



May Revise for Early Care and Education/May 14, 2014

Overview Courtesy of CAPP, Governor's Budget, California State Association of Counties, CCDA and CDPI

The May Revise does not propose any additional funds for Early Education. There were major increases for MediCal (due to successful Covered California outreach), K-12, repayment of funds owed to School Districts, "Wall of Debt" and the Rainy Day Fund

- Stage 2 - A decrease of \$15.6 million non-Proposition 98 General Fund to reflect a decline in the number of new CalWORKs Stage 2 beneficiaries. Total base cost for Stage 2 is \$348.5 million. January: An increase of \$6.3 million non-Proposition 98 General Fund in 2014-15 to reflect an increase in the cost-per-case of eligible CalWORKs Stage 2 beneficiaries and a slight decrease in the number of cases. Total base cost for Stage 2 is \$364.1 million.
- Stage 3 - An increase of \$30.2 million non-Proposition 98 General Fund to reflect a slight increase in CalWORKs Stage 3 caseload and cost per case. Total base cost for Stage 3 is \$216.1 million. January: An increase of \$2.8 million non-Proposition 98 General Fund in 2014-15 to reflect an increase in the cost-per-case of eligible CalWORKs Stage 3 beneficiaries and a decrease in the number of cases. Total base cost for Stage 3 is \$185.8 million.
- Capped Non-CalWORKs Programs - A net decrease of \$15.4 million non-Proposition 98 General Fund to reflect a decrease of \$15.9 million of excess authority in these programs that had been included to backfill federal sequestration cuts, which did not occur, and an increase of \$481,000 due to an increase in the population of 0-4 year old children.
- State Preschool - An increase of \$356,000 Proposition 98 General Fund to reflect an increase in the population of 0-4 year old children. Child Care and Development Funds - A net increase of \$24.4 million federal funds in 2014-15 reflecting an increase in ongoing base federal funds of \$17.3 million and an additional \$7.1 million in one-time funds from 2013-14. January: A net decrease of \$9.1 million federal funds in 2014-15 to reflect a reduction of available carryover funds (\$3.2 million), and a decrease of \$5.9 million to the base grant. Total federal funding is \$555.6 million.

There is no COLA provided for State Pre-K programs (the statutory COLA for K-12 is pegged at 0.85%) and no change in the RMR market survey year (2005). There is no reimbursement improvement, no additional slots, no enhancement of Quality.