

The Governor signed the 2014-2015 Budget Act on June 20, 2014. A summary of items related to child care and development services are included below.

	2014-15 Budget Amounts (change based on numbers included in May Revise)	Additional Detail and Year-to-Year Comparisons												
State Preschool	<p>\$29M 7,500 part-day slots with wrap around slots (expansion for existing contractors) AND 4,000 part-day slots with wrap around slots (available June 2015 for new applicants)</p> <p>\$15M Repeal Part-Day State Preschool Family Fee = 3,847 slots</p>	<p>The Education Trailer Bill states the, “<i>intent of the state to ensure a fair start to all low-income children by providing quality preschool opportunities for all low-income children whose families wish to enroll their children. It is further the intent of the state to provide all low-income four-year-old children from working families with full-day, full-year early education and care.</i>”</p> <table border="1"> <thead> <tr> <th></th> <th>13-14 Budget</th> <th>14-15 Budget</th> <th>Difference</th> </tr> </thead> <tbody> <tr> <td>Funding</td> <td>\$510,323,000</td> <td>\$654,450,000</td> <td>+\$144,127,000</td> </tr> <tr> <td>Max. Enrollment</td> <td>136,182</td> <td>148,198</td> <td>+12,016</td> </tr> </tbody> </table>		13-14 Budget	14-15 Budget	Difference	Funding	\$510,323,000	\$654,450,000	+\$144,127,000	Max. Enrollment	136,182	148,198	+12,016
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General Child Care (GCC)	<p>\$51M 7,500 wrap around slots (intended to be used with part-day State Preschool slots for full-day spaces) AND</p> <p>\$13M 1,000 full day GCC slots</p>	<table border="1"> <thead> <tr> <th></th> <th>13-14 Budget</th> <th>14-15 Budget</th> <th>Difference</th> </tr> </thead> <tbody> <tr> <td>Funding</td> <td>\$483,939,000</td> <td>\$543,867,000</td> <td>+\$59,928,000</td> </tr> <tr> <td>Max. Enrollment</td> <td>48,968</td> <td>55,803</td> <td>+6,835</td> </tr> </tbody> </table>		13-14 Budget	14-15 Budget	Difference	Funding	\$483,939,000	\$543,867,000	+\$59,928,000	Max. Enrollment	48,968	55,803	+6,835
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<p>Alternative Payment Programs</p>	<p>\$4M 500 slots</p>	<table border="1"> <thead> <tr> <th></th> <th>13-14 Budget</th> <th>14-15 Budget</th> <th>Difference</th> </tr> </thead> <tbody> <tr> <td>Funding</td> <td>\$181,101,000</td> <td>\$182,296,000</td> <td>+1,195,000</td> </tr> <tr> <td>Max. Enrollment</td> <td>30,132</td> <td>29,664</td> <td>-468</td> </tr> </tbody> </table>		13-14 Budget	14-15 Budget	Difference	Funding	\$181,101,000	\$182,296,000	+1,195,000	Max. Enrollment	30,132	29,664	-468				
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<p>CalWORKs Child Care</p>	<p>Stage 1 \$366,076,000 41,469 max. enrollment</p> <p>Stage 2 \$354,548,000 51,956 max. enrollment</p> <p>Stage 3 \$219,825,000 34,563 max. enrollment</p> <p>Caseload projections assume continued increases in cost-per-case</p>	<table border="1"> <thead> <tr> <th></th> <th>13-14 Budget*</th> <th>14-15 Budget</th> <th>Difference</th> </tr> </thead> <tbody> <tr> <td>Stage 1</td> <td>\$399,160,000 42,941</td> <td>\$366,076,000 41,469</td> <td>-\$33,084,000 -1,472</td> </tr> <tr> <td>Stage 2</td> <td>\$357,797,000 56,593</td> <td>\$354,548,000 51,956</td> <td>-\$3,249,000 -4,637</td> </tr> <tr> <td>Stage 3</td> <td>\$183,074,000 32,784</td> <td>\$219,825,000 34,563</td> <td>+\$36,751,000 +1,779</td> </tr> </tbody> </table> <p>*13-14 Budget numbers do not include mid-year adjustments.</p>		13-14 Budget*	14-15 Budget	Difference	Stage 1	\$399,160,000 42,941	\$366,076,000 41,469	-\$33,084,000 -1,472	Stage 2	\$357,797,000 56,593	\$354,548,000 51,956	-\$3,249,000 -4,637	Stage 3	\$183,074,000 32,784	\$219,825,000 34,563	+\$36,751,000 +1,779
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<p>Regional Market Rate Increase</p>	<p>\$19M (General Fund) 2009 Regional Market Rates – deficit factor (effective 1/1/15)</p>	<p>The budget included an increase from the 2005 RMR ceilings to the 2009 RMR ceilings less a deficit factor of 13%. We believe that the deficit factor will likely be closer to 9% and expect the change to be included in a budget cleanup bill in August. CDE is working on determining on how they will implement the increase.</p>																
<p>Standard Reimbursement Rate Increase</p>	<p>\$49M (\$24M - General Fund & \$25M -Prop. 98) 5% increase (effective 7/1/14)</p>	<p>--</p>																

Quality Funding (one-time)	\$25M Professional Development for Preschool and Transitional Kindergarten Teachers	<p>SB 837 (Steinberg) has been amended significantly and now serves as a vehicle to provide more detail on the expenditure of these funds.</p> <p>\$15M will be used to provide stipends for teachers to complete at least 24 ECE units and for strengthening teacher knowledge of the CA Preschool Learning Foundations with first priority for transitional kindergarten teachers.</p> <p>\$10M will be provided to CDE to be used for other professional development projects, for transitional kindergarten and California state preschool program teachers, as determined by the department. CDE is required to consult with CA Community Colleges, the CA State University, resource and referral programs, the CA Children and Families Commission, school administrators, and teachers.</p>
	\$10M (Prop. 98) State Preschool facility expansion	<p>One-time funding for State Preschool facility expansion</p>
QRIS Block Grant (ongoing)	<p>\$50M Local consortia will allocate funds to State Preschool program contractors, or local educational agencies, for activities that support and improve quality, and assess quality and access. Priority will be given to directly supporting the classrooms of the state preschool program sites that have achieved the highest common local tier of quality. No more than 20% of a local consortium's QRIS block grant funds may be used for assessment and access projects.</p>	<p><i>QRIS block grant to be allocated to local consortia (a local or regional entity, administered by a lead agency, that convenes a planning body that designs and implements a QRIS). A local consortium shall include representatives from organizations including, but not limited to, all of the following: Local educational agencies, First 5 county commissions, Local postsecondary educational institutions, Local child care planning councils, Local resource and referral agencies, and Other local agencies, including nonprofit organizations, that provide services to children from birth to five years of age, inclusive.</i></p>

<p>Community Care Licensing</p>	<p>\$7.5M (\$5.8M General Fund)</p> <p>71.5 positions to enhance the quality of the Community Care Licensing Division.</p> <p>Increases facility licensing and renewal fees by 10%</p>	<p><i>The Human Services Trailer Bill states the, "intent of the Legislature that increased staffing and funding resources for the State Department of Social Service's Community Care Licensing Division (CCLD) appropriated in the Budget Act of 2014 be used to enhance the CCLD's structure and improve its operations, including the recruitment and training of qualified licensing analysts and managers, and to address the changing nature of licensed facilities. These quality enhancement measures, once fully implemented, are intended to improve the underlying foundation of CCLD's regulatory operations. It is further the intent of the Legislature, once these actions are implemented to, over a specified period of time, increase the frequency of facility inspections resulting in annual inspections for some or all facility types."</i></p>												
<p>21st Century Community Learning Centers and ASES Programs</p>	<p>\$705,226,000 522,390 max. enrollment</p>	<table border="1"> <thead> <tr> <th></th> <th>13-14 Budget</th> <th>14-15 Budget</th> <th>Difference</th> </tr> </thead> <tbody> <tr> <td>Funding</td> <td>\$673,059,000</td> <td>\$705,226,000</td> <td>+\$32,167,000</td> </tr> <tr> <td>Max. Enrollment</td> <td>498,562</td> <td>522,390</td> <td>+23,828</td> </tr> </tbody> </table>		13-14 Budget	14-15 Budget	Difference	Funding	\$673,059,000	\$705,226,000	+\$32,167,000	Max. Enrollment	498,562	522,390	+23,828
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<p>Additional Items</p>	<p>Review of the Child Development Permit</p>	<p><i>On or before, July 1, 2016, the Commission on Teacher Credentialing shall review, and update if appropriate, the requirements for the issuance and renewal of permits authorizing service in the care, development, and instruction of children in child care and development programs and permits authorizing supervision of a child care and development program.</i></p>												