

AN ACT

relating to an early childhood integrated data system.

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

SECTION 1. Subtitle B, Title 2, Education Code, is amended by adding Chapter 10 to read as follows:

CHAPTER 10. EARLY CHILDHOOD INTEGRATED DATA SYSTEM

Sec. 10.001. DEFINITIONS. In this chapter:

(1) "Cooperating entity" means the:

(A) Children's Learning Institute at The University of Texas Health Science Center at Houston;

(B) Health and Human Services Commission;

(C) Texas Education Agency; and

(D) Texas Workforce Commission.

(2) "Early childhood interagency work group" means the work group established to promote collaboration across state agencies serving families with young children and that consists of representatives from the following state agencies:

(A) Department of Family and Protective Services;

(B) Department of State Health Services;

(C) Health and Human Services Commission;

(D) Texas Education Agency; and

(E) Texas Workforce Commission.

(3) "Lead agency" means the Texas Education Agency.

1 (4) "System" means the early childhood integrated data
2 system established under this subchapter.

3 Sec. 10.002. INITIAL DEVELOPMENT OF EARLY CHILDHOOD
4 INTEGRATED DATA SYSTEM. (a) Subject to Section 10.003(1), the
5 early childhood interagency work group shall initiate the
6 development of the early childhood integrated data system for the
7 purpose of facilitating the sharing of data from early childhood
8 programs across state agencies to:

9 (1) inform policy related to early childhood programs
10 at the state level; and

11 (2) guide improvements to early childhood programs to
12 provide better outcomes for children and families.

13 (b) The system must be developed in a manner that:

14 (1) allows for the integration of existing state and
15 federal data systems that are accessible to the cooperating
16 entities and that contain data derived from early childhood
17 services and programs;

18 (2) allows for the identification of and reporting on:
19 (A) specific outcome measures using aggregated
20 data that does not contain any identifying information, to the
21 extent state or federal law, as applicable, expressly authorizes
22 that use of the information;

23 (B) gaps in services;

24 (C) opportunities to align services and
25 programs; and

26 (D) coordination needs across services and
27 programs; and

1 (3) complies with state and federal laws relating to
2 privacy, cybersecurity, and data collection, including rules
3 establishing procedures to ensure that there is no unauthorized
4 duplication or removal of confidential information.

5 (c) Nothing in this chapter may be construed to authorize
6 the collection of data other than that described by Subsection
7 (b)(1).

8 Sec. 10.003. LEAD AGENCY DUTIES. The lead agency shall:

9 (1) oversee the completion of the system initially
10 developed under Section 10.002 in a manner consistent with the
11 requirements of that section;

12 (2) implement and maintain the system with assistance
13 from the early childhood interagency work group;

14 (3) provide staff to operate the system;

15 (4) using system data, conduct data matching using a
16 protocol approved by the cooperating entities; and

17 (5) in coordination with the cooperating entities,
18 oversee research projects related to the system.

19 Sec. 10.004. COOPERATING ENTITIES. (a) The lead agency and
20 each cooperating entity shall enter into a memorandum of
21 understanding regarding the sharing of data for purposes of the
22 system. The memorandum of understanding must specify the data to be
23 shared consistent with Sections 10.002(b)(1) and (c) and the
24 frequency and manner of that data sharing.

25 (b) Each cooperating entity shall participate in the system
26 and share data for purposes of the system as required by the
27 memorandum of understanding.

1 Sec. 10.005. REPORTING REQUIREMENTS. (a) Not later than
2 September 1 of each year, the lead agency shall submit to the
3 governor and the legislature a report on the progress in
4 developing, establishing, and operating the system.

5 (b) The initial report required by Subsection (a) must
6 include:

7 (1) an interagency data governance plan that includes:

8 (A) objectives relevant to the system and a
9 framework for achieving those objectives;

10 (B) the roles and responsibilities of all state
11 entities involved in establishing and maintaining the system; and

12 (C) documentation of relevant state and federal
13 privacy, cybersecurity, and data collection laws, including rules;

14 (2) a design plan that includes:

15 (A) data integration, security, storage,
16 retention, management, processing, and analytics and other
17 products; and

18 (B) roles and responsibilities of relevant state
19 entity personnel regarding data integration; and

20 (3) information on the status of:

21 (A) hiring staff described by Section 10.003(3);

22 (B) funding applied for and secured; and

23 (C) the development of an Internet website that
24 includes a preliminary, publicly available consumer data
25 dashboard.

26 (c) Each report required by Subsection (a) following the
27 initial report must include:

1 (1) updates to the information required by Subsection
2 (b);

3 (2) an overview on business use cases the system can
4 support; and

5 (3) information on the development of analytic tools
6 based on the business use cases described by Subdivision (2).

7 Sec. 10.006. FUNDING; ACCEPTANCE OF GIFTS, GRANTS, AND
8 DONATIONS. (a) The early childhood interagency work group, the
9 cooperating entities, and the lead agency may use any available
10 state or federal money to develop the system.

11 (b) The lead agency shall actively pursue grants or other
12 money available from the state and federal government to operate
13 the system.

14 (c) The early childhood interagency work group, the
15 cooperating entities, and the lead agency may accept gifts, grants,
16 and donations from any source for the purposes of this chapter.

17 SECTION 2. An entity to which Chapter 10, Education Code, as
18 added by this Act, applies is required to implement a provision of
19 this Act only if the legislature appropriates money specifically
20 for that purpose. If the legislature does not appropriate money
21 specifically for that purpose during a state fiscal biennium, an
22 entity may, but is not required to, implement a provision of this
23 Act using other money available for that purpose.

24 SECTION 3. The Texas Education Agency shall undertake to
25 ensure that the early childhood integrated data system established
26 under Section 10.002, Education Code, as added by this Act, is
27 completed not later than January 1, 2027.

1 SECTION 4. This Act takes effect September 1, 2025.

H.B. No. 3963

President of the Senate

Speaker of the House

I certify that H.B. No. 3963 was passed by the House on May 8, 2025, by the following vote: Yeas 121, Nays 25, 2 present, not voting; and that the House concurred in Senate amendments to H.B. No. 3963 on May 29, 2025, by the following vote: Yeas 99, Nays 36, 1 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 3963 was passed by the Senate, with amendments, on May 27, 2025, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

APPROVED: _____

Date

Governor