

Significant Differences between the Senate and House bills <u>as amended</u> in policy and fiscal committees:

- As evidenced in the charts below, the House bill makes fewer investments subject to appropriation.
- The House and Senate take differing approaches to Working Connections income eligibility, timing and co-payment levels with the Senate setting income eligibility at lower levels.
- The ECEAP reimbursement rate is higher in the House bill.
- The House version includes more allowable investments for funds deposited into the Fair Start Act.
- The House and Senate bills approach the composition and appointment authority for the Early Learning Advisory Council differently. The Senate version has most appointments coming from the associations or representing organizations, rather than the Governor.
- The House defines eligible child for ECEAP as being at least three years of age by the start of the school-year and defines entitlement as voluntary enrollment.
- The Senate bill requires DCYF to collaborate with OSPI in administration of the complex needs fund. The House bill does not have that requirement.
- The Senate bill includes outdoor nature-based providers in their definition of allowable providers. The House bill does not.

SUMMARY OF AMENDMENTS

Summary of Amendments to Second Substitute House Bill 1213 (2SHB 1213) as adopted in the House Appropriations Committee on February 17, 2021:

- Adds a "null and void" clause which means items have to be funded in the state budget to be implemented
- Adds allowable expenditures from the Fair Start for Kids Account, including to support collective bargained provisions for family child care providers as well as one-time start-up grants for providers who commit to providing ECEAP or Working Connections Child Care
- Changes the entitlement date for Indian children from 2030-31 to 2026-27 (aligning with the general entitlement date)
- Clarifies that the union representative on the Early Learning Advisory Council be from the union representing the largest number of providers
- Removes the requirement that DCYF provide or contract to provide reflective supervision and professional development for Early Achievement coaches
- Other technical changes

Summary of Significant Changes to Second Substitute Senate Bill 5237 (SHB 5237) as adopted in the Senate Ways and Means Committee on February 18, 2021:

- Changes eligibility for Working Connections Child Care, lowering the expansion income levels as well as extends the timing. Corresponding changes are then made to Working Connections Child Care co-payments
- Changes who appoints to the Early Learning Advisory Council, removing most appointments from the Governor's authority and instead having appointments come from associations and representing entities
- Changes the entitlement date for Indian children from 2030-31 to 2026-27 (aligning with the general entitlement date)
- Removes the requirement that DCYF provide or contract to provide reflective supervision and professional development for Early Achievement coaches
- Other technical changes

Summary of Significant Changes in Substitute House Bill 1213 (SHB 1213) from the original bill heard in the House Children, Youth and Families Committee on January 21, 2021:

- A number of investments have been changed to "subject to appropriation" (these are reflected in the chart below)
- Adds more allowable expenditures for the Fair Start Account, including using for health care coverage, adds increasing provider compensation, options to incentivize business engagement, and allow for a look at regulatory relief
- Changes are made to the configuration and charge of the Early Learning Advisory Council
- The requirement for a tuition payment for ECEAP as income eligibility increases is removed
- Pushes out the timing for an infant care rate enhancement by one year to July 1, 2022 and makes the incentive only apply to infants between the ages of birth and 11 months (removing the incentive for toddlers).
- Pushes out ECEAP entitlement to the 2026-27 school year

Summary of Significant Changes in Substitute Senate Bill 5237 (SSB 5237) from the original bill heard in Senate Early Learning and K-12 Committee on January 22, 2021:

- A number of investments have been changed to "subject to appropriation" (these are reflected in the chart below)
- Outdoor nature-based providers are added as an allowable provider in addition to licensed child care centers, family child care homes, etc.
- Provides more specification for allowable use of funds for health care coverage and adds increasing provider compensation
- Changes are made to the configuration and charge of the Early Learning Advisory Council
- The co-payment structure for Working Connections Child Care is revised, with the addition of a new tier
- The requirement for a tuition payment for ECEAP as income eligibility increases is removed
- The proposed ECEAP rate increase for the 2023-24 school year is lowered from 10% to 9%
- Pushes out the timing for an infant care rate enhancement by one year to July 1, 2022 and also makes the incentive only apply to infants between the ages of birth and 11 months (removing the incentive for toddlers).
- Pushes out ECEAP entitlement to the 2026-27 school year.

The funding of policies always comes down to the budget process. These charts summarize the aspects of the bills that are deemed subject to appropriation and those that are not:

SUBSTITUTE HOUSE BILL 1213 (SHB 1213)

Not deemed subject to appropriation	Deemed Subject to Appropriation
Increasing Working Connections Child Care up to 75%	Inflationary adjustments
of SMI	
Working Connections Child Care co-pays	Working Connections Child Care income eligibility
	increase to 75%-100% of State Median Income
Timeline for Working Connections Child Care rate	Waiving of Working Connections Child Care work
increase	requirements for students pursuing a bachelors or
	applied baccalaureate degree
Waiving of Working Connections co-pays for full-time	Professional Development
students in a specific occupation, an associates	
degree program or registered apprenticeship	
ECEAP rate increases	Equity Grants
Dual language support funding	Supports for businesses
Infant Care Incentives	Play and Learn Groups
Trauma-Informed Care supports	Prenatal to three services, including home visiting
Complex Needs Fund	Early ECEAP
Nonstandard reimbursement rate model	Early Therapeutic and Preventive Services
Infant Early Childhood Mental Health Consultation	

SUBSTITUTE SENATE BILL 5237 (SSB 5237)

Not deemed subject to appropriation	Deemed Subject to Appropriation
Increasing Working Connections Child Care up to 60%	Inflationary adjustments
of SMI	
Working Connections Child Care co-pays	Working Connections Child Care income eligibility
	increase to 75 of State Median Income
Timeline for Working Connections Child Care rate	Waiving of all Working Connections Child Care
increase	work requirements
Dual language support funding	Equity Grants
Infant Care Incentives	Supports for businesses
Trauma-Informed Care supports	Infant Early Childhood Mental Health Consultation
ECEAP rate increases	Play and Learn Groups
	Prenatal to three services, including home visiting
	Early ECEAP
	Early Therapeutic and Preventive Services
	Nonstandard reimbursement rate model
	Professional Development