabling a hidden compartment in a motor vehicle and the expenses 11 of maintaining the seized property. The forfeiting agency may not pay ex-12 penditures made in connection with the ordinary maintenance and operation 13 of a seizing or forfeiting agency under this subsection. 14

"(4) After payment of costs under subsection (3) of this section, the for feiting agency shall:

"(a) Deduct an amount equal to five percent of the forfeiture proceeds and
deposit that amount in the Illegal Drug Cleanup Fund established under ORS
475.495 for the purposes specified in ORS 475.495 (5) and (6);

"(b) Deduct an amount equal to 2.5 percent of the forfeiture proceeds and
 deposit that amount in the Asset Forfeiture Oversight Account;

"(c) Deduct an amount equal to 20 percent of the forfeiture proceeds and deposit that amount in the Oregon Criminal Justice Commission Account established under ORS 137.662 for support for specialty courts as defined in ORS 137.680;

"(d) Deduct an amount equal to 10 percent of the forfeiture proceeds and
deposit that amount in the **Department of** Early Learning [*Division*] and **Care** Fund established under ORS 326.435 for disbursement to Relief Nursery
programs as defined in ORS 417.786; and

30 "(e) Deduct an amount equal to 10 percent of the forfeiture proceeds and

deposit that amount in an account established or designated by the State
Treasurer in the higher education qualified tuition savings program of the
Oregon 529 Savings Network for disbursement to the scholarship program for
children of public safety officers established under ORS 348.270.

5 "(5) If the forfeiting agency has entered into an agreement with a county 6 under subsection (2) of this section, after paying costs under subsection (3) 7 of this section and making the deductions required by subsection (4) of this 8 section, the forfeiting agency shall pay the county the amounts required by 9 the agreement.

"(6) After making all payments and deductions required by subsections (3),
(4) and (5) of this section, the forfeiting agency may use the remaining
forfeiture proceeds, including amounts received by a county under subsection
(5) of this section or by any other public body under an intergovernmental
agreement entered into under ORS 131A.355, only for:

"(a) The purchase of equipment necessary for the enforcement of laws
 relating to the unlawful delivery, distribution, manufacture or possession of
 controlled substances;

18 "(b) Currency for undercover law enforcement operations;

"(c) Drug awareness and drug education programs offered in middle
 schools and high schools;

"(d) The expenses of a forfeiting agency in operating joint narcotic operations with other forfeiting agencies pursuant to the terms of an intergovernmental agreement, including paying for rental space, utilities and office equipment;

"(e) Expenses of a district attorney in criminal prosecutions for unlawful
delivery, distribution, manufacture or possession of controlled substances,
as determined through intergovernmental agreement between the forfeiting
agency and the district attorney;

"(f) Drug treatment and programs that support drug treatment; and
"(g) A CASA Volunteer Program as defined in ORS 184.489.

"(7) Notwithstanding subsection (6) of this section, growing equipment and laboratory equipment seized by a forfeiting agency that was used, or intended for use, in the manufacturing of controlled substances may be donated to a public school, community college or institution of higher education.

6 "(8) A forfeiting agency shall sell as much property as may be needed to 7 make the distributions required by this section. Distributions required under 8 subsection (4) of this section must be made once every three months and are 9 due within 20 days of the end of each quarter. No interest shall accrue on 10 amounts that are paid within the period specified by this subsection.

11 "SECTION 15. ORS 131A.365 is amended to read:

"131A.365. (1) The provisions of this section apply only when the forfeiting agency is the state, and apply only to forfeiture proceeds arising out of
prohibited conduct as described in ORS 131A.005 (12)(a), (b) and (c).

"(2) After entry of a judgment of forfeiture, a forfeiting agency shall first 15pay from the forfeiture proceeds the costs incurred by seizing and forfeiting 16 agencies in investigating and prosecuting the case, including costs, dis-17 bursements and attorney fees as defined in ORCP 68 A, special expenses such 18 as the provision of currency for undercover law enforcement operations, the 19 cost of disabling a hidden compartment in a motor vehicle and the expenses 20of maintaining the seized property. The forfeiting agency may not pay ex-21penditures made in connection with the ordinary maintenance and operation 22of a seizing or forfeiting agency under this subsection. Any amount paid to 23or retained by the Department of Justice under this subsection shall be de-24posited in the Criminal Justice Revolving Account in the State Treasury. 25Any amount paid to or retained by the Oregon State Police under this sub-26section shall be deposited in the State Police Account. 27

"(3) After payment of costs under subsection (2) of this section, the forfeiting agency shall:

30 "(a) Deduct an amount equal to 10 percent of the forfeiture proceeds and

deposit that amount in the Illegal Drug Cleanup Fund established under ORS
 475.495 for the purposes specified in ORS 475.495 (5) and (6);

"(b) Deduct an amount equal to three percent of the forfeiture proceeds,
not to exceed \$50,000 in a biennium, and deposit that amount in the Asset
Forfeiture Oversight Account;

"(c) Deduct an amount equal to 20 percent of the forfeiture proceeds and
deposit that amount in the Oregon Criminal Justice Commission Account
established under ORS 137.662 for support for specialty courts as defined in
ORS 137.680;

"(d) Deduct an amount equal to 10 percent of the forfeiture proceeds and
 deposit that amount in the **Department of** Early Learning [*Division*] and
 Care Fund established under ORS 326.435 for disbursement to Relief Nursery
 programs as defined in ORS 417.786; and

"(e) Deduct an amount equal to 10 percent of the forfeiture proceeds and deposit that amount in an account established or designated by the State Treasurer in the higher education qualified tuition savings program of the Oregon 529 Savings Network for disbursement to the scholarship program for children of public safety officers established under ORS 348.270.

"(4) If the forfeiting agency has entered into an intergovernmental 19 agreement with another public body under ORS 131A.355, or has entered into 20an agreement with any other law enforcement agency of the state relating 21to distribution of forfeiture proceeds, after paying costs under subsection (2) 22of this section and making the deductions required by subsection (3) of this 23section, the forfeiting agency shall pay an equitable portion of the forfeiture 24proceeds to each agency participating in the seizure or forfeiture as provided 25by the agreement. 26

"(5) After making all payments and deductions required by subsections (2),
(3) and (4) of this section, the forfeiting agency shall distribute the remaining
forfeiture proceeds as follows:

30 "(a) If no law enforcement agency other than the Department of Justice

participated in the seizure or forfeiture, the remaining forfeiture proceeds, and forfeiture proceeds received by the Department of Justice under subsection (4) of this section, shall be divided between the Criminal Justice Revolving Account and the Special Crime and Forfeiture Account according to the following schedule:

6 "(A) One hundred percent of the first \$200,000 accumulated shall be de-7 posited in the Criminal Justice Revolving Account.

8 "(B) Seventy-five percent of the next \$200,000 shall be deposited in the 9 Criminal Justice Revolving Account and the balance in the Special Crime 10 and Forfeiture Account.

"(C) Fifty percent of the next \$200,000 shall be deposited in the Criminal Justice Revolving Account and the balance in the Special Crime and Forfeiture Account.

"(D) Twenty-five percent of the next \$200,000 shall be deposited in the
 Criminal Justice Revolving Account and the balance in the Special Crime
 and Forfeiture Account.

"(E) One hundred percent of all additional sums shall be deposited in the
Special Crime and Forfeiture Account.

"(b) If no law enforcement agency other than the Department of State Police participated in the seizure or forfeiture, the remaining proceeds, and proceeds received by the Department of State Police under subsection (4) of this section, shall be divided between the State Police Account and the Special Crime and Forfeiture Account according to the following schedule:

"(A) One hundred percent of the first \$600,000 accumulated shall be de posited in the State Police Account.

"(B) Seventy-five percent of the next \$300,000 shall be deposited in the
State Police Account and the balance in the Special Crime and Forfeiture
Account.

"(C) Fifty percent of the next \$200,000 shall be deposited in the State
Police Account and the balance in the Special Crime and Forfeiture Account.

"(D) Twenty-five percent of the next \$200,000 shall be deposited in the
State Police Account and the balance in the Special Crime and Forfeiture
Account.

"(E) One hundred percent of all additional sums shall be deposited in the
5 Special Crime and Forfeiture Account.

6 "(6) Forfeiture proceeds distributed under subsection (5) of this section 7 may be used only for:

8 "(a) The purchase of equipment necessary for the enforcement of laws 9 relating to the unlawful delivery, distribution, manufacture or possession of 10 controlled substances;

11 "(b) Currency for undercover law enforcement operations;

"(c) Drug awareness and drug education programs offered in middle
 schools and high schools; and

"(d) The expenses of a forfeiting agency in operating joint narcotic operations with other forfeiting agencies pursuant to the terms of an intergovernmental agreement, including paying for rental space, utilities and office equipment.

"(7) A forfeiting agency shall sell as much property as may be needed to make the distributions required by this section. Distributions required under subsection (3) of this section must be made once every three months and are due within 20 days of the end of each quarter. No interest shall accrue on amounts that are paid within the period specified by this subsection.

²³ "SECTION 16. ORS 183.459 is amended to read:

"183.459. (1) Notwithstanding ORS 8.690, 9.160 and 9.320, a home care worker or personal support worker, as defined in ORS 410.600, who is a party in a contested case hearing conducted by the Department of Human Services may be represented in the hearing by a labor union representative.

"(2) Notwithstanding ORS 8.690, 9.160 and 9.320, a family child care
 provider, as defined in ORS 329A.430, who is a party in a contested case
 hearing conducted by the Office of Child Care may be represented in

1 the hearing by a labor union representative.

"[(2)] (3) The hearing officer at a contested case hearing in which a labor
union representative appears under the provisions of this section shall allow
the representative to present evidence, examine and cross-examine witnesses
and make arguments relating to the:

6 "(a) Application of statutes and rules to the facts in the contested case;

7 "(b) Actions taken by the agency in the past in similar situations;

8 "(c) Literal meaning of the statutes or rules at issue in the contested case;

9 "(d) Admissibility of evidence; and

¹⁰ "(e) Proper procedures to be used in the contested case hearing.

11 "SECTION 17. ORS 279A.050 is amended to read:

"279A.050. (1)(a) Except as otherwise provided in the Public Contracting Code, a contracting agency shall exercise all of the contracting agency's procurement authority in accordance with the provisions of the Public Contracting Code.

"(b) If a contracting agency has authority under this section to carry out functions described in this section, or has authority to make procurements under a provision of law other than the Public Contracting Code, the contracting agency need not exercise the contracting agency's authority in accordance with the provisions of the code if, under ORS 279A.025, the code does not apply to the contract or contracting agency.

"(2)(a) Except as otherwise provided in paragraph (b) of this subsection and the Public Contracting Code, for state agencies the Director of the Oregon Department of Administrative Services has all the authority available to carry out the provisions of the Public Contracting Code.

"(b) Except as otherwise provided in the Public Contracting Code, for state agencies the director may delegate to the State Chief Information Officer the authority to procure or supervise the procurement of all goods, services and personal services related to information technology and telecommunications for state contracting agencies. This paragraph does not ap-

ply to contracts under which the contractor delivers to the state agency
information technology products or services incidentally in performing a
personal services contract described in ORS chapter 279C or a construction
contract described in ORS chapter 279C.

"(3) Except as otherwise provided in the Public Contracting Code, the
Director of Transportation has all the authority available to:

"(a) Procure or supervise the procurement of all services and personal
services to construct, acquire, plan, design, maintain and operate passenger
terminal facilities and motor vehicle parking facilities in connection with
any public transportation system in accordance with ORS 184.689 (5);

"(b) Procure or supervise the procurement of all goods, services, public improvements and personal services that relate to operating, maintaining or constructing highways, bridges and other transportation facilities that are subject to the authority of the Department of Transportation; and

"(c) Establish standards for, prescribe forms for and conduct the prequalification of prospective bidders on public improvement contracts that relate to operating, maintaining or constructing highways, bridges and other transportation facilities that are subject to the authority of the Department of Transportation.

"(4) Except as otherwise provided in the Public Contracting Code, the Secretary of State has all the authority to procure or supervise the procurement of goods, services and personal services related to programs under the authority of the Secretary of State.

"(5) Except as otherwise provided in the Public Contracting Code, the State Treasurer has all the authority to procure or supervise the procurement of goods, services and personal services related to programs under the authority of the State Treasurer.

"(6) The state agencies listed in this subsection have all the authority to
do the following in accordance with the Public Contracting Code:

30 "(a) The Department of Human Services to procure or supervise the pro-

curement of goods, services and personal services under ORS 179.040 for the department's institutions and the procurement of goods, services and personal services for constructing, demolishing, exchanging, maintaining, operating and equipping housing for the purpose of providing care to individuals with intellectual disabilities or other developmental disabilities, subject to applicable provisions of ORS 427.335;

"(b) The Oregon Health Authority to procure or supervise the procurement of goods, services and personal services under ORS 179.040 and construction materials, equipment and supplies for the authority's institutions and the procurement of goods, services, personal services, construction materials, equipment and supplies for constructing, demolishing, exchanging, maintaining, operating and equipping housing for individuals with chronic mental illness, subject to applicable provisions of ORS 426.504;

"(c) The State Department of Fish and Wildlife to procure or supervise the procurement of construction materials, equipment, supplies, services and personal services for public improvements, public works or ordinary construction described in ORS 279C.320 that is subject to the authority of the State Department of Fish and Wildlife;

"(d) The State Parks and Recreation Department to procure or supervise
 the procurement of all goods, services, public improvements and personal
 services related to state parks;

"(e) The Oregon Department of Aviation to procure or supervise the procurement of construction materials, equipment, supplies, services and personal services for public improvements, public works or ordinary construction described in ORS 279C.320 that is subject to the authority of the Oregon Department of Aviation;

"(f) The Oregon Business Development Department to procure or supervise the procurement of all goods, services, personal services and public improvements related to its foreign trade offices operating outside the state;
"(g) The Housing and Community Services Department to procure or su-

pervise the procurement of goods, services and personal services as provided
in ORS 279A.025 (2)(o);

"(h) The Department of Corrections to procure or supervise the procurement of construction materials, equipment, supplies, services and personal services for public improvements, public works or ordinary construction described in ORS 279C.320 that is subject to the authority of the Department of Corrections;

"(i) The Department of Corrections, subject to any applicable provisions
of ORS 279A.120, 279A.125, 279A.145 and 283.110 to 283.395, to procure or
supervise the procurement of goods, services and personal services under
ORS 179.040 for its institutions;

"(j) The Department of Veterans' Affairs to procure or supervise the procurement of real estate broker and principal real estate broker services related to programs under the department's authority;

"(k) The Oregon Military Department to procure or supervise the procurement of construction materials, equipment, supplies, services and personal services for public improvements, public works or ordinary construction described in ORS 279C.320 that is subject to the authority of the Oregon Military Department;

"(L) The Department of Education, subject to any applicable provisions of ORS 329.075, 329.085 and 329.485 and the federal Every Student Succeeds Act (P.L. 114-95, 129 Stat. 1802), to procure or supervise the procurement of goods, services, personal services and information technology related to student assessment; [and]

"(m) The Department of Early Learning and Care to procure or
 supervise the procurement of goods, services, personal services and
 information technology related to early childhood; and

"[(m)] (n) Any state agency to conduct a procurement when the agency
is specifically authorized by any provision of law other than the Public
Contracting Code to enter into a contract.

"(7)(a) Notwithstanding this section and ORS 279A.140 (1), the Director of the Oregon Department of Administrative Services has exclusive authority, unless the director delegates the authority, to procure or supervise the procurement of all price agreements on behalf of the state agencies identified in subsection (6) of this section under which more than one state agency may order goods, services or personal services.

"(b) The director may delegate to the State Chief Information Officer the 7 exclusive authority to procure or supervise the procurement of all price 8 agreements related to information technology and telecommunications on 9 behalf of the state agencies identified in subsection (6) of this section. 10 Notwithstanding any authority that a state agency may have under sub-11 section (3) or (6) of this section, the state agency may not establish a price 12 agreement or enter into a contract for goods, services or personal services 13 without the approval of the director or the State Chief Information Officer 14 if the director or the State Chief Information Officer has established a price 15agreement for the goods, services or personal services. 16

"(c) The State Chief Information Officer may review any solicitation 17 document for procuring information technology or telecommunications that 18 a state agency intends to issue before the state agency issues the solicitation 19 document and may require the state agency to name the State Chief Infor-20mation Officer as a third-party beneficiary with full authority to enforce the 21terms and conditions of any public contract for information technology or 22telecommunications. The State Chief Information Officer must approve a 23state agency's procurement for information technology or telecommuni-24cations if the procurement has an anticipated contract price of \$1 million 2526 or more. The State Chief Information Officer may require the state agency to name the State Chief Information Officer as the contracting party on be-27half of the State of Oregon in a procurement for information technology or 28telecommunications that has an anticipated contract price of \$1 million or 29 more. 30

¹ **"SECTION 18.** ORS 326.425 is amended to read:

² "326.425. (1) The Early Learning Council is established.

"(2) The council is established to coordinate a unified and aligned system
of early learning services for the purposes of ensuring that:

⁵ "(a) Children enter school ready to learn; and

6 "(b) Families are healthy, stable and attached.

"(3) The Early Learning Council shall accomplish the purposes described
in subsection (2) of this section by:

9 "(a) Designating a committee to serve as the state advisory council for 10 purposes of:

11 "(A) The federal Head Start Act, as provided by ORS 417.796.

"(B) Providing advice on matters related to the Oregon
 prekindergarten program.

"(b) Coordinating an integrated system that aligns the delivery of earlylearning services.

"(c) Coordinating the Oregon Early Learning System created by ORS417.727.

"(4) The council consists of members appointed as provided by subsections(5) and (6) of this section.

"(5)(a) The Governor shall appoint nine voting members who are appointed for a term of four years and serve at the pleasure of the Governor.
A person appointed under this subsection may not be appointed to serve more than two consecutive full terms as a council member.

24 "(b) When determining whom to appoint to the council under this sub-25 section, the Governor shall:

²⁶ "(A) Ensure that each congressional district of this state is represented;

"(B) Ensure that at least one member represents the tribes of this state;
"(C) Ensure that at least one member represents the workforces for child
care and early learning;

30 "(D) Ensure that each member meets the following qualifications:

1 "(i) Demonstrates leadership skills in civics or the member's profession;

"(ii) To the greatest extent practicable, contributes to the council's representation of the geographic, ethnic, gender, racial and economic diversity
of this state; and

5 "(iii) Contributes to the council's expertise, knowledge and experience in 6 early childhood development, early childhood care, early childhood educa-7 tion, family financial stability, populations disproportionately burdened by 8 poor education outcomes and outcome-based best practices; and

9 "(E) Solicit recommendations from the Speaker of the House of Repre-10 sentatives for at least two members and from the President of the Senate for 11 at least two members.

"(6) In addition to the members appointed under subsection (5) of this section, the Governor shall appoint nonvoting, ex officio members who represent relevant state agencies.

"(7) The activities of the council shall be directed and supervised by the
Early Learning System Director [who is appointed by the Governor and serves
at the pleasure of the Governor].

"(8) In accordance with applicable provisions of ORS chapter 183, the council may adopt rules necessary for the administration of the laws that the council is charged with administering. When adopting rules related to child care, the council must appoint an advisory committee in accordance with ORS 183.333 that includes representatives of child care providers that are licensed or not licensed, as appropriate.

²⁴ "SECTION 19. ORS 326.435 is amended to read:

²⁵ "326.435. (1) The **Department of** Early Learning [*Division*] **and Care** ²⁶ Fund is established in the State Treasury, separate and distinct from the ²⁷ General Fund. Interest earned by the **Department of** Early Learning [*Divi-*²⁸ *sion*] **and Care** Fund shall be credited to the fund.

"(2) Moneys in the Department of Early Learning [Division] and Care
 Fund consist of:

1 "(a) Amounts donated to the fund;

2 "(b) Moneys transferred to the fund from the federal government, state 3 agencies and local governments;

4 "(c) Amounts appropriated or otherwise transferred to the fund by the
5 Legislative Assembly;

6 "(d) Investment earnings received on moneys in the fund; and

7 "(e) Other amounts deposited in the fund from any source.

"(3) Moneys in the fund are continuously appropriated to the Department
of [*Education*] Early Learning and Care for the purpose of fulfilling the
duties, functions and powers of the Department of Early Learning
[*Division*] and Care.

"(4) The Department of Early Learning and Care may establish accounts and subaccounts within the fund when the Department of Early Learning and Care determines that accounts or subaccounts are necessary or desirable and may credit any interest or income derived from moneys in the fund to any account or subaccount in the fund.

17 "<u>SECTION 20.</u> ORS 327.269 is amended to read:

"327.269. (1) The Early Learning Account is established within the Fund
for Student Success.

20 "(2) The Early Learning Account shall consist of:

"(a) Moneys transferred from the Fund for Student Success under ORS
 327.001;

"(b) Moneys appropriated or otherwise transferred to the account by the
Legislative Assembly;

²⁵ "(c) Amounts donated to the account; and

²⁶ "(d) Other amounts deposited into the account from any source.

"(3) The Department of Education or the Department of Early Learning and Care, on behalf of the State of Oregon, may solicit and accept gifts, grants, donations and other moneys from public and private sources for the Early Learning Account. Moneys received as provided in this subsection 1 shall be deposited into the Early Learning Account.

"(4) Moneys in the Early Learning Account are continuously appropriated
to the Department of Education and the Department of Early Learning
and Care for early learning programs as described in ORS 327.274.

5 "SECTION 21. ORS 327.274 is amended to read:

6 "327.274. (1) The Department of [Education and the] Early Learning [Di-7 vision] and Care shall use moneys in the Early Learning Account to provide 8 funding for early learning programs in a manner consistent with a statewide 9 early learning system plan overseen by the Early Learning Council. Early 10 learning programs that may receive moneys from the Early Learning Ac-11 count include:

"(a) Early childhood special education or early intervention services, as
 provided by ORS 343.475;

14 "(b) Relief nurseries;

¹⁵ "(c) Programs funded by the Early Childhood Equity Fund;

"(d) The Oregon prekindergarten program and other public preschool
 programs established under ORS 329.170 to 329.200, by increasing:

18 "(A) The total number of spaces for children served by the programs; or

19 "(B) Existing spaces for full-day programs from half-day programs;

20 "(e) Professional development for early childhood educators; and

21 "(f) Early Head Start programs.

"(2) In addition to the uses identified in subsection (1) of this section,
moneys in the Early Learning Account may be used for staffing needs of the **Department of** Early Learning [*Division*] and Care for the purpose of implementing this section.

"(3) The [State Board of Education and the] Early Learning Council shall
adopt rules necessary for the distribution of moneys under this section.

²⁸ "<u>SECTION 22.</u> ORS 329.155 is amended to read:

29 "329.155. (1) As used in this section:

30 "(a) 'Families' means groups of individuals related by blood, mar-

riage or adoption, or individuals whose functional relationships are similar to those found in such associations. The family's purpose is the security, support, nurturance, love, transmission of values and facilitation of each member's growth and development, and is the primary social unit affecting a child's well-being.

6 "(b) 'Services' means education and all other programs and services
7 addressing one or more of a child's basic needs.

8 "(c) 'Young children' means children prenatal through six years of
9 age.

"[(1)] (2) State agencies that administer education programs and other
 programs that provide services for children and families shall:

"(a) Evaluate the effectiveness of the program as related to the principles
 stated in ORS 329.025 and 417.305 in the earliest stages of the budget process,
 including components within programs as appropriate;

¹⁵ "(b) Articulate ways in which the program is:

"(A) An effective component of agency and state priorities, goals and
 strategies that have been established by the Early Learning Council; and

18 "(B) Relevant to research and professional standards;

"(c) Establish plans, interagency partnerships and implementation prac tices;

"(d) Use the information generated by applicable state advisory groups and governing boards in the program assessment of needs and decisions as to service delivery in a given community; and

"(e) Identify barriers to improving program capability to serve the needs
of young children and make related recommendations, if any, to the Early
Learning Council.

"[(2)] (3) The processes listed in subsection [(1)] (2) of this section are for the purpose of generating interagency coordination so as to serve to the greatest extent possible young children and their families in a comprehensive and developmentally appropriate fashion. The information generated by these processes shall be considered as a contribution to subsequent budget deci sions by state and local agencies, the Oregon Department of Administrative
 Services and the Legislative Assembly.

4 "SECTION 23. ORS 329.156 is amended to read:

"329.156. (1) The Department of Education and the Department of Human
Services shall support the development and implementation of a network of
community learning centers across the state.

8 "(2) Within available funding, the **Department of** Early Learning [*Divi-*9 sion] **and Care**, in conjunction with other organizations that provide train-10 ing and technical assistance to schools or community programs, shall provide 11 training and technical assistance to promote the development and imple-12 mentation of community learning centers. To the extent possible, the [*divi-*13 sion] **Department of Early Learning and Care** shall use voluntary 14 organizations to provide the training and technical assistance.

¹⁵ "(3) Community learning centers created pursuant to this section shall:

16 "(a) Be located in or near a school or a cluster of schools;

17 "(b) Involve parents in the care and education of their children;

"(c) Involve the local community in developing and overseeing community
 learning center programs;

"(d) Incorporate the principles of family support services described in
 ORS [329.150 and] 417.342;

²² "(e) In partnership with the local school district board, create or desig-²³ nate an advisory committee to offer guidance on program development and ²⁴ implementation, with membership that is representative of the diversity of ²⁵ community interests, including representatives of businesses, schools, faith-²⁶ based organizations, social service and health care agencies, cultural groups, ²⁷ recreation groups, municipal governments, community colleges, libraries, ²⁸ child care providers, parents and youths; and

29 "(f) Conduct an assessment of strengths, needs and assets within the 30 community to be served by the community learning center that identifies services being delivered in the community, defines and clarifies services that
 are missing or overlapping and builds on any existing community assess ments.

"(4) The Department of Human Services and the Department of Education
shall provide technical assistance to community learning centers to develop
policies ensuring that confidential information is disclosed only in accordance with state and federal laws.

8

"SECTION 24. ORS 329.165 is amended to read:

"329.165. (1) The Department of Early Learning and Care, in consul-9 tation with the Early Learning Council, shall develop a long-range plan for 10 serving eligible children and their families and shall report to each odd-11 numbered year regular session of the Legislative Assembly on the funds 12 necessary to implement the long-range plan, including but not limited to 13 [regular] programming costs, salary enhancements [and program improvement] 14 grants], infrastructure and other continuous quality improvement 15costs. The [council] department shall determine the rate of increase in 16 funding for programs necessary each biennium to provide service to all 17 children eligible for the Oregon prekindergarten program. 18

"(2) Each biennial report shall include but not be limited to estimates of the number of eligible children and families to be served, projected cost of programs and evaluation of the programs.

²² "SECTION 25. ORS 329.170 is amended to read:

²³ "329.170. As used in ORS 329.170 to 329.200:

²⁴ "(1) 'Oregon prekindergarten' means a program that is recognized by the ²⁵ **Department of** Early Learning [*Division*] **and Care** as meeting the mini-²⁶ mum program rules to be adopted by the Early Learning Council and that ²⁷ provides comprehensive health, education and social services to children ²⁸ prenatally through five years of age in order to maximize the potential of ²⁹ those children when they enter kindergarten.

30 "(2) 'Oregon prekindergarten program' means the statewide administrative

activities carried on within the **Department of** Early Learning [*Division*]
 and Care to allocate, award and monitor state funds appropriated to create
 or assist local Oregon prekindergartens.

4 "[(3) 'Preschool Promise Program' means the preschool program adminis5 tered by the Early Learning Division under ORS 329.172.]

6 "SECTION 26. ORS 329.172 is amended to read:

"329.172. (1)(a) The Preschool Promise Program is established. The Department of Early Learning [Division] and Care shall administer the Preschool Promise Program as provided by this section. The Preschool Promise
Program shall expand preschool options available to the children of this
state.

"(b) In administering the Preschool Promise Program, the [Early Learning Division] department shall identify local entities as provided under subsection (3) of this section within the region served by each Early Learning Hub to serve as a preschool provider [or as a fiscal agent for multiple preschool providers that meet] that meets the eligibility criteria established under subsections (4) and (5) of this section.

"(2) For the purpose of expanding and coordinating preschool options
under the Preschool Promise Program, Early Learning Hubs shall:

"(a) Once every two years, in consultation with resource and referral entities established under ORS 329A.100 to 329A.135, complete a community plan to identify priority populations of children and families to enroll in preschool, to assess the availability of high-quality preschool programs and to identify existing preschool providers and other related services within the region served by the Early Learning Hub.

"(b) Based on the results of the most recent community plan, annually
 coordinate and collaborate with preschool providers to:

"(A) Determine the preschool program that best meets the needs of eligible children and their families within the Early Learning Hub; and
"(B) Enroll eligible children in preschool programs.

"(3) A local entity may apply to the [Early Learning Division] department to be awarded grants or contracts to be a preschool provider [or to act as a fiscal agent for multiple preschool providers] under this section if the local entity is:

5 "(a) An Early Learning Hub designated under ORS 417.827;

6 "(b) A resource and referral entity established under ORS 329A.100 to 7 329A.135;

8 "(c) An education service district;

9 "(d) A school district;

10 "(e) A federal Head Start program;

11 "(f) A community-based organization; or

"(g) Another entity identified by the [Early Learning Division] depart ment.

"(4) A preschool provider that meets the requirements of this subsection
 may apply to participate in the Preschool Promise Program to receive grants
 or contracts under the program. The preschool provider:

"(a) Must be establishing a new preschool program or expanding an ex isting preschool program.

19 "(b) Must meet or exceed the requirements of subsection (5) of this sec-20 tion.

"(c) May be a federal Head Start program, an Oregon prekindergarten, a
child care provider, a relief nursery, a private preschool, a public school, a
public charter school, an education service district or a community-based
organization that provides a preschool program.

25 "(5) A preschool provider may participate in the Preschool Promise Pro-26 gram if the provider's preschool program:

"(a) Provides, at a minimum, the annual number of instructional hours
required for full-day kindergarten.

"(b) Takes into consideration the scheduling needs of families who need
 full-time child care.

1 "(c) Serves children who:

"(A) Are at least three years of age but not older than five years of age,
as determined by the date used to determine kindergarten eligibility; and

"(B)(i) Are members of families whose incomes, at the time of enrollment,
are at or below 200 percent of the federal poverty guidelines; or

6 "(ii) Otherwise meet criteria established by the Early Learning Council7 by rule.

8 "(d) Provides continuity from infant and toddler services to early ele9 mentary grades.

"(e) Demonstrates an ability to maximize available federal, state and localfunds.

12 "(f) Demonstrates [quality through meeting standards] an ability to meet

13 quality standards adopted by the Early Learning Council, including:

"(A) Participating in the quality [*rating*] recognition and improvement
 system for early childhood programs as established by ORS 329A.261.

¹⁶ "(B) Adopting culturally responsive teaching methods and practices.

"(C) Providing a high-quality, culturally responsive family engagement environment that supports parents as partners in a child's learning and development.

"(D) Providing high-quality, culturally responsive curricula, assessments
 and professional development that are linked to one another and to the
 state's comprehensive early learning standards.

"(E) Providing a classroom environment that is inclusive of all children,
 regardless of ability or family income.

²⁵ "(F) Providing highly trained lead preschool teachers who have:

²⁶ "(i) At least a bachelor's degree in:

"(I) Early childhood education or a field related to early childhood edu cation; or

"(II) A field not related to early childhood education if the [*Early Learn- ing Division*] **department**, based on rules adopted by the Early Learning

1 Council, determines that the teacher has completed coursework that is 2 equivalent to a major in early childhood education and has sufficient train-3 ing in early childhood education;

"(ii) An associate degree with additional training or additional certification in early childhood education or a field related to early childhood education, as determined by the [*Early Learning Division*] department based
on rules adopted by the Early Learning Council; or

"(iii) Sufficient alternative credentialing to indicate that the teacher is
highly trained, as determined by the [*Early Learning Division*] department
based on rules adopted by the Early Learning Council.

"(G) Providing lead preschool teachers and teaching assistants with a salary that meets the minimum salary requirements established by the Early Learning Council.

"(H) Providing at least one teaching assistant in each classroom who provides support for academic instruction and who meets the state's personnel qualification requirements [of one of the top two tiers for the quality rating and improvement system for early childhood programs] as established

18 by rule by the Early Learning Council.

"(I) Providing children and families with additional health and child development supports, such as screening, referrals and coordination with health care providers.

"(g) Incorporates best practices in outreach, enrollment and programming
for diverse cultural and linguistic populations and children who have been
historically underserved in preschool programs.

25 "(h) Works in collaboration with community programs to ensure that 26 families have knowledge of, and are connected to, community resources and 27 supports to meet the needs of children and families served by the preschool 28 program.

"(i) Participates in an ongoing monitoring and program evaluation system
that is used for continuous program improvement.

"(6)(a) While any moneys received under a grant received or a contract entered into as provided by this section must be used to serve children described in subsection (5)(c) of this section, nothing in subsection (5)(c) of this section prevents a preschool provider from serving additional children, including children who:

6 "(A) Pay tuition for the preschool program and whose family income at 7 the time of enrollment exceeds 200 percent of federal poverty guidelines.

"(B) Are funded by the Oregon prekindergarten program, a federal Head
Start program or another source of funding.

"(b) If a preschool provider participating in the Preschool Promise Program serves children described in paragraph (a) of this subsection, moneys received under a grant or contract as provided by this section may not be used to pay for expenses incurred for the children described in paragraph (a) of this subsection.

"(7) A preschool provider participating in the Preschool Promise Program
 may receive a waiver of any of the requirements described in subsection (5)
 of this section if the waiver:

"(a) Is for a preschool program that is maintaining progress towardquality; and

20 "(b) Is anticipated for the first years of the preschool program only.

"(8) To assist the [*Early Learning Division*] department in administering
this section, the Early Learning Council shall:

"(a) Identify resources necessary for the [*Early Learning Division*] de partment to develop, support and sustain the implementation of a high quality preschool program, including evaluations, professional development
 opportunities, technical assistance, monitoring guidance and administrative
 assistance.

"(b) Ensure that pathways and supports are available to teaching staff to
 increase culturally and linguistically diverse staff to teach and assist in
 preschool classrooms.

"(c) Establish minimum salary requirements and target salary guidelines 1 for lead preschool teachers and teaching assistants at preschool providers $\mathbf{2}$ participating in the Preschool Promise Program. Minimum salary require-3 ments may be differentiated by program type. Target salary guidelines shall 4 be, to the extent practicable, comparable to lead kindergarten teacher and $\mathbf{5}$ teaching assistant salaries in public schools. The [Early Learning Division] 6 **department** shall provide guidelines and technical assistance to preschool 7 providers participating in the Preschool Promise Program to address salary 8 disparities among preschool teachers and preschool staff. 9

"(d) Develop strategies that strive to increase the mean salary for lead
 teachers, teaching assistants and other preschool staff employed by preschool
 providers participating in the Preschool Promise Program.

13 "(e) Administer waivers as described in subsection (7) of this section.

"(f) Develop strategies to ensure preschool providers have the resources
 necessary to maintain children in placement in the Preschool Promise Pro gram.

"(9) Each biennium, the [Early Learning Division] department shall
submit a report to the Legislative Assembly that describes:

"(a) The number of children served by the Preschool Promise Program,
 including the number of children:

21 "(A) Whose family incomes are at or below 200 percent of the federal 22 poverty guidelines;

"(B) Whose family incomes are between 100 and 200 percent of the federal
 poverty guidelines;

25 "(C) Who pay tuition;

²⁶ "(D) Who are eligible for Head Start programs; and

²⁷ "(E) Who are eligible for early childhood special education.

28 "(b) The cost to serve each child described in subsection (5)(c) of this29 section.

30 "(c) The level of state support received for implementing the Preschool

1 Promise Program.

"(d) The effectiveness of the Preschool Promise Program, including student progress and outcomes.

"(e) Improvements that have been made to the administration and evaluation of the Preschool Promise Program to improve the effectiveness of the
program.

"(f) The salary, education levels and turnover rates of lead preschool
teachers and teaching assistants employed by preschool providers participating in the Preschool Promise Program.

"(10) The [*Early Learning Division*] department shall coordinate with the
 Department of Education and other state agencies in support of the Pre school Promise Program.

"(11) The [*Early Learning Division*] department shall prescribe the form
 and timeline for applications to participate in the Preschool Promise Pro gram.

¹⁶ **"SECTION 27.** ORS 329.175 is amended to read:

¹⁷ "329.175. (1) The **Department of** Early Learning [*Division*] **and Care** ¹⁸ shall administer the Oregon prekindergarten program to assist eligible chil-¹⁹ dren with comprehensive services including educational, social, health and ²⁰ nutritional development to enhance their chances for success in school and ²¹ life. Eligible children, upon request of parent or guardian, shall be admitted ²² to approved Oregon prekindergartens to the extent that the Legislative As-²³ sembly provides funds.

"(2)(a) In administering the Oregon prekindergarten program, the [*Early Learning Division*] **department** shall adopt a funding formula and methodology that will ensure that Oregon prekindergartens offer high-quality services to eligible children and their families.

(b) Services may be provided under this section to pregnant women and families with children under the age of five years old who are not participating in a federal, state or local program providing comprehensive services 1 and who qualify for eligibility under the federal Head Start program.

"(3)(a) Nonsectarian organizations, including school districts and Head
Start grantees, are eligible to compete for funds to establish an Oregon
prekindergarten.

"(b)(A) Grant recipients shall serve children eligible according to federal
Head Start guidelines and other children who meet criteria of eligibility
adopted by rule by the Early Learning Council.

"(B) Grant recipients may serve children not described in subparagraph
(A) of this paragraph, but not more than 20 percent of the total enrollment
with a grant recipient shall consist of children who do not meet federal Head
Start guidelines.

"(c) School districts may contract with other governmental or nongov ernmental nonsectarian organizations to conduct a portion of the program.

"(d) Funds appropriated for the program shall be used to establish and maintain new or expanded Oregon prekindergartens and may not be used to supplant federally supported Head Start programs. Oregon prekindergartens also may accept gifts, grants and other funds for the purposes of this section.

"(4) Applicants shall identify how they will serve the target population and provide all components as specified in the federal Head Start performance standards and guidelines, including staff qualifications and training, facilities and equipment, transportation and fiscal management.

"(5) Applicants shall identify how they will provide, at a minimum, the
annual number of instructional hours required under performance guidelines
and standards of the federal Head Start programs.

"(6) Oregon prekindergartens shall provide lead teachers and teaching
assistants with a salary that meets the minimum salary requirements established by the Early Learning Council.

"(7) Oregon prekindergartens must demonstrate an ability to maximize all
available federal, state and local funds.

30 "(8) Oregon prekindergartens shall coordinate with each other and with

1 federal Head Start programs to ensure efficient delivery of services and pre-2 vent overlap. Oregon prekindergartens shall also work with local organiza-3 tions such as local education associations serving young children and make 4 the maximum use of local resources.

"(9) Oregon prekindergartens shall coordinate services with other services
provided through the Oregon Early Learning System. The coordination of
services must be consistent with federal and state law.

"(10)(a) The governing body of a recipient of grant funds under this section shall be subject to ORS 192.610 to 192.690 but is subject to ORS 192.311
to 192.478 only:

"(A) With respect to records created at a meeting of the governing body, minutes of a meeting of a governing body or records presented at a meeting of the governing body; or

14 "(B) As otherwise provided by law other than this subsection.

15 "(b) As used in this subsection, 'governing body' means a board or other 16 entity of two or more persons who are authorized to make decisions with 17 respect to a recipient or who are authorized to advise or make recommen-18 dations to a governing body of the recipient.

¹⁹ "<u>SECTION 28.</u> ORS 329.181 is amended to read:

²⁰ "329.181. (1) The Higher Education Coordinating Commission and the ²¹ **Department of** Early Learning [*Division*] **and Care** shall jointly administer ²² a scholarship program and a grant program designed to ensure that there is ²³ an adequate supply of highly qualified early childhood care and education ²⁴ professionals in this state.

"(2) The commission and [*division*] department shall collaborate to ap prove degree programs for which a scholarship may be awarded under this
 section.

"(3) A person is eligible to receive a scholarship under this section if theperson:

30 "(a) Enrolls in a program approved under subsection (2) of this section;

"(b) Enrolls in a minimum of six credits, or the equivalent, per term; and
"(c) Files a Free Application for Federal Student Aid or the state equivalent.

"(4) A person remains eligible to receive a scholarship under this section
5 if the person:

6 "(a) Remains in good academic standing; and

7 "(b) Has not received the scholarship for the equivalent of four years of8 full-time study.

9 "(5) The commission and [*division*] **department** may prioritize a person 10 currently employed in a position in the field of early childhood care or edu-11 cation for receiving a scholarship under this section.

"(6) An institution of higher education may receive a one-time grant un der this section to develop high-quality degree programs for early childhood
 care and education professionals.

15 "(7) The Early Learning Council and the commission may adopt rules 16 necessary to implement the scholarship program and grant program admin-17 istered as provided by this section. Rules may provide for the reduction of 18 the costs of the programs in the event amounts requested under the programs 19 exceed amounts available for the programs.

20 "SECTION 29. ORS 329.183 is amended to read:

"329.183. (1) The Prekindergarten Program Trust Fund is established as
a fund in the State Treasury, separate and distinct from the General Fund.
Interest earned by the trust fund shall be credited to the trust fund. The
primary purposes of the trust fund are to:

"(a) Assist eligible children with comprehensive services, including edu cational, social, health and nutritional development, to enhance their
 chances for success in school and life;

"(b) Provide scholarships awarded to current and prospective early childhood care and education professionals, as described in ORS 329.181; and
"(c) Provide grants to institutions of higher education to develop high-

quality degree programs for early childhood care and education professionals,
 as described in ORS 329.181.

"(2) For the purposes identified in subsection (1) of this section, the trust
fund is continuously appropriated to the **Department of** Early Learning
[Division] and Care.

6 "(3) The [division] **department** may solicit and accept money in the form 7 of gifts, contributions and grants to be deposited in the trust fund. Except 8 as provided in ORS 329.185, the acceptance of federal grants for purposes of 9 ORS 329.170 to 329.200 does not commit state funds nor place an obligation 10 upon the Legislative Assembly to continue the purposes for which the federal 11 funds are made available.

"(4) The trust fund may be listed, if otherwise qualified, on the Oregon
income tax return for checkoff pursuant to application made to the Oregon
Charitable Checkoff Commission under ORS 305.690 to 305.753 by the [division] department.

¹⁶ "SECTION 30. ORS 329.185 is amended to read:

"329.185. When the federal Head Start program provides funding for pro-17 grams for eligible children at or greater than the 1990-1991 per child level, 18 eligibility for the state funded Oregon prekindergarten program shall be ex-19 panded to include programs for children whose family income exceeds the 20federal Head Start limits or who are in an underserved or unserved age 21category. After determining the increase in income limits or age level that 22would make children most in need of state programs eligible for them, the 23**Department of** Early Learning [Division] and Care may direct expenditure 24of any unexpended or unobligated funds appropriated for the biennium for 25eligible children to be expended for the additional children considered to be 26most in need. In the following biennium, the [Early Learning Division] de-27**partment** shall include the cost of any added program for the children most 28in need in its biennial budget. 29

30 "SECTION 31. ORS 329.195 is amended to read:

"329.195. (1)(a) The Early Learning Council shall adopt rules for the establishment of the Oregon prekindergarten program.

3 "(b) Rules adopted under this section specifically shall require:

"(A) Performance standards and operating standards that are at a level
no less than the level required under the federal Head Start program guidelines.

"(B) Processes and procedures for recompetition that are substantially
similar to the processes and procedures required under the rules and guidelines adopted under the federal Head Start Act.

10 "(C) Implementation plans for any changes to the federal Head Start 11 program rules or guidelines.

"(c) Federal Head Start program guidelines shall be considered as guide lines for the Oregon prekindergarten program.

"(d) Notwithstanding paragraph (b) of this subsection, the council may
adopt rules that allow for the provision of a half-day program or a full-day
program, or a combination thereof, to meet community needs, as determined
by the council based on community assessments.

"(2) In developing rules for the Oregon prekindergarten program, the council shall consider such factors as coordination with existing programs, the preparation necessary for instructors, qualifications of instructors, training of staff, adequate space and equipment and special transportation needs.

"(3) The Department of Early Learning [Division] and Care shall review
applications for the Oregon prekindergarten program received and designate
those programs as eligible to commence operation by July 1 of each year.
When approving grant applications, to the extent practicable, the [council]
department shall distribute funds regionally based on percentages of unmet
needs for the county or region.

²⁹ "<u>SECTION 32.</u> ORS 329.200 is amended to read:

30 "329.200. (1) The Department of Early Learning [Division] and Care

shall report to the Legislative Assembly on the merits of continuing and
 expanding the Oregon prekindergarten program or instituting other means
 of providing early childhood development assistance.

4 "(2) The [division's] **department's** report shall include specific recom-5 mendations on at least the following issues:

"(a) The relationship of the state-funded Oregon prekindergarten program
with the common school system;

"(b) The types of children and their needs that the program should serve;
"(c) The appropriate level of state support for implementing the program
for all eligible children, including related projects to prepare instructors and
provide facilities, equipment and transportation;

"(d) The state administrative structure necessary to implement the pro-gram; and

¹⁴ "(e) Licensing or endorsement of early childhood teachers.

15 "(3) The [division] department shall examine, monitor and assess the ef-16 fectiveness of the Oregon prekindergarten program and make biennial re-17 ports to the Legislative Assembly on the effectiveness of the program.

18 **"SECTION 33.** ORS 329.219 is amended to read:

"329.219. (1) The **Department of** Early Learning [Division, under the di-19 rection of] and Care, in coordination with the Early Learning Council and 20in collaboration with the Educator Advancement Council created by ORS 21342.940, shall establish and implement policies and practices to achieve vig-22orous and comprehensive early childhood professional development systems 23in this state that incorporate improved recruitment, preparation, induction, 24career advancement opportunities and support for early learning providers 2526 and professionals, including professionals who provide home visiting services. 27

"(2) To achieve the objectives described in subsection (1) of this section,
the [division] department shall develop or expand:

30 "(a) Strategies and partnerships that connect early learning providers and

professionals with access to education pathways, including college credentials, degrees and certificates;

"(b) Coaching and mentorship programs that make available cohorts,
mentors and quality improvement specialists to advise, assist, educate and
provide information to early learning providers and professionals;

6 "(c) Professional development tracking systems for the workforce for early 7 learning to ensure coverage of the necessary skills and knowledge required 8 of early learning providers and professionals, including professionals who 9 provide home visiting services; and

"(d) Collaborations that support exempt family child care providers, as
 defined in ORS 329A.430, through the advancement of research in child de velopment, peer learning and mentoring.

"(3) The [division] department shall collaborate with any state agencies
 or other partners to achieve the objectives described in subsection (1) of this
 section and to carry out the provisions of subsection (2) of this section.

¹⁶ "SECTION 34. ORS 329.841 is amended to read:

"329.841. (1) For the purposes of this section, 'plan student' means a student enrolled in early childhood through post-secondary education who:

"(a) Is black or African-American or a member of a student group that is
 not covered under an existing culturally specific statewide education plan;
 and

"(b) Has experienced disproportionate results in education due to historical practices, as identified by the State Board of Education by rule.

"(2)(a) The Department of Education shall develop and implement a
 statewide education plan for plan students.

"(b) The Department of Education shall form an advisory group consisting of community members, education stakeholders and representatives of the
Department of Early Learning [Division] and Care, the Youth Development
Division and the Higher Education Coordinating Commission to advise the
Department of Education regarding:

1 "(A) Development and implementation of the plan;

"(B) Eligibility criteria, applicant selection process and expectations for
recipients of grant awards described in this section; and

4 "(C) Adoption of rules by the State Board of Education for the imple-5 mentation of the plan.

6 "(3) The plan developed under this section shall address:

"(a) The disparities experienced by plan students in every indicator of
academic success, as documented by the [department's] statewide report card;
"(b) The historical practices leading to disproportionate outcomes for plan
students; and

"(c) The educational needs of plan students from early childhood through
 post-secondary education by examining culturally appropriate best practices
 in this state and across the nation.

"(4) The plan developed and implemented under this section must providestrategies to:

"(a) Address the disproportionate rate of disciplinary incidents for plan
 students compared to all students in the education system;

18 "(b) Increase parental engagement in the education of plan students;

"(c) Increase the engagement of plan students in educational activities
 before and after regular school hours;

"(d) Increase early childhood and kindergarten readiness for plan students;

"(e) Improve literacy and numeracy levels among plan students between
kindergarten and grade three;

"(f) Support plan student transitions to middle school and through the
 middle and high school grades to maintain and improve academic perform ance;

"(g) Support culturally responsive pedagogy and practices from early
 childhood through post-secondary education;

30 "(h) Support the development of culturally responsive curricula from early

1 childhood through post-secondary education;

"(i) Increase attendance of plan students in community colleges and professional certification programs; and

"(j) Increase attendance of plan students in four-year post-secondary institutions of education.

6 "(5) The Department of Education shall submit a biennial report con-7 cerning the progress of the plan developed and implemented under this sec-8 tion at each even-numbered year regular session of the Legislative Assembly 9 in the manner provided by ORS 192.245 to an interim committee of the Leg-10 islative Assembly related to education.

"(6) The Department of Education, in consultation with the advisory group, shall award grants to early learning hubs, providers of early learning services, school districts, post-secondary institutions of education and community-based organizations to implement the strategies developed in the plan developed and implemented under this section.

"(7) To qualify for and receive a grant described in this section, an ap plicant must identify and demonstrate that the applicant meets the eligibility
 criteria established by the State Board of Education by rule.

¹⁹ "<u>SECTION 35.</u> ORS 329.843 is amended to read:

"329.843. (1) As used in this section, 'plan student' means a student enrolled in early childhood through post-secondary education who:

²² "(a) Is an American Indian or Alaskan Native; and

"(b) Has experienced disproportionate results in education due to historical practices, as identified by the State Board of Education by rule.

25 "(2)(a) The Department of Education shall develop and implement a 26 statewide education plan for plan students.

"(b) When developing the plan, the Department of Education shall consult with representatives from tribal governments and from executive branch agencies who have formed government-to-government relations to focus on education. Additionally, the Department of Education may receive input from an advisory group consisting of community members, education
 stakeholders and representatives of the **Department of** Early Learning [*Di-vision*] and Care, the Youth Development Division and the Higher Education
 Coordinating Commission.

5 "(c) The Department of Education shall be responsible for:

6 "(A) Implementing the plan developed under this subsection;

"(B) Developing eligibility criteria, the applicant selection process and
expectations for recipients of grant awards described in this section; and
"(C) Advising the State Board of Education on the adoption of rules under
this section.

11 "(3) The plan developed under this section must address:

"(a) The disparities experienced by plan students in every indicator of
academic success, as documented by the [*department's*] statewide report card
and other relevant reports related to plan students;

"(b) The historical practices leading to disproportionate outcomes for plan
 students; and

"(c) The educational needs of plan students from early childhood through
 post-secondary education as determined by examining culturally appropriate
 best practices in this state and across the nation.

20 "(4) The plan developed and implemented under this section must provide 21 strategies to:

"(a) Address the disproportionate rate of disciplinary incidents involving
 plan students as compared to all students in the education system;

²⁴ "(b) Increase parental engagement in the education of plan students;

"(c) Increase the engagement of plan students in educational activities
before and after regular school hours;

"(d) Increase early childhood education and kindergarten readiness for
plan students;

"(e) Improve literacy and numeracy levels among plan students between
 kindergarten and grade three;

"(f) Support plan student transitions to middle school and through the middle school and high school grades to maintain and improve academic performance;

4 "(g) Support culturally responsive pedagogy and practices from early
5 childhood through post-secondary education;

6 "(h) Support the development of culturally responsive curricula from early
7 childhood through post-secondary education;

"(i) Increase attendance of plan students in early childhood programs
through post-secondary and professional certification programs; and

"(j) Increase attendance of plan students in four-year post-secondary in stitutions of education.

"(5) The Department of Education shall submit a biennial report concerning the progress of the plan developed and implemented under this section to a committee of the Legislative Assembly related to education at each even-numbered year regular session of the Legislative Assembly.

"(6) The Department of Education, in consultation with the advisory group, shall award grants to early learning hubs, providers of early learning services, school districts, education service districts, post-secondary institutions of education, tribal governments and community-based organizations to implement the strategies provided in the plan developed and implemented under this section.

"(7) To qualify for and receive grants described in this section, an applicant must identify and demonstrate that the applicant meets the eligibility
criteria adopted by the State Board of Education by rule.

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"<u>SECTION 36.</u> ORS 329.845 is amended to read:

"329.845. (1) As used in this section, 'plan student' means a student en rolled in early childhood through post-secondary education who:

"(a) Is Latino or Hispanic, including individuals of Mexican, Cuban,
Puerto Rican, South American, Central American or Spanish descent; and
"(b) Has experienced disproportionate results in education due to histor-

1 ical practices, as identified by the State Board of Education by rule.

"(2)(a) The Department of Education shall develop and implement a
statewide education plan for plan students.

"(b) The Department of Education shall form an advisory group consisting of individuals representing:

6 "(A) Urban and rural communities;

7 "(B) Indigenous and immigrant populations;

8 "(C) English language learners;

9 "(D) Individuals with disabilities;

10 "(E) Parents and students;

"(F) Youth who are lesbian, gay, bisexual, transgender, queer or another minority gender or sexual orientation;

"(G) Community-based organizations serving Latino or Hispanic youth
 and families; and

"(H) Education stakeholders, including representatives of the Depart ment of Early Learning [*Division*] and Care, the Youth Development Divi sion and the Higher Education Coordinating Commission.

"(c) The advisory group formed as provided in paragraph (b) of this sub section shall advise the Department of Education regarding:

20 "(A) Development and implementation of the plan;

"(B) Eligibility criteria, applicant selection processes and expectations for
 recipients of grant awards described in this section; and

"(C) Adoption of rules by the State Board of Education for the implementation of the plan.

²⁵ "(3) The plan developed under this section must address:

"(a) The disparities experienced by plan students in every indicator of
academic success, as documented by the [*department's*] statewide report card
and other relevant reports related to plan students;

"(b) The historical practices leading to disproportionate outcomes for plan
 students; and

"(c) The educational needs of plan students from early childhood through
post-secondary education as determined by examining culturally appropriate
best practices in this state and across the nation.

"(4) The plan developed and implemented under this section must provide
strategies to:

"(a) Address the disproportionate rate of disciplinary incidents involving
plan students compared to all students in the education system;

8 "(b) Increase parental engagement in the education of plan students;

9 "(c) Increase the engagement of plan students in educational activities 10 before and after regular school hours;

"(d) Increase early childhood education and kindergarten readiness forplan students;

"(e) Improve literacy and numeracy levels among plan students between
 kindergarten and grade three;

"(f) Support plan student transitions to middle school and through the
 middle school and high school grades to maintain and improve academic
 performance;

"(g) Support culturally responsive pedagogy and practices from early
 childhood through post-secondary education;

"(h) Support the development of culturally responsive curricula from early
 childhood through post-secondary education;

"(i) Increase attendance of plan students in community colleges and pro fessional certification programs; and

24 "(j) Increase attendance of plan students in four-year post-secondary in-25 stitutions of education.

"(5) The Department of Education shall submit a biennial report concerning the progress of the plan developed and implemented under this section to a committee of the Legislative Assembly related to education at each even-numbered year regular session of the Legislative Assembly.

30 "(6) The Department of Education, in consultation with the advisory

group, shall award grants to early learning hubs, providers of early learning services, school districts, post-secondary institutions of education and community-based organizations to implement the strategies provided in the plan developed and implemented under this section.

5 "(7) To qualify for and receive a grant described in this section, an ap-6 plicant must identify and demonstrate that the applicant meets the eligibility 7 criteria established by the State Board of Education by rule.

8 "SECTION 37. ORS 329A.010 is amended to read:

9 "329A.010. (1) There is established within the Department of Early
10 Learning [Division] and Care the Office of Child Care.

"[(2)(a) The Office of Child Care, as designated by the Governor, shall be responsible for administering funds received by the State of Oregon pursuant to the federal Child Care and Development Block Grant Act of 2014, the Child Care and Development Fund and other federal child care funds and grants received by the State of Oregon.]

"[(b) Through the legislative budgeting process, the Legislative Assembly shall identify the portion of the funds received by the State of Oregon pursuant to the federal Child Care and Development Block Grant Act of 2014 to be spent to provide quality child care, to provide child care subsidies and for administrative expenditures. The Office of Child Care shall administer the funds according to the portions identified by the Legislative Assembly.]

²² "[(c) The Office of Child Care shall submit an annual report to the Legis-²³ lative Fiscal Office regarding the expenditures of the funds received by the ²⁴ State of Oregon pursuant to the federal Child Care and Development Block ²⁵ Grant Act of 2014 and the most recent estimate of the balance of the funds.]

"[(3)] (2) The Office of Child Care shall comply with directives of the Early Learning Council established in ORS 326.425 in the office's implementation of the provisions of ORS 329A.250 to 329A.450.

"[(4)] (3) The Office of Child Care may maintain information about child
 care facilities and providers through electronic records systems.

"[(5)] (4) The Office of Child Care may share information with other public entities when the office determines that sharing the information would support the health or safety of children in child care, except as otherwise prohibited by state or federal law.

"[(6)] (5) There is established in the State Treasury, separate and distinct $\mathbf{5}$ from the General Fund, the Child Care Fund. The Child Care Fund shall 6 consist of moneys collected, [and] received and administered by the Office 7 of Child Care and Department of Early Learning and Care pursuant to 8 [subsection (2) of this section,] ORS 329A.310, 329A.700 to 329A.712 and 9 329A.992 and section 13 of this 2021 Act and such moneys as may be oth-10 erwise made available by law. Interest earned on the fund shall be credited 11 to the fund. The moneys in the Child Care Fund are appropriated contin-12 uously to the [Office of Child Care] Department of Early Learning and 13 **Care** and shall be used in a manner consistent with the grant of funds or for 14 the administration of ORS 181A.200, 329A.030, [and] 329A.250 to 329A.450 15and 329A.700 to 329A.712. 16

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⁷ "SECTION 38. ORS 329A.120 is amended to read:

"329A.120. (1) The [Office of Child Care] Department of Early Learning
 and Care shall implement the resource and referral system.

20 "(2) Resource and referral entities must provide services including, but 21 not limited to:

"(a) Training and technical assistance for existing and potential child
care providers that includes, but is not limited to, coaching, mentoring,
consulting and advising on professional development;

"(b) Referrals for parents or guardians seeking child care providers; or
"(c) Recruitment of qualified individuals to meet the child care needs of
a community.

²⁸ "SECTION 39. ORS 329A.135 is amended to read:

"329A.135. (1) The [Office of Child Care] Department of Early Learning
 and Care shall implement federal requirements for the resource and referral

1 system.

2 "(2) The [office] **department** shall establish criteria for proposals, prepare 3 requests for proposals, receive proposals and award grants or enter into 4 agreements for the establishment of resource and referral entities.

⁵ **"SECTION 40.** ORS 329A.250 is amended to read:

6 "329A.250. As used in ORS 329A.030 and 329A.250 to 329A.450, unless the 7 context requires otherwise:

8 "(1) 'Babysitter' means a person who goes into the home of a child to give 9 care during the temporary absence of the parent or legal guardian or custo-10 dian.

"(2) 'Certification' means the certification that is issued under ORS 329A.280 by the Office of Child Care to a family child care home, child care center or other child care facility.

"(3) 'Child' means a child under 13 years of age or a child under 18 years of age who has special needs or disabilities and requires a level of care that is above normal for the child's age.

"(4) Subject to ORS 329A.440, 'child care' means the care, supervision and guidance on a regular basis of a child, unaccompanied by a parent, guardian or custodian, provided to a child during a part of the 24 hours of the day, in a place other than the child's home, with or without compensation. 'Child care' does not include care provided:

22 "(a) In the home of the child;

²³ "(b) By the child's parent, guardian, or person acting in loco parentis;

²⁴ "(c) By a person related to the child by blood or marriage within the ²⁵ fourth degree as determined by civil law;

"(d) On an occasional basis by a person not ordinarily engaged in pro viding child care;

28 "(e) By providers of medical services;

29 "(f) By a babysitter;

30 "(g) By a person who cares for children from only one family other than

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1 the person's own family;

"(h) By a person who cares for no more than three children other than
the person's own children; or

4 "(i) By a person who is a member of the child's extended family, as de-5 termined by the office on a case-by-case basis.

6 "(5) 'Child care facility' means any facility that provides child care to 7 children, including a day nursery, nursery school, child care center, certified 8 or registered family child care home or similar unit operating under any 9 name, but not including any:

10 "(a) Preschool recorded program.

11 "(b) Facility providing care for school-age children that is primarily a 12 single enrichment activity, for eight hours or less a week.

"(c) Facility providing care that is primarily group athletic or social ac tivities sponsored by or under the supervision of an organized club or hobby
 group.

16 "(d) Facility operated by:

17 "(A) A school district as defined in ORS 332.002;

18 "(B) A political subdivision of this state; or

19 "(C) A governmental agency.

²⁰ "(e) Residential facility licensed under ORS 443.400 to 443.455.

21 "(f) Babysitters.

"(g) Facility operated as a parent cooperative for no more than four hoursa day.

"(h) Facility providing care while the child's parent remains on the
premises and is engaged in an activity offered by the facility or in other
nonwork activity.

²⁷ "(i) Facility operated as a school-age recorded program.

²⁸ "(6) 'Family' has the meaning given that term in ORS [*329.145*] **329.155**.

"(7) 'Occasional' means that care is provided for no more than 70 days in
any calendar year.

1 "(8) 'Parent cooperative' means a child care program in which:

² "(a) Care is provided by parents on a rotating basis;

3 "(b) Membership in the cooperative includes parents;

4 "(c) There are written policies and procedures; and

5 "(d) A board of directors that includes parents of the children cared for 6 by the cooperative controls the policies and procedures of the program.

"(9) 'Preschool recorded program' means a facility providing care for
preschool children that is primarily educational for four hours or less per
day and where no child is present at the facility for more than four hours
per day.

"(10) 'Record' means the record that is issued under ORS 329A.255 to a preschool recorded program or under ORS 329A.257 to a school-age recorded program.

"(11) 'Registration' means the registration that is issued under ORS
329A.330 by the Office of Child Care to a family child care home where care
is provided in the family living quarters of the provider's home.

"(12) 'School age' means of an age eligible to be enrolled in kindergarten
or above on or before the first day of the current school year.

"(13) 'School-age recorded program' means a program for school-age chil-dren:

"(a) That is not operated by a school district as defined in ORS 332.002;

"(b) That is not required to be certified under ORS 329A.280 or registered
under ORS 329A.330; and

"(c) In which youth development activities are provided to children during
hours that school is not in session and does not take the place of a parent's
care.

"(14) 'Youth development activities' means care, supervision or guidance that is intended for enrichment, including but not limited to teaching skills or proficiency in physical, social or educational activities such as tutoring, music lessons, social activities, sports and recreational activities.

1 **"SECTION 41.** ORS 329A.261 is amended to read:

"329A.261. (1) In addition to the minimum standards established for child care facilities and the operation of child care facilities under ORS 329A.260 and subject to available funds, the Office of Child Care, under the direction and with the approval of the Early Learning Council, shall initiate development of a tiered quality [*rating*] **recognition** and improvement system for child care facilities.

8 "(2) The tiered quality [rating] recognition and improvement system im9 plemented under this section shall:

"(a) Establish a set of progressively higher standards that are used to
 evaluate the quality of an early learning and development program and to
 support program improvement.

13 "(b) Consist of the following components:

14 "(A) Tiered standards that define a progression of quality for early 15 learning and development programs.

"(B) Monitoring of programs to evaluate quality based on establishedstandards.

"(C) Support for programs and providers of programs to meet tiered
 quality standards, including training, technical assistance and financial in centives.

"(D) Program quality [*ratings that are*] **recognition that is** publicly available.

²³ **"SECTION 42.** ORS 329A.712 is amended to read:

"329A.712. (1) The [Office of Child Care] Department of Early Learning
and Care shall distribute revenues in the Child Care Fund that are derived
from contributions, minus the amounts needed to make refunds under ORS
329A.706 (3) and to cover expenses of the Office of Child Care in administering ORS 329A.700 to 329A.712.

"(2) Revenues shall be disbursed to child care providers consistent with
 rules adopted by the Early Learning Council.

"(3) Distributions shall be made to child care providers in the proportion that the [Office of Child Care] **department** determines best promotes the provision of high quality child care in this state.

4 "SECTION 43. ORS 336.101 is amended to read:

"336.101. (1) The Early Learning Kindergarten Readiness Partnership and $\mathbf{5}$ Innovation Program is established for the purpose of improving the readiness 6 of children for kindergarten. The program shall be administered by the **De**-7 partment of Early Learning [Council] and Care as provided by this section. 8 "(2) The [Early Learning Council] **department** shall provide grants under 9 this section based on criteria established by the **Early Learning** Council by 10 rule. Criteria may include requirements that an applicant must meet one or 11 more of the following criteria: 12

"(a) Form a partnership with at least one provider of early learning ser vices, child care provider or elementary school;

"(b) Form partnerships with community-based providers of early childhood
 services to provide preschool and other early-learning strategies;

"(c) Establish ambitious but meaningful targets for kindergarten read iness;

"(d) Invest resources in students who meet criteria established by the council by rule;

"(e) Align with, and supplement, federal programs to provide moneys for
 educational purposes; and

"(f) Agree to report to, and partner with, any Early Learning Hubs serv-ing the region.

25 "(3) Priority for grants provided under this section may be for programs 26 that:

"(a) Assist children in becoming ready for kindergarten or being success-ful in kindergarten; or

29 "(b) Share professional development strategies and resources with pro-30 viders of early learning services, child care providers and kindergarten 1 teachers.

2 "SECTION 44. ORS 336.104 is amended to read:

"336.104. (1) The Early Learning Kindergarten Readiness Partnership and
Innovation Account is established within the **Department of** Early Learning
[*Division*] and Care Fund. Separate records shall be maintained for moneys
in the account. Interest earned by the account shall be credited to the account.

8 "(2) Moneys in the account are continuously appropriated to the **De-**9 **partment of** Early Learning [*Council*] **and Care** for the Early Learning 10 Kindergarten Readiness Partnership and Innovation Program described in 11 ORS 336.101.

¹² **"SECTION 45.** ORS 343.465 is amended to read:

"343.465. (1) It is the policy of this state to respect the unique nature of
each child, family and community with particular attention to cultural and
linguistic diversity, and to support a system of services for preschool children with [*disabilities*] a disability and their families that:

"(a) Recognizes the importance of the **preschool** child's family, supports
and builds on each family's strengths and respects family decision-making
and input regarding service options and public policy.

"(b) Identifies, evaluates and refers services for preschool children with
[disabilities] a disability at the earliest possible time.

"(c) Uses specialized services and all other community services and programs for children, including community preschools, Head Start programs, community health clinics, family support programs and other child-oriented agencies.

"(d) Uses a variety of funding sources for preschool children with [*disa- bilities*] a disability and their families, including public and private funding,
 insurance and family resources.

29 "(e) Assists families in utilizing necessary services in the most cost-30 effective and efficient manner possible by using a coordinated planning and 1 implementation process.

"(f) Insures that all children and their families, regardless of disability,
risk factors or cultural or linguistic differences, are able to utilize services
for which they would otherwise be qualified.

"(g) Encourages services and supports for preschool children with [disabilities] a disability and their families in their home communities and in
settings with children without [disabilities] a disability.

8 "(h) Recognizes the importance of developing and supporting well-trained 9 and competent personnel to provide services to preschool children with 10 [disabilities] **a disability**, and their families.

"(i) Evaluates the system's impact on the child and family, including child
progress, service quality, family satisfaction, transition into public schooling,
longitudinal and cumulative reporting over several biennia and interagency
coordination at both the state and local level.

"(j) Reports information described in paragraph (i) of this subsection to
the State Interagency Coordinating Council, the Governor, the Department
of Early Learning and Care, the State Board of Education, the public
universities listed in ORS 352.002 and the Legislative Assembly each
biennium.

"(2) In carrying out the provisions of subsection (1) of this section, the 20Department of Education, the Department of Early Learning and Care, 21the Department of Human Services and the public universities listed in ORS 22352.002 shall coordinate [services to preschool children with disabilities] the 23provision of services to preschool children with a disability with other 24services that are provided to children with a disability, or who are at 25risk of developing disabling conditions, and their families. All program 26planning, standards for service, policies regarding services delivery and 27budget development for services for preschool children with [disabilities, and 28their families] a disability, children with a disability, and the families 29 of those children shall reflect the policy outlined in subsection (1) of this 30

1 section and elaborated through rules and agreements.

² **"SECTION 46.** ORS 343.475 is amended to read:

"343.475. (1)(a) In accordance with rules [adopted by] of the State Board of Education adopted in consultation with the Early Learning Council, the Superintendent of Public Instruction [in collaboration] shall collaborate with the Early Learning [Council shall] System Director to develop and administer a statewide, comprehensive, coordinated, multidisciplinary, interagency program of early childhood special education and early intervention services for [preschool] children with [disabilities] a disability.

"(b) The program must ensure that each [*preschool*] child with a disability has access to a comprehensive plan for communication that allows the child, by the age of three years, to engage in expressive and receptive communication across all learning, home and community settings. The plan may allow for communication orally, by sign language, by assistive technology or by augmentative communication.

"(2) In accordance with rules [adopted by] of the State Board of Education
 adopted in consultation with the Early Learning Council, the Super intendent of Public Instruction in collaboration with the Early Learning
 [Council] System Director may:

"(a) Establish and designate service areas throughout the state for the
delivery of early childhood special education and early intervention services
that shall meet state and federal guidelines and be delivered to all eligible
children.

"(b) Designate in each service area a primary contractor that shall be responsible for the administration and coordination of early childhood special education and early intervention services to all eligible [*preschool*] children and their families residing in the service area.

"(3) Early childhood special education and early intervention services
 shall coordinate services with other services provided through the Oregon
 Early Learning System. The coordination of services shall be consistent with

1 federal and state law.

"(4) [*Preschool*] Children with [*disabilities*] a disability shall be considered residents of the service area where the children are currently living,
including children living in public or private residential programs, hospitals
and similar facilities.

6 "(5) In addition to any other remedy or sanction that may be available, 7 the Superintendent of Public Instruction may withhold funds and terminate 8 the contract of any contractor that fails to comply with any provisions of 9 the contract.

"SECTION 47. ORS 343.499, as amended by section 7 of this 2021 Act, is
 amended to read:

"343.499. (1)(a) There is created the State Interagency Coordinating
 Council.

"(b) The Governor shall appoint members of the council from a list of eligible appointees from this state that is provided by the council and agencies described in subsection (2) of this section and shall ensure that the membership of the council reasonably represents the racial, ethnic, linguistic and geographic population of this state.

"(c) The Governor shall designate one member of the council to serve as the chairperson, or if the Governor chooses not to name a chairperson, the council may elect one of its members to serve as chairperson.

"(d) Notwithstanding paragraph (c) of this subsection, any member of the
council who represents the Department of Education may not serve as the
chairperson of the council.

²⁵ "(2) The membership of the council shall be composed as follows:

"(a) At least 20 percent of the council members shall be parents of children with a disability who are 12 years of age or younger at the time the council member is appointed. When appointing council members under this paragraph, the Governor shall ensure that:

30 "(A) At least 50 percent of the council members are parents of a child

with a disability who is five years of age or younger at the time the council
member is appointed;

3 "(B) At least 20 percent of the council members:

"(i) Are parents of a child with a disability who is three years of age or
younger at the time the council member is appointed; and

6 "(ii) Have knowledge of, or experience with, programs or services for in-7 fants or toddlers with a disability; and

8 "(C) The council members represent the racial, ethnic and linguistic di-9 versity of children in this state who are five years of age or younger.

"(b) At least 20 percent of the council members shall be public or private
 providers of early intervention and early childhood special education ser vices.

"(c) At least one council member shall be from a program responsible for
 preparing early intervention and early childhood special education educators.
 "(d) At least one council member shall be from a Head Start or Early
 Head Start program.

"(e) At least one council member shall be from a home-based child careprogram.

"(f) At least one council member shall be from a center-based child careprogram.

"(g) At least one council member shall be from the committee that serves
as the state advisory council, as described in ORS 326.425 (3).

"(h) At least one council member shall be a member of the State Advisory
Council for Special Education created under ORS 343.287.

"(i) At least one council member shall be from each state agency involved
in the provision of, or payment for, early intervention and early childhood
special education services to infants and toddlers with a disability and their
families.

29 "(j) At least one council member shall be from each state agency respon-30 sible for providing preschool services to children with a disability.

1 "(k) At least one council member shall be from each state agency re-2 sponsible for children's mental health.

"(L) At least two council members shall be from the Department of Human Services with expertise in foster care or self-sufficiency programs.

"(m) At least one council member shall be from the [Office of Child *Care*] Department of Early Learning and Care with expertise in the Child
Care and Development Fund.

8 "(n) At least one council member shall be a representative of the De-9 partment of Education with expertise in the coordination of education of 10 homeless children and youth.

"(o) At least one council member shall be from the Department of Consumer and Business Services with expertise in state regulation of private health insurance.

"(p) At least one council member shall be from the Oregon Health Authority with expertise in Medicaid and the Children's Health Insurance
Program.

"(q) At least one council member shall be a representative from a tribal agency responsible for supporting young children with developmental delays and disabilities, from a tribal council or otherwise representing one or more tribes.

"(3) An individual appointed to represent a state agency under subsection (2) of this section must have sufficient authority to engage in making and implementing policy on behalf of the agency. The Governor may appoint a council member to represent more than one program or specialty listed in subsection (2) of this section.

"(4) In addition to the council members appointed under subsection (2)
of this section:

"(a) The Governor may appoint any other council members not listed in
subsection (2) of this section.

30 "(b) The President of the Senate shall appoint one member from among

1 members of the Senate to serve as a nonvoting council member.

2 "(c) The Speaker of the House of Representatives shall appoint one 3 member from among members of the House of Representatives to serve as a 4 nonvoting council member.

5 "(5) The State Interagency Coordinating Council shall:

6 "(a) Advise the Superintendent of Public Instruction, the State Board of 7 Education, the Early Learning System Director and the Early Learning 8 Council on unmet needs in the early childhood special education and early 9 intervention programs for children with a disability, review and comment 10 publicly on any rules proposed by the State Board of Education and the 11 distribution of funds for the programs and assist the state in developing and 12 reporting data on and evaluations of the programs and services.

"(b) Advise and assist the represented public agencies regarding the services and programs they provide to children with a disability and their families, including public comments on any proposed rules affecting the target population and the distribution of funds for such services, and assist each agency in developing services that reflect the overall goals for the target population as adopted by the council.

"(c) Advise the Department of Education, the **Department of** Early Learning [*Division*] **and Care** and other state agencies on the development and implementation of the policies that constitute the statewide system.

"(d) Advise all appropriate public agencies on achieving the full participation, coordination and cooperation for implementation of a statewide
system that includes but is not limited to:

"(A) Seeking information from service providers, service coordinators,
 parents and others about any federal, state or local policies that impede
 timely service delivery; and

"(B) Taking steps to ensure that any policy problems identified under
subparagraph (A) of this paragraph are resolved.

30 "(e) Advise the Superintendent of Public Instruction and the Early

Learning System Director on identifying the sources of fiscal and other support for early intervention and early childhood special education services, assigning financial responsibility to the appropriate agencies and ensuring that the provisions of interagency agreements under ORS 343.511 are carried out.

6 "(f) Review and comment on each agency's services and policies regarding 7 services for infants, toddlers and preschool children with a disability, or in-8 fants, toddlers and preschool children who are at risk of developing disabling 9 conditions, and their families to the maximum extent possible to assure 10 cost-effective and efficient use of resources.

"(g) Advise the Department of Education and the **Department of** Early Learning [*Division*] **and Care** on the preparation of applications and amendments thereto.

"(h) Advise the Superintendent of Public Instruction and the Early
 Learning System Director regarding transitions of children with a disability,
 including transitions to kindergarten.

"(i) Prepare and submit an annual report to the Governor, the Deputy
Superintendent of Public Instruction, the Early Learning System Director,
the Early Learning Council, the State Board of Education, the Legislative
Assembly and the United States Secretary of Education on the status of early
intervention and early childhood special education services provided within
this state.

"(6) The council may advise appropriate agencies about integration of
 services for preschool children with a disability and at-risk preschool chil dren.

"(7) Terms of office for council members shall be three years, except that:
"(a) The representative from the State Advisory Council for Special Education shall serve a one-year term; and

29 "(b) The representatives from other state agencies and the 30 [*representative*] **representatives** from the Legislative Assembly shall serve 1 indefinite terms.

2 "(8) Subject to approval by the Governor, the council may use federal 3 funds appropriated for this purpose and available to the council to:

4 "(a) Conduct hearings and forums;

5 "(b) Reimburse nonagency council members under ORS 292.495 for at-6 tending council meetings, for performing council duties, and for necessary 7 expenses, including child care for parent members;

"(c) Pay compensation to a council member if the member is not employed
or if the member must forfeit wages from other employment when performing
official council business;

11 "(d) Hire staff; and

"(e) Obtain the services of such professional, technical and clerical per sonnel as may be necessary to carry out its functions.

"(9) Except as provided in subsection (8) of this section, council members
 shall serve without compensation.

"(10) The Department of Education shall provide clerical and administrative support, including staff, to the council to carry out the performance of the council's function as described in this section.

"(11) The council shall meet at least quarterly. The meetings shall be announced publicly and, to the extent appropriate, be open and accessible to the general public.

"(12) No member of the council shall cast a vote on any matter that would provide direct financial benefit to that member or otherwise give the appearance of a conflict of interest under state law.

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"SECTION 48. ORS 417.781 is amended to read:

"417.781. (1) The Early Childhood Equity Fund is established in the State
Treasury, separate and distinct from the General Fund. Moneys in the Early
Childhood Equity Fund are continuously appropriated to the Department of
[*Education for the*] Early Learning [*Division*] and Care to make grants under
ORS 417.782 to culturally specific early learning, early childhood and parent

support programs and to promote the capacity of culturally specific organizations to deliver these programs.

3 "(2) The fund shall consist of:

4 "(a) Moneys appropriated or otherwise transferred to the fund from the
5 Legislative Assembly;

6 "(b) Earnings received on moneys in the fund; and

7 "(c) Other amounts deposited into the fund from any source.

8 **"SECTION 49.** ORS 417.782 is amended to read:

"417.782. (1) The **Department of** Early Learning [Division] and Care may 9 make grants from the Early Childhood Equity Fund established under ORS 10 417.781 to culturally specific early learning, early childhood and parent sup-11 port programs in this state that build capacity in communities, ensure chil-12 dren start kindergarten ready to succeed and support families to be stable, 13 healthy and attached. For purposes of this subsection, a program is in this 14 state if the program serves communities within the geographic boundaries 15of this state, including communities within Indian country of a federally re-16 cognized Oregon Indian tribe that is within the geographic boundaries of this 17 state. 18

19 "(2) To receive a grant under this section, a program must:

"(a) Provide outreach, support and resources to children and families who
are at risk because of any combination of two or more factors, including
their race, ethnicity, English language proficiency, socioeconomic status and
geographic location; and

"(b) Demonstrate a proven ability to provide outreach, support and resources to children and families described in paragraph (a) of this subsection.
"(3) The [division] department shall monitor capacity needs and provide
technical assistance to grantees.

"(4) The [division] department shall conduct a biennial evaluation of
 programs that receive grants under this section. The evaluation shall include
 measurement of outcomes that align with:

"(a) Current research regarding positive child and family indicators, including family stability and early childhood school readiness; and

3 "(b) Culturally specific approaches.

"(5) The Early Learning Council, in consultation with the [division] department, shall adopt rules necessary to carry out the provisions of this
section. The rules shall include requirements for grant eligibility under this
section.

8 "(6) On or before September 15 of each odd-numbered year, the [division] 9 **department** shall submit to the interim committees of the Legislative As-10 sembly related to early childhood and child welfare a report on the status 11 and impact of grants made to programs under this section. The report shall 12 include changes in the capacity of culturally specific organizations and the 13 results of any biennial evaluations conducted in accordance with subsection 14 (4) of this section.

¹⁵ **"SECTION 50.** ORS 417.784 is amended to read:

16 "417.784. (1) As used in this section:

17 "(a) 'Local entity' includes:

18 "(A) An Early Learning Hub designated under ORS 417.827;

- 19 "(B) A resource and referral entity;
- 20 "(C) An education service district;
- 21 "(D) A federal Head Start program;
- 22 "(E) A community-based organization; or

"(F) Any entity identified by the **Department of** Early Learning [*Divi- sion*] and Care.

²⁵ "(b) 'Provider' means a provider of infant and toddler care.

"(c) 'Resource and referral entity' means a resource and referral entity
established under ORS 329A.100 to 329A.135.

"(2) The **Department of** Early Learning [*Division*] **and Care** shall administer an infant and toddler care program to improve access to high quality infant and toddler care for families whose incomes, at the time of

1 enrollment, are at or below 200 percent of the federal poverty guidelines.

"(3)(a) Each biennium, each Early Learning Hub, in consultation with
resource and referral entities, shall complete a community plan. The plan
must include the following for the region served by the Early Learning Hub:
"(A) Identification of priority populations of children and families to enroll in the program;

7 "(B) Assessment of the availability of high-quality infant and toddler care;

8 "(C) Identification of existing providers and opportunities to increase the
9 number and enrollment capacity of providers;

"(D) Prioritization of local entities to serve as providers based on com munity need and enrollment capacity;

"(E) Identification of local entities to serve as fiscal agents for multiple
 providers;

14 "(F) Identification of methods for increasing the enrollment capacity of 15 providers and for providing professional development to providers; and

16 "(G) Identification of other services related to infant and toddler care.

"(b) After completing a community plan described in paragraph (a) of this
subsection, an Early Learning Hub shall submit the plan to the [*Early Learning Division*] department for approval based on rules adopted by the
Early Learning Council.

"(4)(a) The [*Early Learning Division*] **department** shall contract with resource and referral entities to recruit eligible providers to participate in the infant and toddler care program established under this section.

"(b) To be eligible to participate in the program, a provider must demon strate a commitment and ability to:

"(A) Address the needs identified in the community plan approved by the
 [*Early Learning Division*] department under subsection (3) of this section;

²⁸ "(B) Provide care to infants and toddlers;

"(C) Serve families whose incomes, at the time of enrollment, are at or
below 200 percent of the federal poverty guidelines; and

"(D) Serve families who otherwise meet criteria established by the EarlyLearning Council by rule.

"(5)(a) The [Early Learning Division] department shall identify a local
entity within each Early Learning Hub region that shall be responsible for
awarding grants and contracts to providers who meet the eligibility criteria
established under subsection (4) of this section.

"(b) Before a provider may be awarded a grant or contract under this
section, the provider must agree to participate in any quality improvement
and professional development activities necessary to meet the standards established by the [*Early Learning Division*] department.

11 "(6) Resource and referral entities shall:

"(a) In consultation with each provider awarded a grant or contract under
 this section, develop a quality improvement and professional development
 plan for the provider; and

"(b) Provide coaching and other professional development services neces sary to execute the plan developed under this subsection.

17 "SECTION 51. ORS 417.788, as amended by section 5 of this 2021 Act, is 18 amended to read:

¹⁹ "417.788. (1) The **Department of** Early Learning [*Division*] **and Care** ²⁰ shall support Relief Nursery programs statewide as funding becomes avail-²¹ able. Funding to support Relief Nursery programs may include, but is not ²² limited to:

23 "(a) Administrative costs;

"(b) Costs for direct service personnel, equipment, supplies and operating
 expenses;

- 26 "(c) Start-up costs;
- 27 "(d) Classroom furniture and materials;
- ²⁸ "(e) Playground equipment;
- 29 "(f) Computers; and
- 30 "(g) Transportation vehicles.

"(2) The [division] department may encourage communities to establish Relief Nursery programs for young children who are at risk and their families. Communities may choose to establish regional Relief Nursery programs. The Relief Nursery programs shall be consistent with the statewide early learning system coordinated by the Early Learning Council.

6 "(3) Relief Nursery programs shall participate in a statewide independent 7 evaluation conducted by the Oregon Association of Relief Nurseries to doc-8 ument improved child safety, reduction in foster care placements, progress 9 in healthy child development and improvement in family functioning and 10 support.

"(4) Each Relief Nursery program that receives state funding shall have financial support from the community that, excluding any amounts distributed to the Relief Nursery program pursuant to ORS 131A.360 (4)(d) and 131A.365 (3)(d), is at least equal to 25 percent of any state allocation.

"(5) The [division] **department** shall adopt rules necessary for the administration of this section, including rules requiring that any public funds received by Relief Nursery programs be used to achieve the outcomes identified in subsection (3) of this section.

¹⁹ "SECTION 52. ORS 417.790 is amended to read:

"417.790. The Department of Early Learning [Division] and Care shall:
"(1) Make grants to fund research-based services and initiatives to improve outcomes for children, youth or families.

"(2) Make Great Start grants to fund community-based programs for children zero through six years of age. A recipient shall use Great Start grant funds to provide research-based early childhood programs in community settings and to provide services that have proven to be successful and that meet the needs of the community. These services shall be provided in accordance with ORS 417.728.

"(3) Make grants under ORS 417.782 to fund culturally specific early learning, early childhood and parent support programs that build capacity in communities to provide culturally appropriate services to ensure children
 start kindergarten ready to succeed and to support family stability.

"SECTION 53. ORS 417.793, as amended by section 6 of this 2021 Act, is
amended to read:

5 "417.793. The **Department of** Early Learning [*Division*] **and Care** shall 6 support parents-as-teachers programs statewide as funding becomes available. 7 If a program is offered, the program shall be part of a comprehensive, 8 research-based approach to parent education and support. The program shall 9 be consistent with the statewide early learning system plan coordinated by 10 the Early Learning Council.

"SECTION 54. ORS 417.795, as amended by section 4 of this 2021 Act, is amended to read:

"417.795. (1) The Department of Early Learning [Division] and Care
 shall establish Healthy Families Oregon programs in all counties of this
 state as funding becomes available.

"(2) These programs shall be nonstigmatizing, voluntary and designed to
 achieve the appropriate early childhood benchmarks and shall:

"(a) Ensure that express written consent is obtained from the family prior
to any release of information that is protected by federal or state law and
before the family receives any services;

"(b) Ensure that services are voluntary and that, if a family chooses not to accept services or ends services, there are no adverse consequences for those decisions;

"(c) Offer a voluntary comprehensive risk assessment of all children, from
zero through three years of age, and their families in coordination with
statewide early learning system screening and referral efforts;

"(d) Ensure that the disclosure of information gathered in conjunction with the voluntary comprehensive risk assessment of children and their families is limited pursuant to ORS 417.728 (7) to the following purposes:

30 "(A) Providing services under the programs to children and families who

1 give their express written consent;

2 "(B) Providing statistical data that are not personally identifiable;

"(C) Accomplishing other purposes for which the family has given express
written consent; and

5 "(D) Meeting the requirements of mandatory state and federal disclosure 6 laws;

"(e) Ensure that risk factors used in the risk screen are limited to those
risk factors that have been shown by research to be associated with poor
outcomes for children and families;

"(f) Identify, as early as possible, families that would benefit most from
 the programs;

"(g) Provide parenting education and support services, including but not
 limited to community-based home visiting services;

"(h) Provide other supports, including but not limited to referral to and linking of community and public services for children and families such as mental health services, alcohol and drug treatment programs that meet the standards promulgated by the Oregon Health Authority under ORS 430.357, child care, food, housing and transportation;

"(i) Coordinate services for children consistent with other services pro vided through the Oregon Early Learning System;

21 "(j) Integrate data with any common data system for early childhood 22 programs;

²³ "(k) Be included in a statewide independent evaluation to document:

24 "(A) Level of screening and assessment;

²⁵ "(B) Incidence of child abuse and neglect;

²⁶ "(C) Change in parenting skills; and

27 "(D) Rate of child development;

"(L) Be included in a statewide training program in the dynamics of the
skills needed to provide early childhood services, such as assessment and
home visiting; and

1 "(m) Meet statewide quality assurance and quality improvement stan-2 dards.

"(3) The Healthy Families Oregon programs, in coordination with statewide home visiting partners, shall:

5 "(a) Identify existing services and describe and prioritize additional ser-6 vices necessary for a voluntary home visit system;

7 "(b) Build on existing programs;

8 "(c) Maximize the use of volunteers and other community resources that
9 support all families;

"(d) Target, at a minimum, all prenatal families and families with children less than three months of age and provide services through at least the child's third birthday; and

"(e) Ensure that home visiting services provided by local home visiting
 partners for children and pregnant women support and are coordinated with
 local Healthy Families Oregon programs.

"(4) Through a Healthy Families Oregon program, a trained home visitor shall be assigned to each family assessed as at risk that consents to receive services through the trained home visitor. The trained home visitor shall conduct home visits and assist the family in gaining access to needed services.

"(5) The services required by this section shall be provided by hospitals, public or private entities or organizations, or any combination thereof, capable of providing all or part of the family risk assessment and the follow-up services. In granting a contract, collaborative contracting or requests for proposals may be used and must include the most effective and consistent service delivery system.

"(6) The family risk assessment and follow-up services for families at risk
shall be provided by trained home visitors organized in teams supervised by
a manager.

30 "(7) Each Healthy Families Oregon program shall adopt disciplinary pro-

cedures for trained home visitors and other employees of the program. The
procedures shall provide appropriate disciplinary actions for trained home
visitors and other employees who violate federal or state law or the policies
of the program.

5

"SECTION 55. ORS 417.796 is amended to read:

6 "417.796. (1) The **Department of** Early Learning [*Council*] **and Care** 7 shall:

8 "(a) Conduct a periodic statewide needs assessment concerning the quality 9 and availability of early childhood education and development programs and 10 services for children from birth to school age, including an assessment of the 11 availability of high-quality prekindergarten services for low-income children 12 in this state.

"(b) Identify opportunities for, and barriers to, collaboration and coordination among federally funded and state-funded child care and early childhood education and development programs and services, including collaboration and coordination among state agencies responsible for administering those programs and services.

"(c) Develop recommendations for increasing the overall participation of children in existing federal, state and local early childhood education and development programs and services, including outreach to underrepresented and special populations.

"(d) Develop recommendations for establishing a unified data collection
 system for public early childhood education and development programs and
 services throughout this state.

"(e) Develop recommendations regarding statewide professional develop ment and career advancement plans for providers of early childhood educa tion and development programs and services in this state.

"(f) Assess the capacity and effectiveness of two-year and four-year public and private institutions of higher education in this state in supporting the development of early childhood educators, including the extent to which the institutions have articulation agreements, professional development and career advancement plans, and internships or other training opportunities that allow students to spend time with children enrolled in the federal Head Start program or another prekindergarten program. The assessment conducted under this paragraph must be conducted in coordination with appropriate higher education governance bodies.

"(g) Make recommendations for improvements in state early learning
standards and undertake efforts to develop high-quality comprehensive early
learning standards when appropriate.

"(2) The [council] **department** shall hold public hearings and provide an opportunity for public comment in relation to the actions described in subsection (1) of this section.

"(3)(a) The [council] department shall submit an annual statewide strategic report addressing the activities described in subsection (1) of this section to the State Director of Head Start Collaboration, the Legislative Assembly and the Governor.

"(b) Following submission of a statewide strategic report described in paragraph (a) of this subsection, the [council] **department** may meet periodically to review the implementation of the recommendations in the report and to review any changes in state or local needs.

²¹ "SECTION 56. ORS 417.827 is amended to read:

²² "417.827. (1) As used in this section and ORS 417.829:

"(a) 'Early Learning Hub' means any entity designated by regional partners to coordinate early learning services, as determined by rules adopted
by the Early Learning Council.

"(b) 'Regional partners' includes counties, cities, school districts, education service districts, community colleges, public universities, private educational institutions, faith-based organizations, nonprofit service providers and tribes.

³⁰ "(2) The council shall implement and coordinate a system that coordinates

the delivery of early learning services to the communities of this state
through the direction of Early Learning Hubs. The system may not include
more than 16 Early Learning Hubs.

4 "(3) The system implemented and coordinated by the council must ensure5 that:

6 "(a) Providers of early learning services are accountable for outcomes;

7 "(b) Services are provided in a cost-efficient manner; and

"(c) The services provided, and the means by which those services are
provided, are focused on the outcomes of the services.

"(4) The council shall develop and implement a process for requesting proposals from entities to become Early Learning Hubs. Proposals submitted under this subsection must comply with criteria and requirements adopted by the council by rule, including:

"(a) The entity will be able to coordinate the provision of early learning services to the community that will be served by the entity. An entity may meet the requirement of this paragraph by submitting evidence that local stakeholders, including but not limited to service providers, parents, community members, county governments, local governments and school districts, have participated in the development of the proposal and will maintain a meaningful role in the Early Learning Hub.

"(b) The services coordinated by the entity will be in alignment with the services provided by the public schools of the community that will be served by the entity.

"(c) The entity will be in alignment with, and make advantageous use of, the system of public health care and services available through local health departments and other publicly supported programs delivered through, or in partnership with, counties and coordinated care organizations.

"(d) The entity will be able to integrate efforts among education providers, providers of health care, providers of human services and providers of
other programs and services in the community.

1 "(e) The entity will use coordinated and transparent budgeting.

2 "(f) The entity will operate in a fiscally sound manner.

"(g) The entity must have a governing body or community advisory bodythat:

5 "(A) Has the authority to initiate audits, recommend the terms of a con-6 tract and provide reports to the public and to the council on the outcomes 7 of the provision of early learning services to the community served by the 8 entity.

9 "(B) Has members selected through a transparent process and includes 10 both public and private entities, locally based parents and service recipients, 11 human social service providers, child care providers, health care providers 12 and representatives of local governments from the service area.

"(h) The entity will collaborate on documentation related to coordinated
 services with public and private entities that are identified by the council
 as providers of services that advance the early learning of children.

"(i) The entity will serve a community that is based on the population and service needs of the community and will demonstrate the ability to improve results for at-risk children, including the ability to identify, evaluate and implement coordinated strategies to ensure that a child is ready to succeed in school.

"(j) The entity will be able to raise and leverage significant funds from public and private sources and to secure in-kind support to support early learning services coordinated by the entity and operate in a fiscally sound manner.

"(k) The entity meets any other qualifications established by the council. "(5) The council may adopt by rule requirements that are in addition to the requirements described in subsections (3) and (4) of this section that an entity must meet to qualify as an Early Learning Hub. When developing the additional requirements, the council must use a statewide public process of community engagement that is consistent with the requirements of the fed-

1 eral Head Start Act.

"(6) When determining whether to designate an entity as an Early
Learning Hub, the council shall balance the following factors:

4 "(a) The entity's ability to engage the community and be involved in the5 community.

6 "(b) The entity's ability to produce outcomes that benefit children.

7 "(c) The entity's resourcefulness.

8 "(d) The entity's use, or proposed use, of evidence-based practices.

9 "(7) The council shall develop metrics for the purpose of providing fund-10 ing to Early Learning Hubs designated under this section. The metrics must: 11 "(a) Focus on community readiness, high capacity development and 12 progress toward tracking child outcomes;

"(b) Establish a baseline of information for the area to be served by the Early Learning Hub, including information about the inclusion of community partners in the governance structure of the Early Learning Hub, the availability of data on local programs and outcomes and the success in leveraging private, nonprofit and other governmental resources for early learning; and "(c) Include child performance metrics.

"(8) The council may require that, as a condition of receiving funding as a designated Early Learning Hub under this section, the Early Learning Hub provide matching funding. The percentage of matching funding shall be determined by the council and may vary for each fiscal year. Any moneys received by an Early Learning Hub are subject to the restrictions of this section.

²⁵ "(9) For any community in this state that is not served by an Early ²⁶ Learning Hub, the council shall coordinate and administer the delivery of ²⁷ early learning services for that community and, to the extent practicable, ²⁸ shall regionalize service administration.

"(10) The council may alter the lines of the territory served by an Early Learning Hub only to ensure that all children of this state are served by an Early Learning Hub and receive adequate early learning services for a
 community.

"(11) An entity designated as part of an Early Learning Hub may not use
more than 15 percent of the moneys received by the entity from the
[council] Department of Early Learning and Care to pay administrative
costs of the entity.

"(12) The Department of Human Services or the Oregon Health Authority
may not transfer any authority for determining eligibility for a state or
federal program to an Early Learning Hub.

¹⁰ "SECTION 57. ORS 417.829 is amended to read:

"417.829. (1) Each biennium, the Department of Early Learning
 [Council] and Care shall conduct an evaluation of Early Learning Hubs that
 assesses the efficacy of the Early Learning Hubs with respect to:

"(a) Creating an aligned, coordinated and family-centered system of early
 learning services;

"(b) Increasing coordination and collaboration among entities involved in,
 and providers of services related to, early learning services, education and
 health and human services;

19 "(c) Increasing focus on outcomes; and

"(d) Improving outcomes, including but not limited to outcomes associated
with school readiness, for populations defined by statute or rule as being
at-risk.

"(2) An evaluation performed under subsection (1) of this section must
also assess, with respect to Early Learning Hubs:

25 "(a) Governance structure;

²⁶ "(b) Funding mechanisms and metrics for providing funding; and

27 "(c) Compilation and use of data.

"(3) The [council] department may contract with a third party to perform
an evaluation required by this section.

30 "(4) No later than March 15 of each odd-numbered year, the [council]

department shall submit a report to the interim legislative committees on education and early learning regarding the findings and recommendations made as a result of an evaluation performed under this section. The report shall include any recommendations for legislative changes based upon the findings and recommendations made as a result of the evaluation.

6

"SECTION 58. ORS 419B.005 is amended to read:

"419B.005. As used in ORS 419B.005 to 419B.050, unless the context requires otherwise:

9 "(1)(a) 'Abuse' means:

"(A) Any assault, as defined in ORS chapter 163, of a child and any physical injury to a child which has been caused by other than accidental means, including any injury which appears to be at variance with the explanation given of the injury.

"(B) Any mental injury to a child, which shall include only observable and substantial impairment of the child's mental or psychological ability to function caused by cruelty to the child, with due regard to the culture of the child.

"(C) Rape of a child, which includes but is not limited to rape, sodomy,
unlawful sexual penetration and incest, as those acts are described in ORS
chapter 163.

21 "(D) Sexual abuse, as described in ORS chapter 163.

²² "(E) Sexual exploitation, including but not limited to:

"(i) Contributing to the sexual delinquency of a minor, as defined in ORS 23chapter 163, and any other conduct which allows, employs, authorizes, per-24mits, induces or encourages a child to engage in the performing for people 25to observe or the photographing, filming, tape recording or other exhibition 26which, in whole or in part, depicts sexual conduct or contact, as defined in 27ORS 167.002 or described in ORS 163.665 and 163.670, sexual abuse involving 28a child or rape of a child, but not including any conduct which is part of 29 any investigation conducted pursuant to ORS 419B.020 or which is designed 30

1 to serve educational or other legitimate purposes; and

"(ii) Allowing, permitting, encouraging or hiring a child to engage in
prostitution as described in ORS 167.007 or a commercial sex act as defined
in ORS 163.266, to purchase sex with a minor as described in ORS 163.413
or to engage in commercial sexual solicitation as described in ORS 167.008.

6 "(F) Negligent treatment or maltreatment of a child, including but not 7 limited to the failure to provide adequate food, clothing, shelter or medical 8 care that is likely to endanger the health or welfare of the child.

9 "(G) Threatened harm to a child, which means subjecting a child to a 10 substantial risk of harm to the child's health or welfare.

"(H) Buying or selling a person under 18 years of age as described in ORS
163.537.

"(I) Permitting a person under 18 years of age to enter or remain in or
 upon premises where methamphetamines are being manufactured.

"(J) Unlawful exposure to a controlled substance, as defined in ORS 475.005, or to the unlawful manufacturing of a cannabinoid extract, as defined in ORS 475B.015, that subjects a child to a substantial risk of harm to the child's health or safety.

"(b) 'Abuse' does not include reasonable discipline unless the discipline results in one of the conditions described in paragraph (a) of this subsection.

21 "(2) 'Child' means an unmarried person who:

22 "(a) Is under 18 years of age; or

"(b) Is under 21 years of age and residing in or receiving care or services
at a child-caring agency as that term is defined in ORS 418.205.

- ²⁵ "(3) 'Higher education institution' means:
- ²⁶ "(a) A community college as defined in ORS 341.005;
- ²⁷ "(b) A public university listed in ORS 352.002;
- ²⁸ "(c) The Oregon Health and Science University; and
- ²⁹ "(d) A private institution of higher education located in Oregon.
- 30 "(4)(a) 'Investigation' means a detailed inquiry into or assessment of the

1 safety of a child alleged to have experienced abuse.

"(b) 'Investigation' does not include screening activities conducted upon
the receipt of a report.

4 "(5) 'Law enforcement agency' means:

5 "(a) A city or municipal police department.

6 "(b) A county sheriff's office.

7 "(c) The Oregon State Police.

8 "(d) A police department established by a university under ORS 352.121
9 or 353.125.

10 "(e) A county juvenile department.

11 "(6) 'Public or private official' means:

"(a) Physician or physician assistant licensed under ORS chapter 677 or
 naturopathic physician, including any intern or resident.

14 "(b) Dentist.

"(c) School employee, including an employee of a higher education insti-tution.

"(d) Licensed practical nurse, registered nurse, nurse practitioner, nurse's
aide, home health aide or employee of an in-home health service.

"(e) Employee of the Department of Human Services, Oregon Health Authority, **Department of** Early Learning [*Division*] **and Care**, Department of Education, Youth Development Division, Office of Child Care, the Oregon Youth Authority, a local health department, a community mental health program, a community developmental disabilities program, a county juvenile department, a child-caring agency as that term is defined in ORS 418.205 or an alcohol and drug treatment program.

26 "(f) Peace officer.

27 "(g) Psychologist.

²⁸ "(h) Member of the clergy.

29 "(i) Regulated social worker.

30 "(j) Optometrist.

1 "(k) Chiropractor.

2 "(L) Certified provider of foster care, or an employee thereof.

3 "(m) Attorney.

4 "(n) Licensed professional counselor.

5 "(o) Licensed marriage and family therapist.

6 "(p) Firefighter or emergency medical services provider.

7 "(q) A court appointed special advocate, as defined in ORS 419A.004.

"(r) A child care provider registered or certified under ORS 329A.030 and
329A.250 to 329A.450.

10 "(s) Member of the Legislative Assembly.

11 "(t) Physical, speech or occupational therapist.

12 "(u) Audiologist.

13 "(v) Speech-language pathologist.

14 "(w) Employee of the Teacher Standards and Practices Commission di-15 rectly involved in investigations or discipline by the commission.

16 "(x) Pharmacist.

17 "(y) An operator of a preschool recorded program under ORS 329A.255.

¹⁸ "(z) An operator of a school-age recorded program under ORS 329A.257.

"(aa) Employee of a private agency or organization facilitating the pro vision of respite services, as defined in ORS 418.205, for parents pursuant to
 a properly executed power of attorney under ORS 109.056.

"(bb) Employee of a public or private organization providing child-related
 services or activities:

"(A) Including but not limited to youth groups or centers, scout groups or camps, summer or day camps, survival camps or groups, centers or camps that are operated under the guidance, supervision or auspices of religious, public or private educational systems or community service organizations; and

29 "(B) Excluding community-based, nonprofit organizations whose primary 30 purpose is to provide confidential, direct services to victims of domestic vi1 olence, sexual assault, stalking or human trafficking.

"(cc) A coach, assistant coach or trainer of an amateur, semiprofessional
or professional athlete, if compensated and if the athlete is a child.

4 "(dd) Personal support worker, as defined in ORS 410.600.

⁵ "(ee) Home care worker, as defined in ORS 410.600.

6 "(ff) Animal control officer, as defined in ORS 609.500.

"(gg) Member of a school district board or public charter school governing body.

9 "(hh) An individual who is paid by a public body, in accordance with ORS 10 430.215, to provide a service identified in an individualized written service 11 plan of a child with a developmental disability.

¹² "SECTION 59. ORS 433.301 is amended to read:

"433.301. (1) As used in this section, 'community' means a geographic region, county, tribe or other group of individuals living in proximity as defined by the Oregon Health Authority by rule.

"(2) The authority shall design, implement and maintain a voluntary statewide program to provide universal newborn nurse home visiting services to all families with newborns residing in this state to support healthy child development and strengthen families. The authority shall design the universal newborn nurse home visiting program to be flexible so as to meet the needs of the communities where the program operates.

"(3) In designing the program described in subsection (2) of this section, the authority shall consult, coordinate and collaborate, as necessary, with insurers that offer health benefit plans in this state, hospitals, local public health authorities, the **Department of** Early Learning [*Division*] **and Care**, existing early childhood home visiting programs, community-based organizations and social service providers.

²⁸ "(4) The program must provide nurse home visiting services that are:

"(a) Based on criteria established by the United States Department of
 Health and Human Services for an evidence-based early childhood home vis-

1 iting service delivery model;

"(b) Provided by registered nurses licensed in this state to families caring
for newborns up to the age of six months, including foster and adoptive
newborns;

5 "(c) Provided in the family's home; and

6 "(d) Aimed at improving outcomes in one or more of the following do-7 mains:

- 8 "(A) Child health;
- 9 "(B) Child development and school readiness;
- 10 "(C) Family economic self-sufficiency;

11 "(D) Maternal health;

12 "(E) Positive parenting;

- 13 "(F) Reducing child mistreatment;
- 14 "(G) Reducing juvenile delinquency;
- 15 "(H) Reducing family violence; or
- 16 "(I) Reducing crime.

17 "(5) The services provided in the program must:

"(a) Be voluntary and carry no negative consequences for a family thatdeclines to participate;

20 "(b) Be offered in every community in this state;

"(c) Include an evidence-based assessment of the physical, social and emotional factors affecting the family;

"(d) Be offered to all families with newborns residing in the community
where the program operates;

"(e) Include at least one visit during a newborn's first three months of life
with the opportunity for the family to choose up to three additional visits;

"(f) Include a follow-up visit no later than three months after the lastvisit; and

"(g) Provide information and referrals to address each family's identified
 needs.

"(6) The authority shall collect and analyze data generated by the program to assess the effectiveness of the program in meeting the aims described in subsection (4)(d) of this section and shall work with other state agencies to develop protocols for sharing data, including the timely sharing of data with primary care providers of care to the families with newborns receiving the services.

"(7) In collaboration with the Department of Consumer and Business
Services, the authority shall adopt by rule, consistent with the provisions
of this section, criteria for universal newborn nurse home visiting services
that must be covered by health benefit plans in accordance with ORS
743A.078.

¹² **"SECTION 60.** ORS 609.652 is amended to read:

¹³ "609.652. As used in ORS 609.654:

"(1)(a) 'Aggravated animal abuse' means any animal abuse as described
 in ORS 167.322.

16 "(b) 'Aggravated animal abuse' does not include:

17 "(A) Good animal husbandry, as defined in ORS 167.310; or

¹⁸ "(B) Any exemption listed in ORS 167.335.

19 "(2) 'Law enforcement agency' means:

20 "(a) Any city or municipal police department.

"(b) A police department established by a university under ORS 352.121
or 353.125.

²³ "(c) Any county sheriff's office.

²⁴ "(d) The Oregon State Police.

"(e) A law enforcement division of a county or municipal animal control
agency that employs sworn officers.

"(f) A humane investigation agency as defined in ORS 181A.340 that employs humane special agents commissioned under ORS 181A.340.

- 29 "(3) 'Public or private official' means:
- ³⁰ "(a) A physician, including any intern or resident.

1 "(b) A dentist.

- 2 "(c) A school employee.
- 3 "(d) A licensed practical nurse or registered nurse.

"(e) An employee of the Department of Human Services, Oregon Health
Authority, Department of Early Learning [Division] and Care, Youth Development Division, Office of Child Care, the Oregon Youth Authority, a
local health department, a community mental health program, a community
developmental disabilities program, a county juvenile department, a childcaring agency as defined in ORS 418.205 or an alcohol and drug treatment
program.

11 "(f) A peace officer.

12 "(g) A psychologist.

- 13 "(h) A member of the clergy.
- 14 "(i) A regulated social worker.
- 15 "(j) An optometrist.
- 16 "(k) A chiropractor.
- 17 "(L) A certified provider of foster care, or an employee thereof.

18 "(m) An attorney.

- 19 "(n) A naturopathic physician.
- 20 "(o) A licensed professional counselor.
- ²¹ "(p) A licensed marriage and family therapist.
- ²² "(q) A firefighter or emergency medical services provider.

23 "(r) A court appointed special advocate, as defined in ORS 419A.004.

"(s) A child care provider registered or certified under ORS 329A.030 and
329A.250 to 329A.450.

- ²⁶ "(t) A member of the Legislative Assembly.
- ²⁷ "SECTION 61. ORS 805.205 is amended to read:

²⁸ "805.205. (1) Except as provided in subsection (7) of this section, the De²⁹ partment of Transportation shall provide for issuance of registration plates
³⁰ described in this section for nonprofit groups meeting the qualifications for

tax exempt status under section 501(c)(3) of the Internal Revenue Code and for institutions of higher education. Plates issued under this section may be issued to owners of motor vehicles registered under the provisions of ORS 803.420 (6)(a). Plates issued under this section may not contain expressions of political opinion or religious belief. Rules adopted under this section shall include, but need not be limited to, rules that:

"(a) Specify circumstances under which the department may cease to issue
plates for any particular group.

"(b) Require each group for which plates are issued to file an annual 9 statement on a form designed by the department showing that the group is 10 a nonprofit group or is an institution of higher education and that the group 11 or institution otherwise meets the qualifications imposed for eligibility for 12 plates issued under this section. The statement shall include names and ad-13dresses of current directors or officers of the group or institution or of other 14 persons authorized to speak for the group or institution on matters affecting 15plates issued under this section. 16

"(2)(a) Except as otherwise provided in paragraphs (b) and (c) of this 17 subsection, in addition to any other fee authorized by law, upon issuance of 18 a plate under this section and upon renewal of registration for a vehicle that 19 has plates issued under this section, the department shall collect a surcharge 20for each year of the registration period. The surcharge shall be determined 21by the department by rule and may not be less than \$2.50 per plate or more 22than \$16 per plate. In setting the amount of the surcharge, the department 23shall consult with the nonprofit group for which the plates are issued. 24

"(b) In addition to any other fee authorized by law, upon issuance of a plate under this section that recognizes an institution of higher education in this state, and upon renewal of registration for a vehicle that has such plates, the department shall collect a surcharge of \$8 per plate for each year of the registration period.

30 "(c) In addition to any other fee authorized by law, upon issuance of a

Share the Road registration plate the department shall collect a surcharge
 of \$5 per year of registration.

"(3) Plates issued under this section shall be from the current regular
issue of plates except that:

5 "(a) If the group requesting the plates is an institution of higher educa-6 tion, the plates shall, upon request, contain words that indicate the plates 7 are issued to recognize the institution or shall contain the institution's logo 8 or an image of the institution's mascot; or

9 "(b) If the group requesting the plates is a group that recognizes fallen 10 public safety officers, the plates shall, upon request, contain a decal that 11 indicates the plates are issued to recognize fallen public safety officers.

"(4) Except as otherwise required by the design chosen, the plates shall comply with the requirements of ORS 803.535. The department shall determine how many sets of plates shall be manufactured for each group approved under this section. If the department does not sell or issue renewal for 500 sets of plates for a particular group in any one year, the department shall cease production of those plates.

"(5) Except as otherwise provided in subsection (6) of this section, each 18 group that is found by the department to be eligible for plates issued under 19 this section may designate an account into which the net proceeds of the 20surcharge collected by the department under subsection (2) of this section 21are to be deposited. The department shall keep accurate records of the 22number of plates issued for each group that qualifies. After payment of ad-23ministrative expenses of the department, moneys collected under this section 24for each group shall be deposited by the department into an account specified 25by that group. If any group does not specify an account for the moneys col-26lected from the sale of plates issued under this section, the department shall 27deposit moneys collected for those plates into the Passenger Rail Transpor-28tation Account established under ORS 802.100 to be used as other moneys in 29 the account are used. Deposits under this subsection shall be made at least 30

1 quarterly.

"(6)(a) Each institution of higher education that requests a plate under
this section shall designate an account in the general fund of the institution,
and the proceeds in the account shall be used for the purpose of academic
enrichment at the institution.

"(b) Net proceeds of the surcharge collected by the department for Share 6 the Road registration plates shall be deposited into two accounts designated 7 by The Street Trust Community Fund and Cycle Oregon. The department 8 shall evenly distribute the net proceeds to each account. Deposits under this 9 paragraph shall be made at least quarterly. At any time that the department 10 determines that the accounts designated by The Street Trust Community 11 Fund and Cycle Oregon cease to exist, the department may deposit the pro-12 ceeds into the Passenger Rail Transportation Account established under ORS 13802.100. 14

"(c) Net proceeds of the surcharge collected by the department for Keep 15Kids Safe registration plates shall be deposited into an account designated 16 by the Children's Trust Fund of Oregon Foundation to fund strategies and 17 approaches shown to prevent or reduce child abuse. Deposits made under this 18 paragraph shall be made at least quarterly. At any time that the department 19 determines that the account designated by the Children's Trust Fund of 20Oregon Foundation ceases to exist, the department shall deposit the proceeds 21into the Keep Kids Safe Registration Plate Account established in ORS 22805.207. At the beginning of each biennium, the **Department of** Early 23Learning [Council] and Care shall evenly distribute the moneys in the Keep 24Kids Safe Registration Plate Account to the counties in this state, until each 25county receives \$1,000. After each county has received \$1,000, the [council] 26**Department of Early Learning and Care** shall distribute any remaining 27moneys to each county in an amount equal to the percentage of Keep Kids 28Safe registration plates sold in that county. Each county shall use the mon-29 eys received under this paragraph solely for the purpose of funding strategies 30

1 and approaches shown to prevent or reduce child abuse.

2 "(7) The Department of Transportation may not accept applications to 3 create new group registration plates on or after August 12, 2015.

4 "SECTION 62. ORS 805.207 is amended to read:

⁵ "805.207. The Keep Kids Safe Registration Plate Account is established ⁶ within the **Department of** Early Learning [*Division*] **and Care** Fund. All ⁷ moneys received by the **Department of** Early Learning [*Council*] **and Care** ⁸ from the sale of Keep Kids Safe registration plates shall be deposited into ⁹ the account and are continuously appropriated to the [*council*] **department** ¹⁰ to be distributed to counties as provided in ORS 805.205.

"SECTION 63. ORS 329.145, 329.150, 329.190, 329A.490 and 329A.493 are
 repealed.

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"TRANSITION OF EARLY LEARNING DIVISION TO THE DEPARTMENT OF EARLY LEARNING AND CARE

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"SECTION 64. (1) Sections 12 and 13 of this 2021 Act, the amend-17ments to ORS 131A.360, 131A.365, 183.459, 279A.050, 326.425, 326.430, 18 326.435, 327.269, 327.274, 329.155, 329.156, 329.165, 329.170, 329.172, 329.175, 19 329.181, 329.183, 329.185, 329.195, 329.200, 329.219, 329.841, 329.843, 329.845, 20329A.010, 329A.120, 329A.135, 329A.250, 329A.261, 329A.712, 336.101, 336.104, 21343.465, 343.475, 343.499, 417.781, 417.782, 417.784, 417.788, 417.790, 417.793, 22417.795, 417.796, 417.827, 417.829, 419B.005, 433.301, 609.652, 805.205 and 23805.207 by sections 11 and 14 to 62 of this 2021 Act and the repeal of 24ORS 329.145, 329.150, 329.190, 329A.490 and 329A.493 by section 63 of this 252021 Act become operative on July 1, 2022. 26

"(2) Notwithstanding the operative date set forth in subsection (1)
of this section, the Early Learning Division and the Department of
Education may take any action before the operative date set forth in
subsection (1) of this section that is necessary for the Department of

Early Learning and Care to exercise, on and after the operative date 1 set forth in subsection (1) of this section, all of the duties, functions $\mathbf{2}$ and powers conferred on the Department of Early Learning and Care 3 by sections 12 and 13 of this 2021 Act and the amendments to ORS 4 131A.360, 131A.365, 183.459, 279A.050, 326.425, 326.430, 326.435, 327.269, $\mathbf{5}$ 327.274, 329.155, 329.156, 329.165, 329.170, 329.172, 329.175, 329.181, 329.183, 6 329.185, 329.195, 329.200, 329.219, 329.841, 329.843, 329.845, 329A.010, 7 329A.120, 329A.135, 329A.250, 329A.261, 329A.712, 336.101, 336.104, 343.465, 8 343.475, 343.499, 417.781, 417.782, 417.784, 417.788, 417.790, 417.793, 417.795, 9 417.796, 417.827, 417.829, 419B.005, 433.301, 609.652, 805.205 and 805.207 by 10 sections 11 and 14 to 62 of this 2021 Act. 11

"(3) For the purpose of ensuring that the Department of Early 12 Learning and Care may exercise, on and after the operative date set 13 forth in subsection (1) of this section, all of the duties, functions and 14 powers conferred on the Department of Early Learning and Care by 15sections 12 and 13 of this 2021 Act and the amendments to ORS 16 131A.360, 131A.365, 183.459, 279A.050, 326.425, 326.430, 326.435, 327.269, 17327.274, 329.155, 329.156, 329.165, 329.170, 329.172, 329.175, 329.181, 329.183, 18 329.185, 329.195, 329.200, 329.219, 329.841, 329.843, 329.845, 329A.010, 19 329A.120, 329A.135, 329A.250, 329A.261, 329A.712, 336.101, 336.104, 343.465, 20343.475, 343.499, 417.781, 417.782, 417.784, 417.788, 417.790, 417.793, 417.795, 21417.796, 417.827, 417.829, 419B.005, 433.301, 609.652, 805.205 and 805.207 by 22sections 11 and 14 to 62 of this 2021 Act, the Early Learning Division 23and the Department of Education shall develop and implement a plan 24that provides for a seamless transfer of duties, functions and powers. 25"(4) The Governor shall resolve any disputes related to the plan 26developed and implemented under subsection (3) of this section, and 27the Governor's decision is final. 28

²⁹ "<u>SECTION 65.</u> (1) The amendments to ORS 326.430 by section 11 of ³⁰ this 2021 Act are intended to establish the Department of Early Learning and Care as a state agency that is a continuation of the
 Early Learning Division but separate from the Department of Educa tion.

"(2) For the purpose of making the Department of Early Learning
and Care separate from the Department of Education, the Superintendent of Public Instruction shall:

"(a) Deliver to the Department of Early Learning and Care all records and property within the jurisdiction of the superintendent that
relate to the duties, functions and powers transferred by the amendments to ORS 326.430 by section 11 of this 2021 Act; and

"(b) Transfer to the Department of Early Learning and Care those
employees engaged primarily in the exercise of the duties, functions
and powers transferred by the amendments to ORS 326.430 by section
11 of this 2021 Act.

15 "(3) The Early Learning System Director shall take possession of 16 the records and property, and shall take charge of the employees and 17 employ them in the exercise of the duties, functions and powers of the 18 Department of Early Learning and Care without reduction of com-19 pensation but subject to change or termination of employment or 20 compensation as provided by law.

"(4) The Governor shall resolve any dispute between the Department of Education and the Department of Early Learning and Care relating to transfers of records, property and employees under this section, and the Governor's decision is final.

²⁵ "<u>SECTION 66.</u> (1) The unexpended balances of amounts authorized ²⁶ to be expended by the Department of Education for the biennium be-²⁷ ginning July 1, 2021, from revenues dedicated, continuously appropri-²⁸ ated, appropriated or otherwise made available for the purpose of ²⁹ administering and enforcing the duties, functions and powers of the ³⁰ Early Learning Division that are transferred by the amendments to

ORS 326.430 by section 11 of this 2021 Act are transferred to and are available for expenditure by the Department of Early Learning and Care for the biennium beginning July 1, 2021, for the purpose of administering and enforcing the duties, functions and powers transferred to the Department of Early Learning and Care by the amendments to ORS 326.430 by section 11 of this 2021 Act.

"(2) The expenditure classifications, if any, established by Acts authorizing or limiting expenditures by the Department of Education
remain applicable to expenditures by the Department of Early Learning and Care under this section.

"SECTION 67. The transfer of duties, functions and powers to the 11 Department of Early Learning and Care by the amendments to ORS 12 326.430 by section 11 of this 2021 Act does not affect any action, pro-13 ceeding or prosecution involving or with respect to such duties, func-14 tions and powers begun before and pending at the time of the transfer, 15except that the Department of Early Learning and Care is substituted 16 for the Early Learning Division or the Department of Education in the 17 action, proceeding or prosecution. 18

"SECTION 68. (1) Nothing in sections 12 and 13 of this 2021 Act, the 19 amendments to ORS 131A.360, 131A.365, 183.459, 279A.050, 326.425, 20326.430, 326.435, 327.269, 327.274, 329.155, 329.156, 329.165, 329.170, 329.172, 21329.175, 329.181, 329.183, 329.185, 329.195, 329.200, 329.219, 329.841, 329.843, 22329.845, 329A.010, 329A.120, 329A.135, 329A.250, 329A.261, 329A.712, 336.101, 23336.104, 343.465, 343.475, 343.499, 417.781, 417.782, 417.784, 417.788, 417.790, 24417.793, 417.795, 417.796, 417.827, 417.829, 419B.005, 433.301, 609.652, 805.205 25and 805.207 by sections 11 and 14 to 62 of this 2021 Act or the repeal 26of ORS 329.145, 329.150, 329.190, 329A.490 and 329A.493 by section 63 of 27this 2021 Act relieves a person of a liability, duty or obligation accru-28ing under or with respect to the duties, functions and powers trans-29 ferred by the amendments to ORS 326.430 by section 11 of this 2021 Act. 30

1 The Department of Early Learning and Care may undertake the col-2 lection or enforcement of any such liability, duty or obligation.

"(2) The rights and obligations of the Early Learning Division or the 3 Department of Education on behalf of the Early Learning Division le-4 gally incurred under contracts, leases and business transactions exe- $\mathbf{5}$ cuted, entered into or begun before the operative date of the 6 amendments to ORS 326.430 by section 11 of this 2021 Act are trans-7 ferred to the Department of Early Learning and Care. For the purpose 8 of succession to these rights and obligations, the Department of Early 9 Learning and Care is a continuation of the Early Learning Division 10 and not a new authority. 11

"SECTION 69. Notwithstanding the transfer of duties, functions and 12 powers by the amendments to ORS 326.430 by section 11 of this 2021 13 Act, the rules of the State Board of Education in effect on the opera-14 tive date of the amendments to ORS 326.430 by section 11 of this 2021 15Act continue in effect until superseded or repealed by rules of the 16 Early Learning Council. References in rules of the State Board of Ed-17 ucation to the Early Learning Division or an officer or employee of the 18 Early Learning Division are considered to be references to the De-19 partment of Early Learning and Care or an officer or employee of the 20**Department of Early Learning and Care.** 21

²² "<u>SECTION 70.</u> Whenever, in any statutory law or resolution of the ²³ Legislative Assembly or in any rule, document, record or proceeding ²⁴ authorized by the Legislative Assembly, reference is made to the Early ²⁵ Learning Division or an officer or employee of the Early Learning Di-²⁶ vision, the reference is considered to be a reference to the Department ²⁷ of Early Learning and Care or an officer or employee of the Depart-²⁸ ment of Early Learning and Care.

29 "<u>SECTION 71.</u> (1) The amendments to ORS 326.430 by section 11 of 30 this 2021 Act are intended to change the name of the 'Early Learning' 1 Division' to the 'Department of Early Learning and Care.'

2 "(2) For the purpose of harmonizing and clarifying statutory law, 3 the Legislative Counsel may substitute for words designating the 4 'Early Learning Division' or its officers, wherever they occur in stat-5 utory law, words designating the 'Department of Early Learning and 6 Care' or its officers.

"SECTION 72. For the purpose of harmonizing and clarifying statutory law, the Legislative Counsel may substitute for words designating the 'Early Learning Division Fund,' wherever they occur in statutory law, words designating the 'Department of Early Learning and Care Fund.'

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"TRANSFER OF EMPLOYMENT RELATED DAY CARE TO THE DEPARTMENT OF EARLY LEARNING AND CARE

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"SECTION 73. ORS 329A.500, as amended by section 8 of this 2021 Act,
 is amended to read:

"329A.500. (1) As used in this section, 'family' means any individual who
is responsible for the care, control and supervision of a child.

"(2) The [Department of Human Services and the] Early Learning Council
shall adopt rules for the operation of the Employment Related Day Care
subsidy program administered by the Department of Early Learning and
Care.

"(3) The rules adopted under this section must support equitable access
to a supply of diverse child care providers that meet the needs of families,
as those needs are defined by the [*department*] council by rule, including:

- 27 "(a) Cultural diversity;
- 28 "(b) Linguistic diversity;
- 29 "(c) Racial and ethnic diversity; and
- 30 "(d) Diversity of provider types.

1 "(4) The rules adopted under this section must provide that:

"(a) A child's eligibility to participate in the Employment Related Day
Care subsidy program must be based on:

4 "(A) The household income of a child's family;

"(B) The availability of the family to attend to the child, regardless of the
family's physical presence; and

7 "(C) Any other criteria established by the [department] council.

8 "(b) A child must be able to receive care that:

9 "(A) Meets the child's developmental needs; and

"(B) Enables the child's family to complete activities that relate to family
 well-being, which may include the family's work hours, education hours,
 commute time, study time and medical needs.

"(c) A child care provider may be eligible to receive a higher rate
 of reimbursement or other financial incentives for:

15 "(A) Participating in quality improvement measures;

"(B) Providing culturally or linguistically specific or appropriate
 care;

18 "(C) Providing evening, overnight or weekend care;

¹⁹ "(D) Providing care to children with a diagnosed disability;

20 "(E) Providing infant or toddler care;

21 "(F) Providing care to a population that has been identified as his-22 torically having an inadequate child care provider supply; or

"(G) Providing any other specialized care that justifies a higher rate
of reimbursement.

"(5) Taking into account the availability of funds, the rules adopted under
this section must provide that:

"(a) Eligibility to participate in the child care subsidy program may
not be based on the citizenship or legal status of a child or a child's
family.

30 "(b) If a child meets the initial eligibility requirements prescribed

under subsection (4) of this section, the child shall remain eligible for a minimum of 12 months from the date of initial eligibility unless the child's family leaves the state, requests a termination of benefits or refuses to remit a copayment for child care. Rules adopted under this paragraph may give priority to families receiving temporary assistance under the temporary assistance for needy families program described in ORS 412.006.

8 "(c) A sliding scale for copayment shall be established, with the require-9 ment that a copayment may not exceed seven percent of the household in-10 come of the child's family.

"(6) In developing rules under this section, the [*department*] **council** shall consider policies for increasing the stability and continuity of a child's access to a family's preferred child care provider.

"(7) Rules adopted by the [*department*] **council** under this section establish minimum requirements pertaining to the Employment Related Day Care subsidy program and may not be construed to preempt, limit or otherwise diminish the applicability of any policy, standard or collective bargaining agreement that provides for an increased subsidy or a child care provider reimbursement amount under state or federal law.

"(8)(a) The [*department*] **council** shall work to meet federal recommendations for income eligibility and market access in regard to the Employment Related Day Care subsidy program administered by the [*department*] **council**.

"(b) Notwithstanding any provision of this section or any rule adopted by the [*department*] **council** pursuant to this section, the laws and regulations applicable to the any federal funds shall govern when any aspect of child care is funded by federal funds.

"SECTION 74. ORS 329A.505, as amended by section 8a of this 2021 Act,
is amended to read:

³⁰ "329A.505. (1) At any reasonable time, an authorized representative of the

Office of Child Care may conduct an inspection or investigation of a regu lated subsidy facility, as defined by the Early Learning Council by rule.

"(2) When conducting an investigation under this section, the Office of
Child Care may:

5 "(a) Take evidence;

6 "(b) Take the depositions of witnesses, including the person under inves-7 tigation, in the manner prescribed by law for depositions in civil actions;

"(c) Compel the appearance of witnesses, including the person under investigation, in the manner prescribed by law for appearances in civil actions;
"(d) Require answers to interrogatories;

11 "(e) Compel the production of books, papers, accounts, documents or tes-12 timony that pertains to the matter under investigation;

13 "(f) Issue subpoenas; and

14 "(g) Inspect the premises of the facility under investigation.

15 "(3) The Office of Child Care may, as a condition of finalizing an in-16 spection, require improvements, corrections or other measures to ensure that 17 the regulated subsidy facility complies with the requirements under the rules 18 adopted under this section.

"(4) In addition to any rules adopted under ORS 329A.500, the Early Learning Council[, *in consultation with the Department of Human Services*,] may adopt rules to establish minimum health and safety standards for regulated subsidy facilities and for the administration of this section.

²³ "SECTION 75. ORS 315.264 is amended to read:

"315.264. (1)(a) A credit against the tax otherwise due under ORS chapter 316 shall be allowed a taxpayer in an amount equal to a percentage of employment-related expenses of a type allowable as a credit pursuant to section 21 of the Internal Revenue Code, notwithstanding the limitation imposed by section 21(c) of the Internal Revenue Code, and limited as provided in paragraph (c) of this subsection.

30 "(b) The credit allowed under this section may be claimed for expenses

for care of a qualifying individual that allow a nonmarried taxpayer to seek
 employment or to attend school on a full-time or part-time basis.

"(c) The employment-related expenses for which a credit is claimed under
this section may not exceed the least of:

5 "(A) Earned income taxable by Oregon and reportable on the taxpayer's 6 return;

"(B) The lesser amount of earned income taxable by Oregon earned by
either spouse, if reportable on a joint return; or

9 "(C) \$12,000 for a taxpayer for which there is one qualifying individual, 10 or \$24,000 for a taxpayer for which there are two or more qualifying indi-11 viduals.

"(d) The limitations in paragraph (c)(C) of this subsection shall be reduced by the aggregate amount excludable under section 129 of the Internal
Revenue Code for the tax year.

"(2) The applicable percentage described in subsection (1) of this section
 shall be determined in accordance with the following table:

" 17 18 Greater of Federal 19 or Oregon Adjusted 20Gross Income, as Applicable percentage based on age of youngest 21Percentage of Federal qualifying individual on January 1 of tax year 22**Poverty Level** 2324At least 6 years 25but less than 26At least 13, or at least 273 years 13 but less 18 years or than 18 if Under 3 28Greater Less than but less older if 29 than 6 disabled disabled than or equal to years 30 0% 10%10% 8% 5%5%

1	10%	20%	20%	18%	15%	5%
2	20%	30%	30%	28%	25%	10%
3	30%	40%	40%	38%	35%	20%
4	40%	50%	50%	48%	45%	30%
5	50%	60%	55%	53%	50%	35%
6	60%	70%	60%	58%	55%	40%
7	70%	80%	65%	63%	60%	45%
8	80%	90%	70%	68%	65%	50%
9	90%	110%	75%	73%	70%	55%
10	110%	120%	71%	69%	66%	50%
11	120%	130%	66%	64%	61%	45%
12	130%	140%	61%	59%	56%	39%
13	140%	150%	55%	53%	50%	33%
14	150%	160%	50%	48%	45%	28%
15	160%	200%	47%	45%	42%	25%
16	200%	210%	45%	43%	40%	22%
17	210%	220%	40%	38%	35%	20%
18	220%	230%	35%	33%	30%	15%
19	230%	240%	30%	28%	25%	10%
20	240%	250%	20%	18%	15%	5%
21	250%	260%	10%	8%	5%	5%
22	260%	280%	6%	6%	4%	4%
23	280%	300%	4%	4%	4%	4%
24	300%	-	0%	0%	0%	0%
25	"					

"(3) The applicable percentage for a household in excess of eight members
shall be calculated as if for a household size of eight members.

"(4) The credit under this section is not allowed to a taxpayer with federal adjusted gross income or Oregon adjusted gross income, whichever is greater, in excess of 300 percent of the federal poverty level. "(5) In order to ensure compliance with the eligibility requirements of the credit allowed under this section, the Department of Revenue shall be afforded access to utilization data maintained by the Department of [*Human Services*] **Early Learning and Care** in its administration of the Employment Related Day Care **subsidy** program.

6 "(6) The Department of Revenue may assess a penalty in an amount not 7 to exceed 25 percent of the amount of credit claimed by the taxpayer against 8 any taxpayer who knowingly claims or attempts to claim any amount of 9 credit under this section for which the taxpayer is ineligible, or against any 10 individual who knowingly assists another individual in claiming any amount 11 of credit for which the individual is ineligible.

"(7) The Department of Revenue may adopt rules for carrying out the provisions of this section and prescribe the form used to claim a credit and the information required on the form.

"(8) A nonresident individual shall be allowed the credit computed in the same manner and subject to the same limitations as the credit allowed a resident by subsection (1) of this section. However, the credit shall be prorated using the proportion provided in ORS 316.117.

"(9) If a change in the taxable year of a taxpayer occurs as described in ORS 314.085, or if the Department of Revenue terminates the taxpayer's taxable year under ORS 314.440, the credit allowed by this section shall be prorated or computed in a manner consistent with ORS 314.085.

"(10) If a change in the status of a taxpayer from resident to nonresident
or from nonresident to resident occurs, the credit allowed by this section
shall be determined in a manner consistent with ORS 316.117.

"(11) If the amount allowable as a credit under this section, when added to the sum of the amounts allowable as payment of tax under ORS 316.187 or 316.583, other tax prepayment amounts and other refundable credit amounts, exceeds the taxes imposed by ORS chapters 314 and 316 for the tax year after application of any nonrefundable credits allowable for purposes

of ORS chapter 316 for the tax year, the amount of the excess shall be refunded to the taxpayer as provided in ORS 316.502.

"(12) Any amount that is refunded to the taxpayer under this section and
that is in excess of the tax liability of the taxpayer does not bear interest.

5 "SECTION 76. ORS 406.072 is amended to read:

6 "406.072. (1) As used in this section:

"(a) 'Uniformed service' means the Armed Forces of the United States, the Army National Guard or the Air National Guard when the member is engaged in active duty for training, inactive duty for training or full-time National Guard duty, the commissioned corps of the United States Public Health Service and any other category of persons designated by the President of the United States in time of war or national emergency.

"(b) 'Written information' means information that is in written form and
 includes but is not limited to information obtained by electronic means,
 electronic mail, facsimile or other form of electronic communication.

"(2)(a) Subject to subsection (3) of this section and upon implementation or upgrade of an electronic delivery system that will enable the Department of Human Services to provide the notice required by this subsection in a cost-effective and efficient manner, the Director of Human Services shall notify the Director of Veterans' Affairs within 30 days of receipt of written information from a member or veteran of a uniformed service who has applied for benefits or services under the following:

"(A) Temporary assistance for needy families program under ORS 412.001
to 412.069;

"(B) Assistance funded under Title IV-A of the Social Security Act as
 administered in this state by the Department of Human Services;

"(C) Supplemental Nutrition Assistance Program under ORS 411.806 to
411.845;

29 "(D) Oregon Health Plan;

30 "[(E) Employment Related Day Care program administered by the Depart-

1 ment of Human Services;]

2 "[(F)] (E) Programs and services for seniors and persons with disabilities
3 administered by the Department of Human Services; and

4 "[(G)] (F) Vocational rehabilitation services and programs administered
5 by the Department of Human Services.

"(b) Subject to subsection (3) of this section, the Early Learning
System Director shall notify the Director of Veterans' Affairs within
30 days of receipt of written information from a member or veteran
of a uniformed service who has applied for benefits or services under
the Employment Related Day Care subsidy program administered by
the Department of Early Learning and Care.

"[(b)] (c) The notification required under this subsection is limited to
notifying the Director of Veterans' Affairs of the name and residence address
or mailing address of the member or veteran.

¹⁵ "[(c)] (d) The authorization of a member or veteran as required by sub-¹⁶ section (3) of this section may be contained in the written information at the ¹⁷ time it is received by the Department of Human Services or the Depart-¹⁸ ment of Early Learning and Care or separately at another time but the ¹⁹ authorization must specifically authorize the notification to be made under ²⁰ this subsection.

"(3) The Director of Human Services or the Early Learning System Director shall notify the Director of Veterans' Affairs as required by subsection (2) of this section only when authorized to do so by the member or veteran of a uniformed service who submitted the written information.

²⁵ "(4) The Department of Human Services and the Early Learning ²⁶ Council, in consultation with the Department of Veterans' Affairs, shall ²⁷ adopt rules to implement the provisions of this section, including but not ²⁸ limited to the method of notification required under subsection (2) of this ²⁹ section.

30 "SECTION 77. ORS 411.882 is amended to read:

"411.882. In administering the JOBS Plus Program and to the extent permitted by federal law, the Department of Human Services shall maximize the use of federal grants and apportionments of the temporary assistance for needy families program[,] and the Supplemental Nutrition Assistance Program [and employment related child care].

6 "<u>SECTION 78.</u> (1) The amendments to ORS 315.264, 329A.500, 7 329A.505, 406.072 and 411.882 by sections 73 to 77 of this 2021 Act become 8 operative on June 30, 2023.

"(2) Notwithstanding the operative date set forth in subsection (1) 9 of this section, the Early Learning Division and the Department of 10 Human Services may take any action before the operative date set 11 forth in subsection (1) of this section that is necessary for the De-12 partment of Early Learning and Care to exercise, on and after the 13 operative date set forth in subsection (1) of this section, all of the 14 duties, functions and powers conferred on the Department of Early 15Learning and Care by the amendments to ORS 315.264, 329A.500, 16 329A.505, 406.072 and 411.882 by sections 73 to 77 of this 2021 Act. 17

"(3) For the purpose of ensuring that the Department of Early 18 Learning and Care may exercise, on and after the operative date set 19 forth in subsection (1) of this section, all of the duties, functions and 20powers conferred on the Department of Early Learning and Care by 21the amendments to ORS 315.264, 329A.500, 329A.505, 406.072 and 411.882 22by sections 73 to 77 of this 2021 Act, the Early Learning Division and 23the Department of Human Services shall develop and implement a plan 24that provides for a seamless transfer of duties, functions and powers. 25

"(4) The Governor shall resolve any disputes related to the plan
developed and implemented under subsection (3) of this section, and
the Governor's decision is final.

"<u>SECTION 79.</u> (1) The amendments to ORS 329A.500 by section 73
 of this 2021 Act are intended to transfer the Employment Related Day

Care subsidy program from the Department of Human Services to the
 Department of Early Learning and Care.

"(2) For the purpose of the transfer described in subsection (1) of
this section, the Director of Human Services shall:

"(a) Deliver to the Department of Early Learning and Care all records and property within the jurisdiction of the director that relate
to the duties, functions and powers transferred by the amendments to
ORS 329A.500 by section 73 of this 2021 Act; and

"(b) Transfer to the Department of Early Learning and Care those
employees engaged primarily in the exercise of the duties, functions
and powers transferred by the amendments to ORS 329A.500 by section
73 of this 2021 Act.

"(3) The Early Learning System Director shall take possession of the records and property, and shall take charge of the employees and employ them in the exercise of the duties, functions and powers of the Department of Early Learning and Care without reduction of compensation but subject to change or termination of employment or compensation as provided by law.

"(4) The Governor shall resolve any dispute between the Depart ment of Human Services and the Department of Early Learning and
 Care relating to transfers of records, property and employees under
 this section, and the Governor's decision is final.

"SECTION 80. (1) The unexpended balances of amounts authorized 23to be expended by the Department of Human Services for the biennium 24beginning July 1, 2021, from revenues dedicated, continuously appro-25priated, appropriated or otherwise made available for the purpose of 26administering and enforcing the duties, functions and powers of the 27Department of Human Services that are transferred by the amend-28ments to ORS 329A.500 by section 73 of this 2021 Act are transferred 29 to and are available for expenditure by the Department of Early 30

Learning and Care for the biennium beginning July 1, 2021, for the purpose of administering and enforcing the duties, functions and powers transferred to the Department of Early Learning and Care by the amendments to ORS 329A.500 by section 73 of this 2021 Act.

5 "(2) The expenditure classifications, if any, established by Acts au-6 thorizing or limiting expenditures by the Department of Human Ser-7 vices remain applicable to expenditures by the Department of Early 8 Learning and Care under this section.

"SECTION 81. The transfer of duties, functions and powers to the 9 Department of Early Learning and Care by the amendments to ORS 10 329A.500 by section 73 of this 2021 Act does not affect any action, pro-11 ceeding or prosecution involving or with respect to such duties, func-12 tions and powers begun before and pending at the time of the transfer, 13 except that the Department of Early Learning and Care is substituted 14 for the Department of Human Services in the action, proceeding or 15prosecution. 16

17 "SECTION 82. (1) Nothing in the amendments to ORS 315.264, 329A.500, 329A.505, 406.072 and 411.882 by sections 73 to 77 of this 2021 Act relieves a person of a liability, duty or obligation accruing under or with respect to the duties, functions and powers transferred by the amendments to ORS 329A.500 by section 73 of this 2021 Act. The Department of Early Learning and Care may undertake the collection or enforcement of any such liability, duty or obligation.

"(2) The rights and obligations of the Department of Human Services legally incurred under contracts, leases and business transactions executed, entered into or begun before the operative date of the amendments to ORS 329A.500 by section 73 of this 2021 Act are transferred to the Department of Early Learning and Care. For the purpose of succession to these rights and obligations, the Department of Early Learning and Care is a continuation of the Department of

1 Human Services and not a new authority.

"SECTION 83. Notwithstanding the transfer of duties, functions and $\mathbf{2}$ powers by the amendments to ORS 329A.500 by section 73 of this 2021 3 Act, the rules of the Department of Human Services in effect on the 4 operative date of the amendments to ORS 329A.500 by section 73 of this $\mathbf{5}$ 2021 Act continue in effect until superseded or repealed by rules of the 6 Early Learning Council. References in rules of the Department of Hu-7 man Services to the Department of Human Services in relation to the 8 Employment Related Day Care subsidy program or an officer or em-9 ployee of the Department of Human Services in relation to the Em-10 ployment Related Day Care subsidy program are considered to be 11 references to the Department of Early Learning and Care or an officer 12 or employee of the Department of Early Learning and Care. 13

"SECTION 84. Whenever, in any statutory law or resolution of the 14 Legislative Assembly or in any rule, document, record or proceeding 15authorized by the Legislative Assembly, reference is made to the De-16 partment of Human Services or an officer or employee of the Depart-17 ment of Human Services in relation to the Employment Related Day 18 Care subsidy program, the reference is considered to be a reference to 19 the Department of Early Learning and Care or an officer or employee 20of the Department of Early Learning and Care. 21

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"REPORTS TO LEGISLATIVE ASSEMBLY ON TRANSITIONS

24 25 "SECTION 85. (1) No later than September 15, 2021, the Early 26 Learning Division, in collaboration with the Department of Education 27 and the Department of Human Services, shall report to the appropriate 28 interim committees of the Legislative Assembly. The report shall ad-29 dress the progress on the plans required to be developed and imple-30 mented as provided by sections 64 and 78 of this 2021 Act, including: "(a) Progress on the transfer of background checks inspections for
the Employment Related Day Care subsidy program to the Early
Learning Division.

"(b) Recommendations for and progress on the transfer of child care
assistance programs, including the Employment Related Day Care
subsidy program, to the Early Learning Division.

"(c) Recommendations to strengthen the alignment of the early
childhood special education and early intervention services within the
statewide early learning system, including any recommended changes
to governance, policymaking or other oversight of the system.

"(d) Progress on the adoption of rules related to school-age child
 care.

"(e) Any fiscal impacts of the plan and any conflicts of the plan
with federal statute that must be resolved.

"(f) Any budgetary impacts or recommendations for legislation re lated to the plan.

"(2) No later than December 31, 2021, the Department of Human Services, in collaboration with the Early Learning Division, shall report to the appropriate interim committees of the Legislative Assembly. The report shall address the timelines and fiscal impact of the eligibility requirements as provided by the amendments to ORS 329A.500 by section 73 of this 2021 Act.

"(3) No later than September 30, 2022, the Early Learning Division, 23in collaboration with the Department of Education and the Depart-24ment of Human Services, shall report to the appropriate interim 25committees of the Legislative Assembly. The report shall include up-26dates on the implementation of the plan required to be developed and 27implemented as provided by section 64 of this 2021 Act and the progress 28on the plan required to be developed and implemented as provided by 29 section 78 of this 2021 Act. 30

1	"CAPTIONS
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3	"SECTION 86. The unit captions used in this 2021 Act are provided
4	only for the convenience of the reader and do not become part of the
5	statutory law of this state or express any legislative intent in the
6	enactment of this 2021 Act.
7	
8	"EFFECTIVE DATE
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10	"SECTION 87. This 2021 Act being necessary for the immediate
11	preservation of the public peace, health and safety, an emergency is
12	declared to exist, and this 2021 Act takes effect on its passage.".
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