CHIPS Child Care Update

Subcommittee On Transportation and Economic Development Joint Committee On Ways and Means

April 3, 2025



SARAH MEANS

SEMICONDUCTOR MANAGER, OFFICE OF GOVERNOR TINA KOTEK

HB 4098 (2024)

• Established the CHIPS Child Care Fund

- Directed OBDD to enter into an agreement with BOLI to develop and administer the fund
- The Fund is intended to provide financial support and child care subsidies to apprentices and journeyworkers who have completed an apprenticeship within last five years
- Directed OBDD to establish the CHIPS Child Care Work Group to develop recommendations on two specific topics:
 - Financial contributions to the CHIPS Child Care Fund by businesses that receive federal semiconductor financial assistance
 - Monetary amount of financial contributions
- Governor Kotek signed HB 4098 in April 2025 and announced \$5 million transfer from the Oregon CHIPS Fund



LINDSEY COCHRAN

CHILD CARE INFRASTRUCTURE PROGRAM COORDINATOR, BUSINESS OREGON

CHIPS Child Care Work Group

- Industry Representatives (4)
- Trade Representative (1)
- Early Learning Advocates (4)
- Department of Early Learning and Care (1), Business Oregon (1), Bureau of Labor and Industries (1) and legislative representatives
- 3 virtual meetings June September 2024
- <u>Legislative Report</u> submitted 11/15/24



Fund Totals

\$7.5M total – \$2.5M appropriation + \$5M transferred from Oregon CHIPS Fund

- \$5,681,662 for the BOLI program (IAA between Business Oregon and BOLI executed 11/25/24)
- \$1,654,161 transferred to Child Care Infrastructure Fund (balance March 2025 is \$1,299,719)
- \$160,000+/- remains for OBDD administration in 2023-2025



Funded Projects

- Seven planning projects were funded in the first round of the Child Care Infrastructure Program utilizing CHIPS Child Care
 - Young Roots Oregon (Linn) \$75,000
 - –Beginning Steps Childcare LLC (Crook) \$75,000
 - Pequeland Bilingual Daycare & Preschool (Lane) \$35,000
 - –George Fox University (Yamhill) \$75,000
 - The Gan Preschool (Multnomah) \$75,000
 - -City of Eugene (Lane) \$75,000
 - The Little Train 2 (Washington) \$25,000



