JAN 15 2025

A BILL FOR AN ACT

RELATING TO CHILD CARE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that Hawai'i has some of 2 the nation's highest child care costs, and a lack of access to affordable child care is a burden to families and contributes 3 substantially to the State's high cost of living. According to 4 5 a 2023 report by the national clearinghouse Child Care Aware, Hawai'i is the least affordable state for center-based infant 6 child care and center-based toddler care. The average annual 7 8 cost of center-based infant care in the State is \$22,585, which 9 is more than the cost of annual in-state tuition for an 10 undergraduate student at the university of Hawai'i at Manoa. The 11 annual cost of center-based toddler care, at \$17,925, is 12 similarly high. The coronavirus disease 2019 pandemic 13 exacerbated this problem. According to a report by the Center 14 for American Progress, more stringent safety guidelines 15 resulting from the pandemic caused child care costs for infants 16 to increase by nineteen per cent in the State, while child care 17 costs for toddlers increased twenty-six per cent.



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1 The legislature further finds that there is a great unmet 2 need for child care in the State. There are an estimated 66,262 3 children in Hawai'i under the age of six who potentially need 4 child care. This stands in contrast to the 35,662 child care 5 slots that are available in the State. Both the high cost and 6 lack of access to high-quality child care make it difficult for 7 families in Hawai'i to work and thrive.

8 The legislature also finds that providing child care to 9 state employees and their families can help address the State's 10 child care needs. Accordingly, the purpose of this Act is to 11 establish a child care center pilot program for state employees 12 and their families, with one child care center in or around the 13 state capitol building and one in Kapolei.

SECTION 2. The Hawaii Revised Statutes is amended by adding a new chapter to be appropriately designated and to read as follows:

"CHAPTER

18 STATE EMPLOYEE CHILD CARE CENTER PILOT PROGRAM
19 § -1 Definitions. As used in this chapter:
20 "Child care center" means a group child care center as

21 defined in section 346-151.

17



"Department" means the department of accounting and general
 services.

3 "Eligible children" means children who have a parent,
4 grandparent, aunt, uncle, or legal guardian who is an employee
5 of the State.

6 "Employee" means any full-time employee of the State,
7 including any appointed or elected officer, legislator, justice,
8 or judge.

9 S -2 Child care centers for eligible children of state 10 employees; pilot program. (a) The department, by contract, shall establish, equip, and operate a state employee child care 11 12 center pilot program consisting of two child care centers on the 13 island of Oahu for eligible children of state employees; 14 provided that one child care center shall be located in or near 15 the state capitol building and one child care center shall be 16 located in Kapolei.

17 (b) The child care centers may be located in state-owned
18 office buildings, educational facilities and institutions,
19 custodial facilities and institutions, or buildings or spaces
20 used for legislative activities. The child care centers may
21 also be located in privately owned facilities located in



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convenient proximity to the place of employment of the employees
 to be served by the centers.

3 (c) An operator of the child care centers under this4 section shall be selected in accordance with chapter 103D.

5 (d) The child care centers established under this section 6 shall provide full-time child care during weekdays on which a 7 majority of state employees are on duty, beginning at least one-8 half hour before the regular work day begins and ending no 9 earlier than one-half hour after that work day ends.

10 (e) The department, by rule, may establish fees to be
11 charged to employees to offset the cost of providing child care
12 services; provided that the fees shall be as minimal as is
13 practicable.

14 (f) The department may accept money, equipment, or other 15 property donated for use in connection with the provision of 16 child care services.

(g) Nothing in this section shall be construed to prohibit the child care centers established under this section from accepting children of non-state employees if space is available; provided that fees charged for services shall be as minimal as practicable.



(h) The department shall adopt rules pursuant to chapter 1 2 91 as necessary to implement this chapter."

SECTION 3. There is appropriated out of the general 3 4 revenues of the State of Hawaii the sum of \$500,000 or so much 5 thereof as may be necessary for fiscal year 2025-2026 and the 6 same sum or so much thereof as may be necessary for fiscal year 2026-2027 for the purposes of this Act. 7

The sums appropriated shall be expended by the department 8 of accounting and general services for the purposes of this Act. 9 10 SECTION 4. This Act shall take effect on July 1, 2025, and shall be repealed on June 30, 2030. 11

INTRODUCED BY: Kelhad



Report Title:

DAGS; Child Care Centers for Eligible Children of State Employees; Pilot Program; Appropriations

Description:

Requires the Department of Accounting and General Services to establish and operate a Child Care Center Pilot Program on Oahu for eligible children of state employees, one in or near the state capitol and one in Kapolei. Appropriates funds. Repeals on 6/30/2030.

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