| 1 | Introduced by Committee on Education |
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| 2 | Date: |
| 3 | Subject: Education; prekindergarten education and child development |
| 4 | programs |
| 5 | Statement of purpose of bill as introduced: This bill proposes to: (1) facilitate |
| 6 | the ability of families to enroll a child, who is three or four years of age or is |
| 7 | five years of age but is not yet enrolled in kindergarten, in a public |
| 8 | prekindergarten education program or a private high-quality child development |
| 9 | program; and (2) clearly establish the responsibility for regulatory oversight of |
| 10 | public prekindergarten education programs and private high-quality child |
| 11 | development programs. |
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| 12 13 | An act relating to prekindergarten education and child development programs |
| 14 | It is hereby enacted by the General Assembly of the State of Vermont: |
| 15 | * * * Prekindergarten Education * * * |
| 16 | Sec. 1. REPEAL |
| 17 | 16 V.S.A. § 829 (prekindergarten education) is repealed. |
| 18 | Sec. 2. 16 V.S.A. § 829 is added to read: |
| 19 | § 829. PREKINDERGARTEN EDUCATION |
| 20 | (a) Policy. |

| 1 | (1) It is the policy of the State of Vermont to facilitate the ability of families to |
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| 2 | enroll a child, who is three or four years of age or is five years of age but is not |
| 3 | yet enrolled in kindergarten (eligible child), in a prekindergarten education |
| 4 | program or a high-quality child development program. Accordingly, under the |
| 5 | provisions of this section, a parent or guardian may choose to enroll an eligible |
| 6 | child at no cost in a public school of residence if the public school offers a |
| 7 | prekindergarten education program, or may choose to enroll an eligible child in |
| 8 | a public school in another school district that offers a prekindergarten |
| 9 | education program if space is available in that program. A parent may also, |
| 10 | under the provisions of 33 V.S.A. chapter 35, subchapter 5, choose to enroll an |
| 11 | eligible child in a high-quality child development program operated by a |
| 12 | private provider that is licensed or registered by the Department for Children |
| 13 | and Families, and depending on the family's income level, may be eligible for |
| 14 | a subsidy to cover part or all of the cost of the program. A high-quality child |
| 15 | development program is a program operated by a private provider that has |
| 16 | received at least four stars in the Department for Children and Families' Step |
| 17 | Ahead Recognition System (STARS) with at least two points in each of the |
| 18 | five arenas or three stars in the STARS system if the provider has developed a |
| 19 | plan, approved by the Commissioner for Children and Families, to achieve four |
| 20 | or more stars in no more than two years with at least two points in each of the |
| 21 | five arenas, and the provider has met intermediate milestones. |

| 1 | (2) A public school that offers prekindergarten education shall be |
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| 2 | subject to the oversight by the State Board of Education and the Agency of |
| 3 | Education, and rules adopted by the State Board. |
| 4 | (3) A private provider of a high-quality child development program |
| 5 | shall be subject to the oversight and rules adopted by the Department for |
| 6 | Children and Families. |
| 7 | (b) Definitions. As used in this section: |
| 8 | (1) "Eligible child" means a child who, as of the date established by the |
| 9 | district of residence for kindergarten eligibility, is three or four years of age or |
| 10 | is five years of age but is not yet enrolled in kindergarten. |
| 11 | (2) "Prekindergarten education" means services designed to provide to |
| 12 | an eligible child developmentally appropriate early development and learning |
| 13 | experiences based on Vermont's early learning standards. |
| 14 | (c) Prekindergarten education programs. |
| 15 | (1) A public school may offer a prekindergarten education program in |
| 16 | accordance with this section. A public school is not required to offer a |
| 17 | prekindergarten education program. |
| 18 | (2) If a public school offers a prekindergarten education program, the |
| 19 | following provisions shall apply: |
| 20 | (A) the public school shall: |

| 1 | (i) comply with applicable rules adopted by the State Board of |
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| 2 | Education; and |
| 3 | (ii) enroll nonresident eligible children in its prekindergarten |
| 4 | education program on a space-available basis, and shall: |
| 5 | (I) define and announce its capacity to accept nonresident |
| 6 | eligible children under this section; and |
| 7 | (II) devise a nondiscriminatory lottery system for determining |
| 8 | which nonresident eligible children may enroll if more than the number of |
| 9 | nonresident eligible children for whom the school has capacity wish to enroll; |
| 10 | (B) the school district in which the public school operates shall: |
| 11 | (i) comply with applicable rules adopted by the State Board of |
| 12 | Education; |
| 13 | (ii) include any costs of prekindergarten education in its annual |
| 14 | budget presented to the voters, including all costs incurred by the school |
| 15 | district from prekindergarten education services provided under contract to the |
| 16 | school district; and |
| 17 | (iii) pursuant to subdivision 4001(1) of this title, include within its |
| 18 | average daily membership any eligible child for whom it has provided |
| 19 | prekindergarten education. |
| 20 | (d) The Secretary of Education shall oversee the operation of |
| 21 | prekindergarten programs in conformity with this section, and the Board of |

| 1 | Education shall adopt corresponding rules under 3 V.S.A. chapter 25, which |
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| 2 | shall include rules: |
| 3 | (1) To require that a school district in which a public school operates a |
| 4 | prekindergarten education program provides opportunities for effective |
| 5 | parental participation in the program. |
| 6 | (2) To establish processes and requirements to facilitate the ability of a |
| 7 | parent or guardian to enroll a nonresident eligible child in a public school that |
| 8 | offers prekindergarten education on a space-available basis under subdivision |
| 9 | (c)(2)(A)(ii) of this section, including rules concerning: |
| 10 | (A) how to define capacity; |
| 11 | (B) the establishment of a lottery system; |
| 12 | (C) the application process and any required notifications; |
| 13 | (D) continued enrollment for nonresident eligible children who have |
| 14 | been previously enrolled by the school; and |
| 15 | (E) the provision of special education services. |
| 16 | (3) To require a school district in which a public school operates a |
| 17 | prekindergarten education program to include identifiable costs for |
| 18 | prekindergarten education programs and essential early education services in |
| 19 | its annual budgets and reports to the community. |

| 1 | (4) To require a school district in which a public school operates a |
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| 2 | prekindergarten education program to report to the Agency of Education |
| 3 | annual expenditures made in support of prekindergarten education. |
| 4 | (5) To establish a system by which the Agency of Education shall |
| 5 | monitor and evaluate prekindergarten education programs to promote optimal |
| 6 | results for children that support the relevant population-level outcomes set |
| 7 | forth in 3 V.S.A. § 2311 and to collect data that will inform future decisions. |
| 8 | The Agency shall be required to report annually to the General Assembly in |
| 9 | January. At a minimum, the system shall monitor and evaluate: |
| 10 | (A) programmatic details, including the number of children served, |
| 11 | the number public programs operated, and the public financial investment |
| 12 | made to ensure access to prekindergarten education; |
| 13 | (B) the quality of public prekindergarten education programs and |
| 14 | efforts to ensure continuous quality improvements through mentoring, training, |
| 15 | technical assistance, and otherwise; and |
| 16 | (C) the results for children, including school readiness and |
| 17 | proficiency in numeracy and literacy. |
| 18 | (6) To establish a process for documenting the progress of children |
| 19 | enrolled in prekindergarten education programs and to require a school district |
| 20 | in which a public school operates a prekindergarten education program to use |
| 21 | the process to: |

| 1 | (A) help individualize instruction and improve program practice; and |
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| 2 | (B) collect and report child progress data to the Secretary of |
| 3 | Education on an annual basis. |
| 4 | (e) Nonapplicability of other laws. The provisions of subsections 824(b) and |
| 5 | (c) (amount of tuition), 825(b) and (c) (maximum tuition rate), and 826(a) |
| 6 | (notice of tuition change) and section 836 (tuition overcharge and undercharge) |
| 7 | of this chapter shall not apply to enrollment in a prekindergarten program |
| 8 | pursuant to this section. |
| 9 | Sec. 3. 16 V.S.A. § 11 is amended to read: |
| 10 | § 11. CLASSIFICATIONS AND DEFINITIONS |
| 11 | (a) As used in this title, unless the context otherwise clearly requires: |
| 12 | * * * |
| 13 | (3) "Elementary education" means a program of public school education |
| 14 | adapted to the needs of students in prekindergarten, kindergarten, and the first |
| 15 | six grades. |
| 16 | * * * |
| 17 | Sec. 4. 16 V.S.A. § 4001 is amended to read: |
| 18 | § 4001. DEFINITIONS |
| 19 | As used in this chapter: |

| 1 | (1) "Average daily membership" of a school district, or if needed in |
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| 2 | order to calculate the appropriate homestead tax rate, of the municipality as |
| 3 | defined in 32 V.S.A. § 5401(9), in any year means: |
| 4 | (A)(i) The full-time equivalent enrollment of students, as defined by |
| 5 | the State Board by rule, who are legal residents of the district or municipality |
| 6 | attending a school owned and operated by the district, attending a public |
| 7 | school outside the district under section 822a of this title, or for whom the |
| 8 | district pays tuition to one or more approved independent schools or public |
| 9 | schools outside the district during the annual census period. |
| 10 | (ii) The full-time equivalent enrollment of a prekindergarten |
| 11 | student who, during the annual census period, is a legal resident of one school |
| 12 | district but attends a prekindergarten program in another school district under |
| 13 | section 829 of this title, with the district of residence and the district that is |
| 14 | providing the prekindergarten program to the student each receiving credit for |
| 15 | one-half of the full-time equivalent enrollment of the student. |
| 16 | (iii) The As used in subdivisions (A)(i) and (ii) of this section, the |
| 17 | census period consists of the 11th day through the 30th day of the school year |
| 18 | in which school is actually in session. |
| 19 | * * * |
| 20 | (C) The full-time equivalent enrollment for each prekindergarten |
| 21 | child as follows: If a child is enrolled in 10 or more hours of prekindergarten |

| education per week or receives 10 or more hours of essential early education |
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| services per week, the child shall be counted as one full-time equivalent pupil. |
| If a child is enrolled in six or more but fewer than 10 hours of prekindergarten |
| education per week or if a child receives fewer than 10 hours of essential early |
| education services per week, the child shall be counted as a percentage of one |
| full-time equivalent pupil, calculated as one multiplied by the number of hours |
| per week divided by ten. A child enrolled in prekindergarten education for |
| fewer than six hours per week shall not be included in the district's average |
| daily membership. There is no limit on the total number of children who may |
| be enrolled in prekindergarten education or who receive essential early |
| education services. |
| * * * |
| Sec. 5. 16 V.S.A. § 4010 is amended to read: |
| § 4010. DETERMINATION OF WEIGHTED MEMBERSHIP |
| (a) On or before the first day of December during each school year, the |
| Secretary shall determine the average daily membership of each school district |
| for the current school year. The determination shall list separately: |
| (1) resident prekindergarten children; |
| (2) resident students being provided elementary or kindergarten |
| education; and |

(3) resident students being provided secondary education.

| 1 | (b) The Secretary shall determine the long-term membership for each |
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| 2 | school district for each student group described in subsection (a) of this |
| 3 | section. The Secretary shall use the actual average daily membership over two |
| 4 | consecutive years, the latter of which is the current school year. |
| 5 | (c) The Secretary shall determine the weighted long-term membership for |
| 6 | each school district using the long-term membership from subsection (b) of |
| 7 | this section and the following weights for each class: |
| 8 | Prekindergarten 0.46 |
| 9 | Elementary or kindergarten 1.0 |
| 10 | Secondary 1.13 |
| 11 | * * * |
| 12 | * * * Child Development Programs * * * |
| 13 | Sec. 6. 33 V.S.A. chapter 35, subchapter 5 is added to read: |
| 14 | Subchapter 5. Child Development Programs |
| 15 | <u>§ 3541. POLICY</u> |
| 16 | It is the policy of the State of Vermont that the regulation and oversight of |
| 17 | prekindergarten education fall within the jurisdiction of the State Board of |
| 18 | Education and Agency of Education under 16 V.S.A. § 829. An eligible child |
| 19 | may enroll in a prekindergarten education program operated by a public school |
| 20 | or may enroll in a high-quality child development program operated by a |

| 1 | center-based child care program pursuant to this subchapter and corresponding |
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| 2 | <u>rules.</u> |
| 3 | § 3542. DEFINITIONS |
| 4 | As used in this subchapter: |
| 5 | (1) "Center-based child care program" means a program and facility |
| 6 | approved to provide developmentally appropriate care, education, protection, |
| 7 | and supervision of children and is designed to ensure wholesome growth and |
| 8 | educational experiences for children outside of their home for periods of less |
| 9 | than 24 hours per day. |
| 10 | (2) "Child development program" means a developmentally appropriate early |
| 11 | learning program for eligible children operated by a center-based child care |
| 12 | program that has received at least four stars in the STARS system with at least |
| 13 | two points in each of the five arenas or three stars in the STARS system if the |
| 14 | provider has developed a plan, approved by the Commissioner for Children |
| 15 | and Families, to achieve four or more stars in no more than two years with at |
| 16 | least two points in each of the five arenas, and the provider has met |
| 17 | intermediate milestones. |
| 18 | (3) "Eligible child" has the same meaning as defined under 16 V.S.A. |
| 19 | <u>§ 829.</u> |
| 20 | (4) "Prekindergarten education" has the same meaning as defined under |
| 21 | <u>16 V.S.A. § 829.</u> |

| 1 | (5) "STARS" means the Step Ahead Recognition System administered |
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| 2 | by the Department for Children and Families. |
| 3 | § 3543. CHILD DEVELOPMENT PROGRAM |
| 4 | (a) Creation of child development program. A child development program |
| 5 | is established to provide high-quality, developmentally appropriate early |
| 6 | learning opportunities to eligible children. A parent or guardian may choose to |
| 7 | enroll an eligible child in a child development program under this subchapter |
| 8 | or a prekindergarten education program offered by a public school under |
| 9 | 16 V.S.A. § 829, or neither. |
| 10 | (b) Operation and oversight of child development program. A center-based |
| 11 | child care program may operate a child development program. The |
| 12 | Department's Child Development Division shall regulate and oversee the |
| 13 | operation of a child development program in conformity with this subchapter |
| 14 | and corresponding rules. |
| 15 | (c) Child development program subsidy. Notwithstanding section 3512 of |
| 16 | this chapter and to the extent funds permit, an eligible child enrolled in a child |
| 17 | development program may qualify for a subsidy at market rate on a sliding |
| 18 | scale basis. The scale shall be established by the Commissioner by rule, and |
| 19 | shall bear a reasonable relationship to household income and family size. The |
| 20 | lower limit of the fee scale shall include families whose gross income is up to |
| 21 | and including 200 percent of the federal poverty guidelines. The upper income |

| 1 | limit of the fee scale shall be four times Vermont's median household income, |
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| 2 | as published by the U.S. Census Bureau under American Community Survey |
| 3 | 5-Year Estimates. |
| 4 | (d) Funding for child development program subsidy. The sum of |
| 5 | \$[] is appropriated from the General Fund for fiscal year 2018 to the |
| 6 | Department for Children and Families for the purpose of providing funding for |
| 7 | the child development program subsidy under subsection (c) of this section, |
| 8 | which the Department shall administer in accordance with this section, and any |
| 9 | unused funds shall revert to the General Fund. |
| 10 | Sec. 7. RULEMAKING; DEPARTMENT FOR CHILDREN AND |
| 11 | FAMILIES |
| 12 | The Commissioner for Children and Families shall amend the Department's |
| 13 | rules on center-based child care and preschool programs pursuant to 3 V.S.A. |
| 14 | chapter 25. The amended rules shall establish the requirements for child |
| 15 | development programs in conformity with 33 V.S.A. chapter 35, subchapter 5, |
| 16 | including curriculum and teaching qualifications that that are substantially |
| 17 | similar to those required by prekindergarten education programs. The |
| 18 | amended rules shall not include oversight or regulation of prekindergarten |
| 19 | education programs by the Department. The amended rules shall: |
| 20 | (1) Require a child development program to report to the Department |
| 21 | annual expenditures made in support of providing child development services. |

| 1 | (2) Establish a system by which the Department shall monitor and |
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| 2 | evaluate child development programs to promote optimal results for children |
| 3 | that support the relevant population-level outcomes set forth in 3 V.S.A. |
| 4 | § 2311 and to collect data that will inform future decisions. The Department |
| 5 | shall be required to report annually to the General Assembly in January. At a |
| 6 | minimum, the system shall monitor and evaluate: |
| 7 | (A) programmatic details, including the number of children served, |
| 8 | the number child development programs operated, and the public financial |
| 9 | investment made to ensure access to child development programs; |
| 10 | (B) the quality of child development programs and efforts to ensure |
| 11 | continuous quality improvements through mentoring, training, technical |
| 12 | assistance, and otherwise; and |
| 13 | (C) the results for children, including school readiness and |
| 14 | proficiency in numeracy and literacy. |
| 15 | (3) Establish a process for documenting the progress of children |
| 16 | enrolled in child development programs and to require child development |
| 17 | programs to use the process to: |
| 18 | (A) help individualize instruction and improve program practice; and |
| 19 | (B) collect and report child progress data to the Department on an |
| 20 | annual basis. |
| 21 | Sec. 8. 16 V.S.A. § 4025 is amended to read: |

| 1 | § 4025. EDUCATION FUND |
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| 2 | (a) An Education Fund is established to comprise the following: |
| 3 | (1) All revenue paid to the State from the statewide education tax on |
| 4 | nonresidential and homestead property under 32 V.S.A. chapter 135. |
| 5 | (2) For each fiscal year, the amount of the general funds appropriated |
| 6 | and transferred to the Education Fund shall be \$305,900,000.00, to be |
| 7 | increased annually beginning for fiscal year 2018 by the consensus Joint Fiscal |
| 8 | Office and Administration determination of the National Income and Product |
| 9 | Accounts (NIPA) Implicit Price Deflator for State and Local Government |
| 10 | Consumption Expenditures and Gross Investment as reported by the U.S. |
| 11 | Department of Commerce, Bureau of Economic Analysis through the fiscal |
| 12 | year for which the payment is being determined, plus an additional one-tenth |
| 13 | of one percent. |
| 14 | (3) Revenues from State lotteries under 31 V.S.A. chapter 14, and from |
| 15 | any multijurisdictional lottery game authorized under that chapter. [Repealed.] |
| 16 | * * * |
| 17 | Sec. 9. 31 V.S.A. § 654 is amended to read: |
| 18 | § 654. POWERS AND DUTIES |
| 19 | The Commission shall adopt rules pursuant to 3 V.S.A. chapter 25, |
| 20 | governing the establishment and operation of the State Lottery. The rules may |
| 21 | include the following: |

| 1 | * * * |
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| 2 | (11) Apportionment of total revenues, within limits hereinafter |
| 3 | specified, accruing to the State Lottery Fund among: |
| 4 | (A) the payment of prizes to winning ticket holders; |
| 5 | (B) the payment of all costs incurred in the creation, operation, and |
| 6 | administration of the lottery, including compensation of the Commission, |
| 7 | Director, employees, consultants, contractors, and other necessary expenses; |
| 8 | (C) the repayment of monies advanced to the State Lottery Fund for |
| 9 | initial funding of the lottery; |
| 10 | (D) the transfer of monies to the Education General Fund established |
| 11 | by 16 V.S.A. § 4025, to be used solely for the purposes of State and local |
| 12 | funding of public education funding the child development subsidy under |
| 13 | 33 V.S.A. chapter 35, subchapter 5. |
| 14 | * * * Effective Date * * * |
| 15 | Sec. 10. EFFECTIVE DATE |
| 16 | This act shall take effect on July 1, 2017. |