Washington State House of Representatives Office of Program Research

BILL ANALYSIS

Human Services & Early Learning Committee

ESSB 6540

Brief Description: Concerning working connections child care payment authorizations.

Sponsors: Senate Committee on Ways & Means (originally sponsored by Senators Wilson, C., Wellman, Dhingra, Hasegawa, Kuderer and Saldaña).

Brief Summary of Engrossed Substitute Bill

• Requires a household's 12-month authorization period for the Working Connections Child Care program to begin on the date that child care is expected to begin.

Hearing Date: 2/26/20

Staff: Dawn Eychaner (786-7135).

Background:

The Working Connections Child Care (WCCC) program is a subsidized child care program for low-income families. The state pays part of the cost of child care when a parent is employed or participating in approved work activities, with some exceptions. Depending on income and household size, the family may be required to pay a copayment directly to their child care provider.

To be eligible for 12 months of child care subsidy, a family must have a household income at or below 200 percent of the federal poverty guideline at the time of application and meet work requirements. The WCCC program is funded largely by the federal Child Care and Development Fund (CCDF). Federal rules require a minimum 12-month eligibility period for families receiving child care funded by the CCDF, regardless of temporary changes in parents' work, approved activities, or income as long as the income does not exceed 85 percent of the state median income. The stated federal intent of this 12-month provision is to promote continuity of care and extend the time period that eligible children and families have access to child care.

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State statute requires 12-month authorizations for recipients of the WCC program subsidy. The Department of Children, Youth, and Families (DCYF) administers the WCCC program. The DCYF begins the 12-month period when the participant has completed the required WCCC application and verification process and is working or participating in an approved activity. There may be a delay between a participant's eligibility determination and when the family receives an authorization for care.

Summary of Bill:

A household's 12-month WCCC authorization period must begin on the date that child care is expected to begin. If a newly eligible household does not begin care within 12 months of being determined eligible by the DCYF, the household must reapply in order to qualify for benefits.

The term "authorization" is defined as a transaction created by the DCYF that allows a child care provider to claim payment for care.

Statutory content is reorganized.

Appropriation: None.

Fiscal Note: Available.

Effective Date: The bill takes effect on January 1, 2021.

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