## **SENATE BILL NO. 885**

April 24, 2020, Introduced by Senator MACGREGOR and referred to the Committee on Government Operations.

A bill to amend 1973 PA 116, entitled

"An act to provide for the protection of children through the licensing and regulation of child care organizations; to provide for the establishment of standards of care for child care organizations; to prescribe powers and duties of certain departments of this state and adoption facilitators; to provide penalties; and to repeal acts and parts of acts,"

by amending sections 5m and 7a (MCL 722.115m and 722.117a), as added by 2017 PA 258.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 5m. (1) This section and sections 5n to 5s apply only to

- a child care center, group child care home, or family child carehome.
- 3 (2) A-Except as provided in subsection (13), a person,
- 4 partnership, firm, corporation, association, nongovernmental
- 5 organization, or governmental organization shall not establish or
- 6 maintain a child care center, group child care home, or family
- 7 child care home unless licensed by the department. Application for
- 8 a child care center, group child care home, or family child care
- 9 home license shall be made on forms provided, and in the manner
- 10 prescribed, by the department, including the fees required under
- 11 subsection (10). Before issuing or renewing a child care center,
- 12 group child care home, or family child care home license, the
- 13 department shall investigate the applicant's activities and
- 14 proposed standards of care and shall make an on-site visit of the
- 15 proposed or established child care center, group child care home,
- 16 or family child care home. Except as otherwise provided in this
- 17 subsection and sections 5g and 5r, if the department is satisfied
- 18 as to the need for a child care center, group child care home, or
- 19 family child care home, as to its financial stability, and that the
- 20 service, facility, applicant, licensee, child care staff member, or
- 21 member of the household is conducive to the welfare of the
- 22 children, the department shall issue or renew the child care
- 23 center, group child care home, or family child care home license.
- 24 If the department determines that a service, facility, applicant,
- 25 licensee, child care staff member, or member of the household is
- 26 not conducive to the welfare of the children, the department shall
- 27 deny that application or revoke that licensee's license according
- 28 to section 11.
- 29 (3) To assess whether the service, facility, applicant,

- 1 licensee, child care staff member, or member of the household is
- 2 conducive to the welfare of the children, the department may
- 3 utilize available information, including, but not limited to, any
- 4 of the following:
- 5 (a) Investigative report, such as a law enforcement report and
- 6 a children's protective services report.
- 7 (b) Medical report.
- 8 (c) Public record.
- 9 (d) Child care center, group child care home, or family child
- 10 care home record.
- 11 (e) Inspection of the child care center, group child care
- 12 home, or family child care home.
- 13 (4) The department may use information obtained under section
- 14 5k to obtain reports prepared independently for police, law
- 15 enforcement, or other purposes to make a determination under this
- 16 section.
- 17 (5) The department shall issue a group child care home or
- 18 family child care home license to a person who has successfully
- 19 completed an orientation session offered by the department and who
- 20 meets the requirements of this act. The department shall make
- 21 available to group child care home or family child care home
- 22 applicants for licensure an orientation session regarding this act,
- 23 the rules promulgated under this act, and the needs of children in
- 24 child care before issuing a group child care home or family child
- 25 care home license.
- 26 (6) Except as provided in subsection (2), the department shall
- 27 issue an original or renewal license under this act for a child
- 28 care center, group child care home, or family child care home not
- 29 later than 6 months after the applicant files a completed

- 1 application. Receipt of the application is considered the date the
- 2 application is received by the department. If the application is
- 3 considered incomplete by the department, the department shall
- 4 notify the applicant in writing or make notice electronically
- 5 available within 30 days after receipt of the incomplete
- 6 application, describing the deficiency and requesting additional
- 7 information. If the department identifies a deficiency or requires
- 8 the fulfillment of a corrective action plan, the 6-month period is
- 9 tolled until either of the following occurs:

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- (a) Upon notification by the department of a deficiency, untilthe date the requested information is received by the department.
- (b) Upon notification by the department that a corrective action plan is required, until the date the department determines the requirements of the corrective action plan have been met.
- 15 (7) The determination of the completeness of an application is 16 not an approval of the application for the license and does not 17 confer eligibility on an applicant determined otherwise ineligible 18 for issuance of a license.
  - (8) Except as provided in subsection (2), if the department fails to issue, deny, or refuse to renew a license to a child care center, group child care home, or family child care home within the time required by this section, the department shall return the application fee required under subsection (10) and shall reduce the application fee for the applicant's next renewal application, if any, by 15%. Failure to issue, deny, or refuse to renew a license to a child care center, group child care home, or family child care home within the time period required under this section does not allow the department to otherwise delay the processing of the application. A completed application shall be placed in sequence

- 1 with other completed applications received at that same time. The
- 2 department shall not discriminate against an applicant in
- 3 processing of an application based on the fact that the application
- 4 fee was refunded or discounted under this subsection.
- 5 (9) If, on a continual basis, inspections performed by a local
- 6 health department delay the department in issuing or denying a
- 7 license for a child care center, group child care home, or family
- 8 child care home under this act within the 6-month period, the
- 9 department may use department staff to complete the inspection
- 10 instead of the local health department causing the delays.
- 11 (10) The department shall assess fees as provided in the
- 12 following schedule:
- 13 (a) Family child care home license, \$50.00 for an original
- 14 license application and \$25.00 for renewal.
- 15 (b) Group child care home license, \$100.00 for an original
- 16 license application and \$50.00 for renewal.
- 17 (c) Child care center license with a capacity of 1 to 20,
- 18 \$150.00 for an original license application and \$75.00 for renewal.
- 19 (d) Child care center license with a capacity of 21 to 50,
- 20 \$200.00 for an original license application and \$100.00 for
- 21 renewal.
- 22 (e) Child care center license with a capacity of 51 to 100,
- 23 \$250.00 for an original license application and \$125.00 for
- 24 renewal.
- 25 (f) Child care center license with a capacity of over 100,
- 26 \$300.00 for an original license application and \$150.00 for
- 27 renewal.
- 28 (11) The department shall use the fees collected under this
- 29 section only to fund the program licensing child care centers,

- 1 group child care homes, and family child care homes. Funds
- 2 remaining at the end of the fiscal year shall not lapse to the
- 3 general fund but shall remain available to fund the program in
- 4 subsequent years.
- 5 (12) Fees described in this section are payable to the
- 6 department at the time an application is submitted for original
- 7 issuance or renewal. If a license is denied, revoked, or refused
- 8 renewal, or an application is rejected as provided in section
- 9 15(4), the department shall not refund fees paid to the department.
- 10 (13) The following provisions of Executive Order No. 2020-51
- 11 apply until June 1, 2020 or until the end of the states of
- 12 emergency and disaster related to COVID-19, whichever occurs later:
- 13 (a) An employer may establish and maintain a disaster relief
- 14 child care center without a license from the department.
- 15 (b) A school district or a nonpublic school may establish and
- 16 maintain a disaster relief child care center in a school building
- 17 without a license from the department.
- 18 (c) The department must promulgate rules governing disaster
- 19 relief child care centers.
- 20 (d) A disaster relief child care center must comply with the
- 21 requirements imposed by department rules and orders governing
- 22 disaster relief child care centers.
- (e) The department rules or orders must, at a minimum, require
- 24 that a disaster relief child care center do all of the following:
- 25 (i) Follow the safe sleep guidelines, including, but not
- 26 limited to, following appropriate sleeping equipment for children
- 27 under 12 months of age.
- 28 (ii) Follow applicable guidelines for diapering, handwashing,
- 29 and sanitizing.

- 1 (iii) Provide porta-cribs, cots, or mats for children older than 2 12 months to sleep or rest.
- 3 (iv) Solicit information about, and communicate with parents 4 and guardians regarding, a child's medicine, allergies, including 5 food allergies, and other special needs.
- 6 (f) Disaster relief child care centers may operate in a school 7 facility operated by a school district or nonpublic school that is 8 closed and is approved for student use. Early childhood staff, 9 student teachers, teachers, and individuals who provide before and 10 after care may provide child care in these settings. The department 11 of education may credit the hours that student teachers work toward 12 teacher preparation graduation requirements and department of 13 education licensure requirements.
- (g) Subrule (5) of R 400.8110 of the Michigan Administrative
  Code is suspended for disaster relief child care centers until June
  1, 2020 or when the states of emergency and disaster related to
  COVID-19 end. Notice of any change in capacity and age groups must
  be provided to the department.

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- (h) A disaster relief child care center operated by a school district in accordance with this subsection, including its employees, is designated as disaster relief forces as defined in section 2 of the emergency management act, 1976 PA 390, MCL 30.402, and is entitled to the immunities set forth in section 11(1) to (3) of the emergency management act, 1976 PA 390, MCL 30.411.
- 25 (i) A disaster relief child care center operated by a school 26 district is a pilot program under 1947 PA 336, MCL 423.201 to 27 423.217, and may charge for reasonable and customary services.
- 28 (j) A school district or nonpublic school shall first identify 29 employees who voluntarily elect to become a disaster relief child

- 1 care center participant before reassigning other employees to work
- 2 in a disaster relief child care center, to the extent authorized
- 3 under applicable contracts and laws. A school district or nonpublic
- 4 school may not require an employee to work in a disaster relief
- 5 child care center if any of the following apply:
- 6 (i) The employee has a confirmed diagnosis of COVID-19.
- 7 (ii) The employee is displaying the symptoms of COVID-19.
- 8 (iii) The employee is 60 years of age or older.
- 9 (iv) The employee has an underlying condition that places the 10 employee at an elevated risk of serious illness from COVID-19.
- 11 (v) The employee has been in contact with someone with a 12 confirmed diagnosis of COVID-19 in the last 14 days.
  - (k) A disaster relief child care center must perform a health evaluation of all individuals who enter the center each time the individual seeks to enter the center, and must deny entry to those individuals who do not meet the evaluation criteria. The evaluation criteria must include both of the following:
- 18 (i) Symptoms of a respiratory infection, such as fever, cough, 19 or shortness of breath.
- 20 (ii) Contact in the last 14 days with someone with a confirmed 21 diagnosis of COVID-19.
- (*l*) A disaster relief child care center must give priority for its services to the essential workforce but may also provide child care services to the general public as space and governing rules or orders permit.
- 26 (14)  $\frac{(13)}{}$  As used in this section:

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(a) "Completed application" means an application complete on
its face and submitted with any applicable fees as well as any
other information, records, approval, security, or similar item

- required by law or rule from a local unit of government, a federal 1
- 2 agency, a state department or agency of another state, or a private
- 3 entity but not from another department or agency of this state. A
- 4 completed application does not include a health inspection
- 5 performed by a local health department.
- 6 (b) "Conducive to the welfare of the children" means:
- (i) The service and facility comply with this act and the 7 8 administrative rules promulgated under this act.
- 9 (ii) The disposition, temperament, condition, and action of the 10 applicant, licensee, licensee designee, program director, child 11 care staff member, and member of the household promote the safety
- 12 and well-being of the children served.
- 13 (c) "Critical infrastructure" includes utilities, 14 manufacturing, mass transit, and groceries or other essential supplies, goods, or equipment. 15
- 16 (d) "Disaster relief child care center" means a child care 17 center offering child care as provided in subsection (13).
  - (e) "Essential workforce" includes health care workers, home health workers, direct care workers, emergency medical service providers, first responders, law enforcement personnel, sanitation workers, child care workers, including employees acting as child care workers in disaster relief child care centers, personnel providing correctional services, postal workers, public health employees, key government employees, court personnel, and others providing critical infrastructure to the people of this state, including individuals performing, remotely or in person, critical
- 27 infrastructure work, necessary government activities, or minimum
- 28 basic operations under Executive Order No. 2020-42 or any order
- 29 that may follow from it.

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- (f) "Key government employees" includes child protective services workers, child welfare workers, foster care workers, including workers from contracted agencies, recipient rights workers, employees of the office of the governor, cabinet officers and their designees, department of health and human services field office staff, unemployment insurance agency employees, and other employees identified by the department of technology, management, and budget.
- Sec. 7a. (1) A provisional license may be issued to a child care organization that is temporarily unable to conform to the rules. The issuance of Except as provided in subsection (3), issuing a provisional license shall be is contingent upon the submission on submitting to the department of an acceptable plan to overcome the deficiency present in the child care organization within the time limitations of the provisional licensing period.

- (2) A provisional license expires 6 months after the date of issuance and may be issued not more than 3 times. The renewal of a provisional license shall be contingent upon the submission of a new application and approval by the appropriate department. At the end of the 6 months, the department shall either issue a regular license, refuse to renew the license as provided in section 11, or modify to a provisional license as provided in this section.
- (3) Until June 1, 2020 or the end of the states of emergency and disaster related to COVID-19, a provisional license may be issued to a child care organization without submission of an acceptable plan to overcome the deficiency present in the child care organization to the department within the time limitations of the provisional licensing period. A provisional license issued under this subsection may be issued with an expiration date no

- earlier than 1 month after the date of issuance and no later than 6 months after the date of issuance, and may be renewed at the discretion of the department until the end of the declared states of emergency and disaster relating to COVID-19.
- 5 (4) (3) The department may modify the license of a child care 6 organization to a provisional license when the licensee willfully 7 and substantially violates this act, the rules promulgated under this act, or the terms of the license. A license cannot be modified 8 9 unless the licensee is given written notice of the grounds of the 10 proposed modification. If the proposed modification is not 11 appealed, the license will be modified. The proposed modification must be appealed within 30 days after receipt by writing the 12 director or director's designee. Upon receipt of the appeal, the 13 14 director or director's designee must initiate the provisions of 15 chapters 4 and 5 of the administrative procedures act of 1969, 1969 16 PA 306, MCL 24.271 to 24.292. Notice of a hearing must be given to the licensee by personal service or delivery to the proper address 17 18 by certified mail not less than 2 weeks before the date of the hearing. The decision of the director must be made as soon as 19 20 practicable after the hearing and forwarded to the licensee by certified mail not more than 10 days after that. The formal notice 21 22 and hearing requirement in this subsection does not apply if the 23 licensee and the department comply with subsection (4).
  - (5) (4)—The department may immediately modify a license without providing written notice of the grounds of the proposed action or giving the licensee 30 days to appeal if the licensee, in writing, does the following:

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(a) Waives the requirement that the department provide writtennotice of the grounds for the proposed action.

- (b) Waives the 30-day time frame in which to submit a written
   appeal to the proposed action.
- 3 (c) Waives the right to implement the provisions of chapters 4 4 and 5 of the administrative procedures act of 1969, 1969 PA 306, 5 MCL 24.271 to 24.292.
- 6 (6)  $\frac{(5)}{}$  As used in this section:
- 7 (a) "Substantially violates" means repeated violations or
  8 noncompliance of this act, a rule promulgated under this act, or
  9 the terms of a license that jeopardizes the health, safety, care,
  10 treatment, maintenance, or supervision of individuals receiving
  11 services or, in the case of an applicant, individuals who may
  12 receive services.
- (b) "Willfully violates" means, after receiving a copy of the act, the rules promulgated under the act and, for a license, a copy of the terms of a license, or a previous citation for a violation of this act or a rule promulgated under this act, a licensee or an applicant knew or had reason to know that his or her conduct was a violation of the act, rules promulgated under the act, or the terms of a license.