

Update on Child Care Federal Funds: Spending Plan

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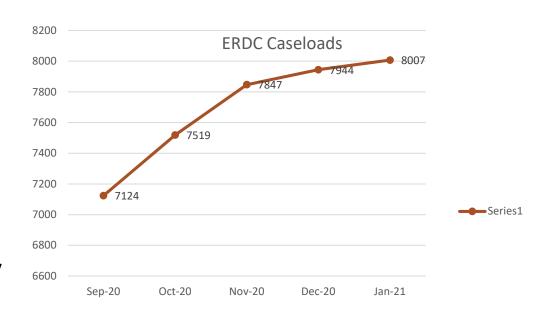
CCRSA CCDF Spending Plan



Direct Child Care Services (Subsidies)	Implementation of Virus Mitigation Policies and Practices	Grants or Assistance to Stabilize Child Care Providers	Workforce Supports
 ERDC: Extend COVID policies to end of biennium Cover cost of restructuring copays for next biennium Reserve resources for increased caseload for next biennium 	Technical Assistance to Providers: Business Coaching Tax Assistance ELD provider outreach	Grants & Supply Building ECC Grants Reopening grant Community-based supply building initiatives	Professional learning: Enhanced on-line trainings Support for digital literacy
\$60 million	\$3 million	\$37 million	\$3 million

Child Care Assistance for Families

- ➤ ERDC Emergency Rules (extended through end of biennium)
 - Eliminated copays for all families
 - Increase income eligibility to 85% SMI/250% FPL
 - Expanded absence & closure payment policy
 - CCRSA set aside to cover zero co-pay obligation in next biennium
 - CCRSA set-aside for ERDC caseload increases





Child Care Assistance for Families: ERDC Copay policy

Guiding principles:

- No co-pay for families in poverty
- Use one co-pay structure for all eligible families at 7% of income
- Use one co-pay structure for all families subsidized through ERDC and TANF
- Use flat tiers to simplify co-pay structure for families, providers, and workers

	Option 1	Option 2	Option 3	Option 4
<=100% FPL	\$0	\$0	\$0	\$0
101-130%	\$50	\$50	\$25	\$25
131-150%	\$75	\$50	\$50	\$50
151-175%	\$100	\$100	\$100	\$75
175%-200%	\$125	\$100	\$150	\$100
200%- Exit	\$150	\$150	\$200	\$150



Technical Assistance to Providers

- Business Coaching
- Tax Assistance
- Provider Outreach





Emergency Child Care Grants for Providers

\$20 million for the remainder of this biennium

- Re-opening assistance to regulated providers
 - Broad allowable uses
 - Open by September 1, 2021
- Financial assistance to child care providers
 - Non-competitive grants with broad allowable uses
 - Grant amounts set by provider type 10% supplemental for ECC providers in Opportunity Zones (rural communities, child care deserts that are economically and racially isolated

Provider Type	Number
RF	225
CF	44
CC	196*
TOTAL:	464



Supply Building Grants

- \$6.2 million approved from CARES Act at January e-board: unscheduled
 - Regional and Community Solutions to increase supply
 - At least 1 award per EL hub region
 - Timing late spring/early summer for RFA release
 - Collaborating w/ Human Centered Design partners to engage families, providers, and other stakeholders in the drafting of RFP
- Set aside of CCRSA funds to supplement \$6.2 million in CARES Funds



Workforce Supports

- Provide digital literacy training and technical assistance
- Enhance online training opportunities
- TA for WorkLife Systems technology to support resource and referral operations





American Rescue Plan

- Passed the House of Representatives
- \$40 Billion for Child Care
- \$1 Billion for Head Start
- OR estimates
 - \$155 million for CCDF
 - \$250 million for Child Care stabilization



AMERICAN RESCUE PLAN ACT OF 2021

