- 2 **ESHB 2471** S COMM AMD
- 3 By Committee on Financial Institutions & Insurance

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- 5 Strike everything after the enacting clause and insert the
- 6 following:
- 7 "NEW SECTION. Sec. 1. This act may be known and cited as the
- 8 children's investment trust act."
- 9 "NEW SECTION. Sec. 2. The legislature finds that:
- 10 (1) The failure of a significant number of our children to develop
- 11 to their full potential threatens Washington state's future
- 12 productivity and competitiveness;
- 13 (2) The failure of children to thrive and develop leads to
- 14 avoidable long-term costs to society in terms of illness, welfare,
- 15 teenage pregnancies, school drop-outs, drug and alcohol addiction,
- 16 child abuse, and crime;
- 17 (3) Investments in preventive services for children and their
- 18 families are highly effective in alleviating such social costs if
- 19 children are reached early;
- 20 (4) While much is spent on children through a variety of programs,
- 21 the focus has most often been on crisis response. While support for
- 22 children in crisis is essential, a more long-range view dictates a
- 23 focus on preventive services. Only through early intervention and
- 24 prevention can we stem the flow of children needing crisis help and
- 25 treatment. Our overloaded crisis systems will remain overloaded unless
- 26 we move toward prevention strategies;

- 1 (5) Much is spent on treatment approaches identifying a specific 2 problem and mandating a specific service in response. While
- 3 identifying single problems and specific interventions are important,
- 4 research suggests that the most effective early interventions for
- 5 children are those which are more comprehensive in approach, with the
- 6 flexibility to respond to a host of potential barriers or dysfunctions;
- 7 and
- 8 (6) Together, the lack of comprehensiveness in approach and the
- 9 crisis nature of current assistance create a system widely viewed as
- 10 fragmented, short-sighted, and ineffective. With a few exceptions, we
- 11 have a system designed not to help children thrive and develop, but to
- 12 help them survive after being hurt.
- The legislature is aware that model programs such as the federal
- 14 head start program and our own early childhood education and assistance
- 15 program incorporate many of the positive concepts suggested herein; the
- 16 legislature is anxious to incorporate the positive aspects of these
- 17 more comprehensive models into currently existing single-service
- 18 programs at the community level, making them more comprehensive, more
- 19 culturally sensitive, and more prevention-oriented in nature.
- 20 Therefore, through sections 1 through 5 of this act, it is the
- 21 intent of the legislature to develop a dedicated trust fund supported
- 22 by a one-time general appropriation, as well as gifts, grants, and
- 23 earmarked revenue, which will: Provide start-up funding for pilot
- 24 programs, based on local need; compliment existing community programs;
- 25 help to develop comprehensive, culturally sensitive, prevention-
- 26 oriented programs for at-risk children and their families; foster self-
- 27 sufficiency among families; and encourage and support local prevention
- 28 initiatives that develop creative community partnerships."

- 1 "NEW SECTION. Sec. 3. Unless the context clearly requires
- 2 otherwise, the definitions in this section apply throughout sections 4
- 3 through 6 of this act.
- 4 (1) "Comprehensive service" means a service that responds to the
- 5 needs of families or children, or both, as they are identified,
- 6 regardless of the specific service being provided when new issues
- 7 arise.
- 8 (2) "Magnet programs" are those existing programs which currently
- 9 attract families to human service providers, such as housing programs,
- 10 energy assistance, or health care. Magnet services can be leveraged
- 11 into a starting point to identify and respond to other needs of the
- 12 child and family, often by using existing resources in creating
- 13 partnerships.
- 14 (3) "Model program services" means services targeted to young
- 15 children, zero to eight years of age, and that: Are responsive to the
- 16 family unit as a whole; are comprehensive and culturally sensitive in
- 17 nature; generally occur before the young child is in crisis due to
- 18 abuse or neglect; incorporate mutually developed family goals; and
- 19 include coordinated efforts from other community resources. "Model
- 20 program services" may incorporate new and innovative community
- 21 partnerships into the service design, as between a school district and
- 22 a private nonprofit agency, or between a private nonprofit agency and
- 23 the sheriff's department, for example.
- 24 (4) "Prevention services" means program interventions that focus on
- 25 young children, generally zero to eight years of age, prior to those
- 26 children being in need of crisis intervention, and which address
- 27 dysfunctions related to both child and family.
- 28 (5) "Single service" means those programs such as energy assistance
- 29 or landlord-tenant counseling, as examples, that allow funds to be used
- 30 only for that specific service, even if, while providing that service,

- 1 the service provider identifies other problems in the family that need
- 2 attention."
- 3 "NEW SECTION. Sec. 4. The purposes of chapter ...., Laws of
- 4 1992 (this act) are to:
- 5 (1) Respond to a widely felt need to more aggressively fund
- 6 prevention services to and for young at-risk children and their
- 7 families, specifically tailored to the unique problems existing at the
- 8 local community level;
- 9 (2) Provide a source of potential funding to leverage and improve
- 10 upon the integration and coordination of existing services, and to
- 11 develop new and innovative partnerships that focus on prevention,
- 12 leading toward self-sufficiency; and
- 13 (3) Assist existing programs to take a more comprehensive,
- 14 culturally sensitive service approach by providing a source of funding
- 15 that encourages specific local response to the wide array of problems
- 16 that may be impacting at-risk children and their families.
- 17 Overall, the legislature desires to actively support programs for
- 18 young at-risk children that: Focus on local responses which are
- 19 culturally sensitive; provide comprehensive help rather than a single
- 20 service; result in the development of a positive working relationship
- 21 between the provider and the family based on mutual responsibility;
- 22 empower the family to become more self-sufficient; reach young children
- 23 and their families before they are in major crisis; and rely on
- 24 existing community-based services as magnet programs that already
- 25 attract children and families in need."
- 26 "NEW SECTION. Sec. 5. (1) The children's investment trust
- 27 account is created in the state treasury. Moneys in the account may be
- 28 spent only after appropriation. The account is subject to allotment

- 1 procedures under chapter 43.88 RCW. Moneys from the account shall be
- 2 used by the department of community development as follows to carry out
- 3 the purposes of section 4 of this act:
- 4 (a) Forty-eight and one-half percent for grants under the community
- 5 services block grant program;
- 6 (b) Forty-eight and one-half percent for competitive grants; and
- 7 (c) Three percent for administration of the fund by the department
- 8 of community development.
- 9 (2) The department of community development shall seek grant
- 10 proposals that incorporate model program services and carry out the
- 11 purposes enumerated in section 4 of this act. To facilitate continuity
- 12 of program, proposals should be for three years of continuous service.
- 13 To facilitate widespread distribution of the funds and services, no
- 14 grant shall exceed seven hundred fifty thousand dollars for the three-
- 15 year period. In addition, no competitively grant-funded agency may
- 16 submit a second competitive proposal until the initial program is
- 17 within one year of expiration. Funded programs may not be
- 18 automatically renewed, but may compete for ongoing funding on a three-
- 19 year cycle.
- 20 (3) Entities eligible for competitive grant funds include any
- 21 nonprofit institution showing the ability to extend existing services
- 22 into more effective prevention-oriented programs for at-risk children
- 23 and their families to carry out the purpose enumerated in section 4 of
- 24 this act.
- 25 (4) The department of community development shall, in order to
- 26 carry out the purposes enumerated in section 4 of this act, adopt rules
- 27 governing the development of a competitive request for proposal
- 28 process; fiscal accounting; annual site visits to funded programs; the
- 29 review and analysis of annual program reports provided by funded

- 1 agencies; and development of reports provided to the legislature in
- 2 partnership with local program providers.
- 3 (5) The department of community development shall designate a
- 4 reasonable amount of each contractor's funding under chapter ..., Laws
- 5 of 1992 (this act) for third party independent evaluation. Evaluation
- 6 design shall be incorporated into each project's application and shall
- 7 include both process and outcome components of each individual
- 8 contractor's program."
- 9 "NEW SECTION. Sec. 6. Sections 1 through 5 of this act are
- 10 each added to chapter 43.63A RCW."
- 11 "NEW SECTION. Sec. 7. If an appropriation for this act,
- 12 Substitute House Bill No. 2471, is not provided by June 30, 1995, this
- 13 act shall be null and void."
- 14 "NEW SECTION. Sec. 8. If any provision of this act or its
- 15 application to any person or circumstance is held invalid, the
- 16 remainder of the act or the application of the provision to other
- 17 persons or circumstances is not affected."
- 18 "NEW SECTION. Sec. 9. This act shall take effect July 1,
- 19 1992."

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- 20 **ESHB 2471** S COMM AMD
- 21 By Committee on Financial Institutions & Insurance
- On page 1, line 2 of the title, after "families;" strike the
- 24 remainder of the title and insert "adding new sections to chapter
- 25 43.63A RCW; creating a new section; and providing an effective date."