1	H.517
2	Introduced by Committee on Education
3	Date:
4	Subject: Education; prekindergarten education and child development
5	programs
6	Statement of purpose of bill as introduced: This bill proposes to: (1) facilitate
7	the ability of families to enroll a child, who is three or four years of age or is
8	five years of age but is not yet enrolled in kindergarten, in a public
9	prekindergarten education program or a private high-quality child development
10	program; and (2) clearly establish the responsibility for regulatory oversight of
11	public prekindergarten education programs and private high-quality child
12	development programs.
13 14	An act relating to prekindergarten education and child development programs
15	It is hereby enacted by the General Assembly of the State of Vermont:
16	* * * Prekindergarten Education * * *
17	Sec. 1. REPEAL
18	16 V.S.A. § 829 (prekindergarten education) is repealed.

- 1 Sec. 2. 16 V.S.A. § 829 is added to read:
- 2 § 829. PREKINDERGARTEN EDUCATION
- 3 <u>(a) Policy.</u>

(1) It is the policy of the State of Vermont to facilitate the ability of
families to enroll a child, who is three or four years of age or is five years of
age but is not yet enrolled in kindergarten (eligible child), in a prekindergarten
education program or a high-quality child development program. Accordingly,
under the provisions of this section, a parent or guardian may choose to enroll
an eligible child at no cost in a public school of residence if the public school
offers a prekindergarten education program, or may choose to enroll an eligible
child in a public school in another school district that offers a prekindergarten
education program if space is available in that program. A parent may also,
under the provisions of 33 V.S.A. chapter 35, subchapter 5, choose to enroll an
eligible child in a high-quality child development program operated by a
private provider that is licensed or registered by the Department for Children
and Families, and depending on the family's income level, may be eligible for
a subsidy to cover part or all of the cost of the program. A high-quality child
development program is a program operated by a private provider that has
received at least four stars in the Department for Children and Families' Step
Ahead Recognition System (STARS) with at least two points in each of the
five arenas or three stars in the STARS system if the provider has developed a

1	plan, approved by the Commissioner for Children and Families, to achieve four
2	or more stars in no more than two years with at least two points in each of the
3	five arenas, and the provider has met intermediate milestones.
4	(2) A public school that offers prekindergarten education shall be
5	subject to the oversight by the State Board of Education and the Agency of
6	Education, and rules adopted by the State Board.
7	(3) A private provider of a high-quality child development program
8	shall be subject to the oversight and rules adopted by the Department for
9	Children and Families.
10	(b) Definitions. As used in this section:
11	(1) "Eligible child" means a child who, as of the date established by the
12	district of residence for kindergarten eligibility, is three or four years of age or
13	is five years of age but is not yet enrolled in kindergarten.
14	(2) "Prekindergarten education" means services designed to provide to
15	an eligible child developmentally appropriate early development and learning
16	experiences based on Vermont's early learning standards.
17	(c) Prekindergarten education programs.
18	(1) A public school may offer a prekindergarten education program in
19	accordance with this section. A public school is not required to offer a
20	prekindergarten education program.

1	(2) If a public school offers a prekindergarten education program, the
2	following provisions shall apply:
3	(A) the public school shall:
4	(i) comply with applicable rules adopted by the State Board of
5	Education; and
6	(ii) enroll nonresident eligible children in its prekindergarten
7	education program on a space-available basis, and shall:
8	(I) define and announce its capacity to accept nonresident
9	eligible children under this section; and
10	(II) devise a nondiscriminatory lottery system for determining
11	which nonresident eligible children may enroll if more than the number of
12	nonresident eligible children for whom the school has capacity wish to enroll;
13	(B) the school district in which the public school operates shall:
14	(i) comply with applicable rules adopted by the State Board of
15	Education;
16	(ii) include any costs of prekindergarten education in its annual
17	budget presented to the voters, including all costs incurred by the school
18	district from prekindergarten education services provided under contract to the
19	school district; and

1	(iii) pursuant to subdivision 4001(1) of this title, include within its
2	average daily membership any eligible child for whom it has provided
3	prekindergarten education.
4	(d) The Secretary of Education shall oversee the operation of
5	prekindergarten programs in conformity with this section, and the Board of
6	Education shall adopt corresponding rules under 3 V.S.A. chapter 25, which
7	shall include rules:
8	(1) To require that a school district in which a public school operates a
9	prekindergarten education program provides opportunities for effective
10	parental participation in the program.
11	(2) To establish processes and requirements to facilitate the ability of a
12	parent or guardian to enroll a nonresident eligible child in a public school that
13	offers prekindergarten education on a space-available basis under subdivision
14	(c)(2)(A)(ii) of this section, including rules concerning:
15	(A) how to define capacity;
16	(B) the establishment of a lottery system;
17	(C) the application process and any required notifications;
18	(D) continued enrollment for nonresident eligible children who have
19	been previously enrolled by the school; and
20	(E) the provision of special education services.

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

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

* * *

1	Sec. 4. 16 V.S.A. § 4001 is amended to read:
2	§ 4001. DEFINITIONS
3	As used in this chapter:
4	(1) "Average daily membership" of a school district, or if needed in
5	order to calculate the appropriate homestead tax rate, of the municipality as
6	defined in 32 V.S.A. § 5401(9), in any year means:
7	(A)(i) The full-time equivalent enrollment of students, as defined by
8	the State Board by rule, who are legal residents of the district or municipality
9	attending a school owned and operated by the district, attending a public
10	school outside the district under section 822a of this title, or for whom the
11	district pays tuition to one or more approved independent schools or public
12	schools outside the district during the annual census period.
13	(ii) The full-time equivalent enrollment of a prekindergarten
14	student who, during the annual census period, is a legal resident of one school
15	district but attends a prekindergarten program in another school district under
16	section 829 of this title, with the district of residence and the district that is
17	providing the prekindergarten program to the student each receiving credit for
18	one-half of the full-time equivalent enrollment of the student.
19	(iii) The As used in subdivisions (A)(i) and (ii) of this section, the
20	census period consists of the 11th day through the 30th day of the school year

in which school is actually in session.

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(C) The full-time equivalent enrollment for each prekindergarten 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 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.

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- 16 Sec. 5. 16 V.S.A. § 4010 is amended to read:
- 17 § 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;

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

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

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

1	lower limit of the fee scale shall include families whose gross income is up to
2	and including 200 percent of the federal poverty guidelines. The upper income
3	limit of the fee scale shall be four times Vermont's median household income,
4	as published by the U.S. Census Bureau under American Community Survey
5	5-Year Estimates.
6	Sec. 7. RULEMAKING; DEPARTMENT FOR CHILDREN AND
7	FAMILIES
8	The Commissioner for Children and Families shall amend the Department's
9	rules on center-based child care and preschool programs pursuant to 3 V.S.A.
10	chapter 25. The amended rules shall establish the requirements for child
11	development programs in conformity with 33 V.S.A. chapter 35, subchapter 5,
12	including curriculum and teaching qualifications that that are substantially
13	similar to those required by prekindergarten education programs. The
14	amended rules shall not include oversight or regulation of prekindergarten
15	education programs by the Department. The amended rules shall:
16	(1) Require a child development program to report to the Department
17	annual expenditures made in support of providing child development services.
18	(2) Establish a system by which the Department shall monitor and
19	evaluate child development programs to promote optimal results for children
20	that support the relevant population-level outcomes set forth in 3 V.S.A.
21	§ 2311 and to collect data that will inform future decisions. The Department

1	shall be required to report annually to the General Assembly in January. At a
2	minimum, the system shall monitor and evaluate:
3	(A) programmatic details, including the number of children served,
4	the number child development programs operated, and the public financial
5	investment made to ensure access to child development programs;
6	(B) the quality of child development programs and efforts to ensure
7	continuous quality improvements through mentoring, training, technical
8	assistance, and otherwise; and
9	(C) the results for children, including school readiness and
10	proficiency in numeracy and literacy.
11	(3) Establish a process for documenting the progress of children
12	enrolled in child development programs and to require child development
13	programs to use the process to:
14	(A) help individualize instruction and improve program practice; and
15	(B) collect and report child progress data to the Department on an
16	annual basis.
17	Sec. 8. 16 V.S.A. § 4025 is amended to read:
18	§ 4025. EDUCATION FUND
19	(a) An Education Fund is established to comprise the following:
20	(1) All revenue paid to the State from the statewide education tax on
21	nonresidential and homestead property under 32 V.S.A. chapter 135.

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

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