



# Oregon

2023-25 GOVERNOR'S RECOMMENDED BUDGET

## Department of Early Learning and Care



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# Department of Early Learning and Care 2023-25 Governor's Budget Overview

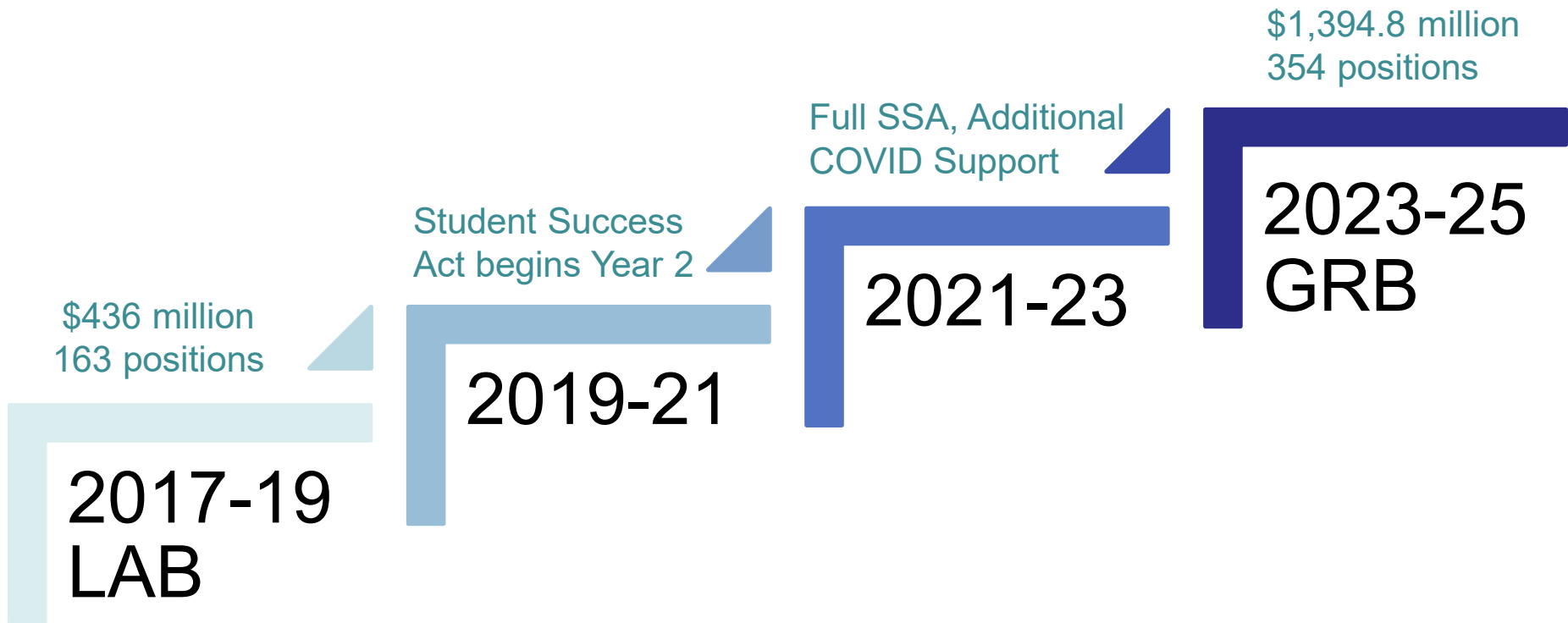
## Emerging Issues


- Customer service and quality assurance in a mixed-delivery system
- Childcare supply stability and workforce
- Ensure successful transfer of Employment Related Day Care
- Information Technology infrastructure
- Additional investments in Early Literacy and Child Care Facilities in other state agencies
- Federal funding cliff





# Department of Early Learning and Care Budget Milestones





# Department of Early Learning and Care Current Service Level Adjustments

## 2021-23 LAB to 2023-25 Current Service Level

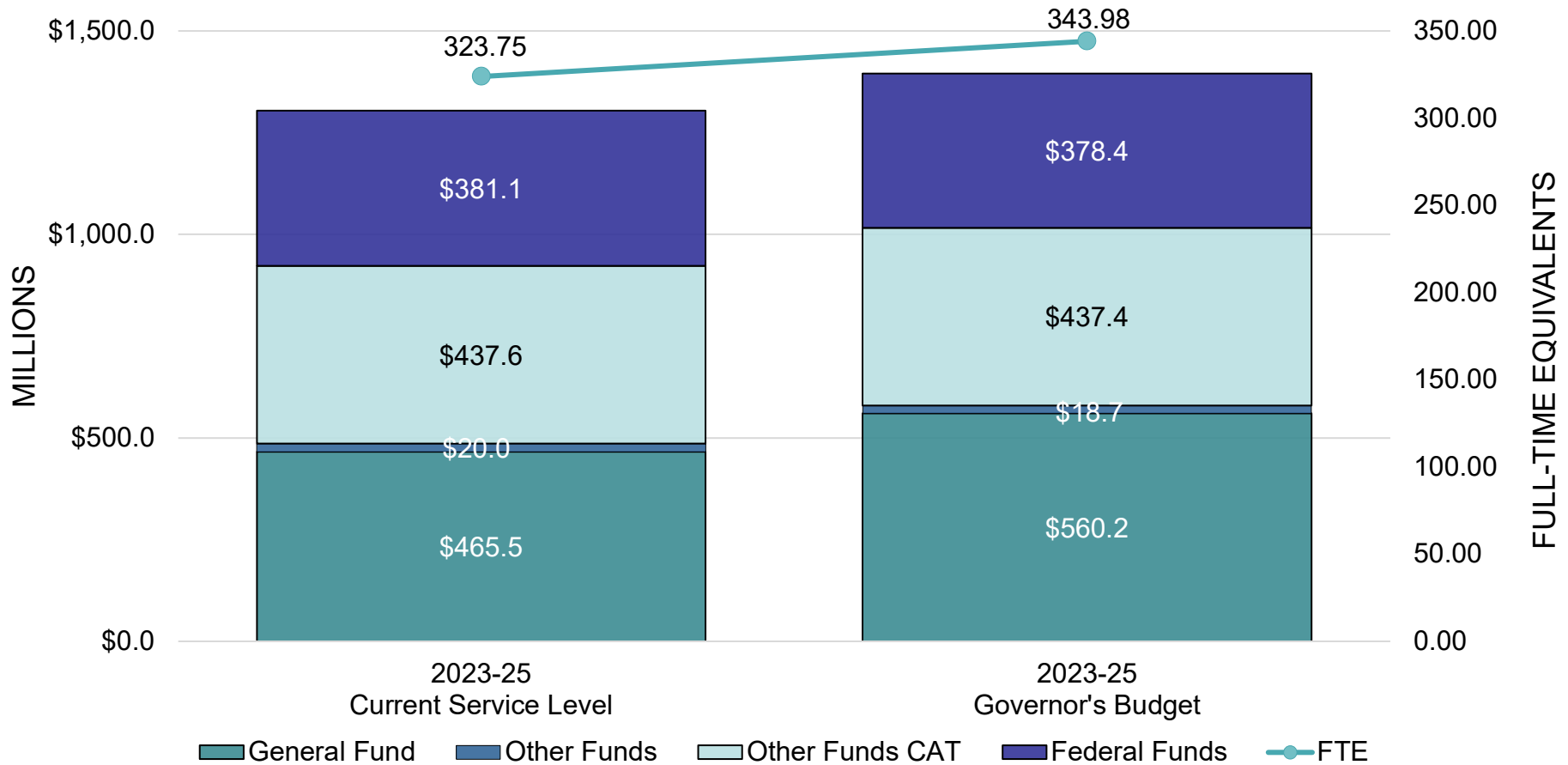
- Build Existing Current Service Level budget within the Oregon Department of Education and the Oregon Department of Human Services
- Transfer \$1,175 million and 300 positions out of the Oregon Department of Education budget and into DELC
- Transfer \$129 million and 32 positions out of the ODHS to DELC for Inclusive Partners program, ERDC, Child Care policy, and Direct Pay Unit

ODHS = Oregon Department of Human Services  
ERDC = Employment Related Day Care





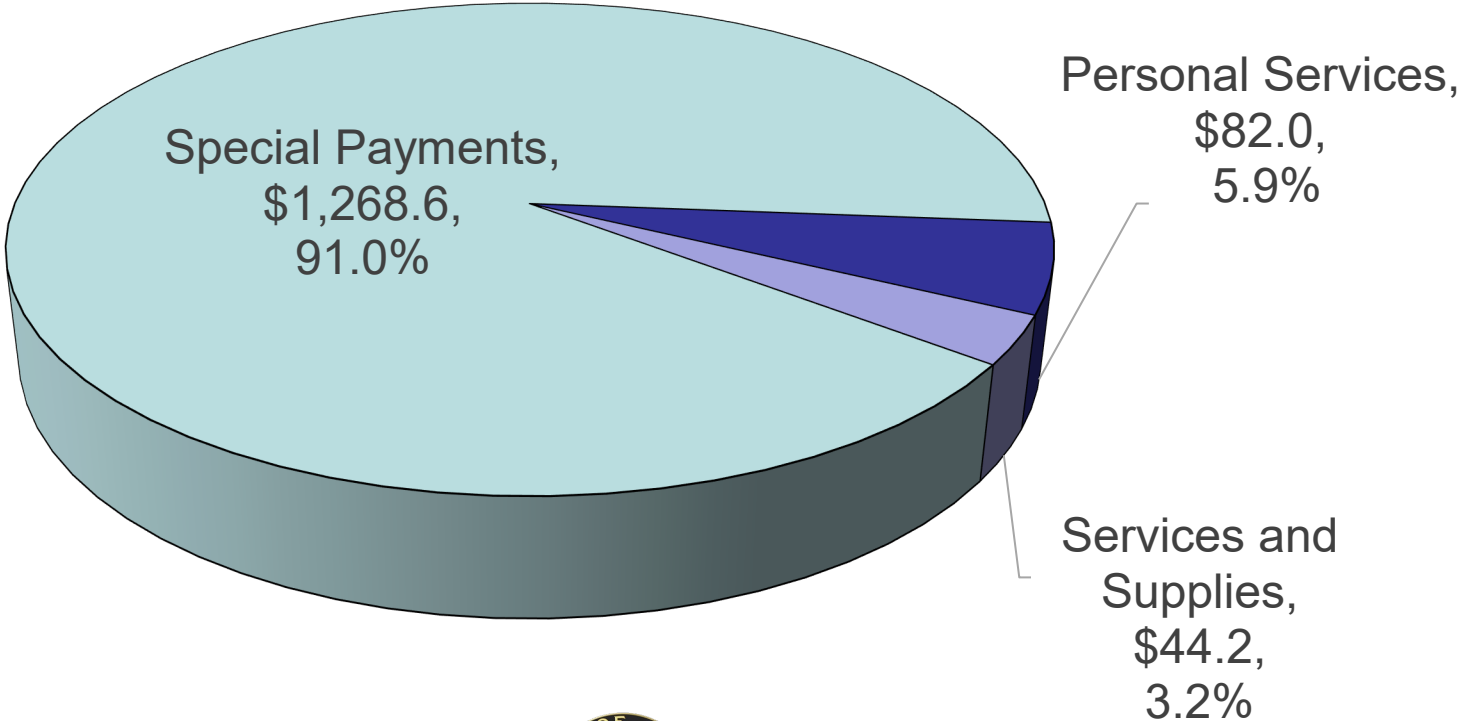
# Department of Early Learning and Care 2023-25 Current Service Level and Governor's Budget





# Department of Early Learning and Care 2023-25 Governor's Budget

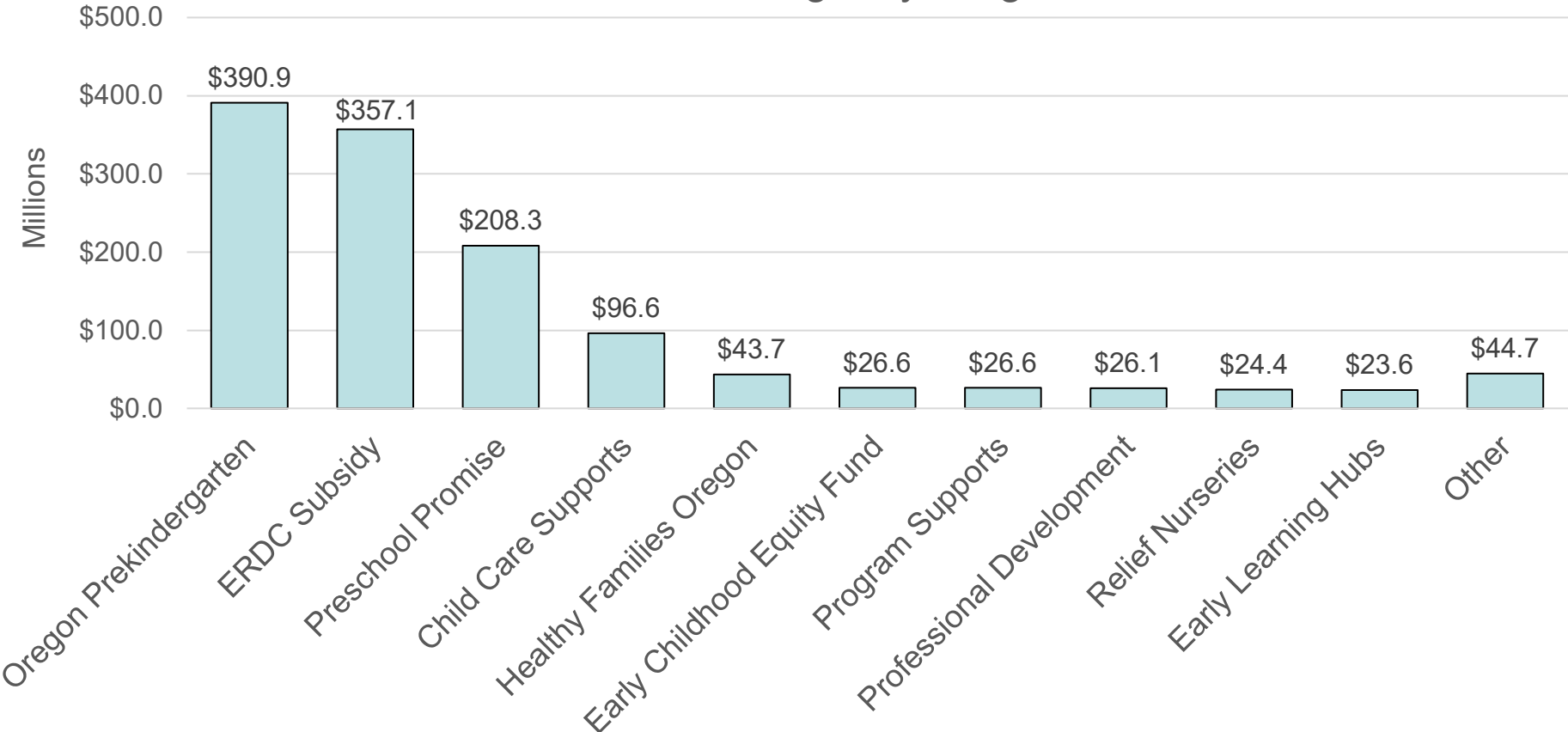
## Agency Budget by Expenditure Category (in millions)





# Department of Early Learning and Care 2023-25 Governor's Budget – Grant in Aid

### Governor's Budget by Program





# Department of Early Learning and Care Revenue Sources

**General Fund  
39%**

**Other Funds  
34%**

Corporate Activity  
Tax

Child Care  
Licensing Fees

Pass Through from  
Other Agencies

Grants (non-  
Federal)

**Federal Funds  
27%**

Child Care  
Development Fund

American Rescue  
Plan Act

Preschool  
Development Grant

Head Start  
Collaboration Grant







# Department of Early Learning and Care

## 2023-25 Governor's Budget Investments

- **Makes targeted investments in Early Learning programs**
  - Additional funding for provider rates to stabilize supply and value the workforce
  - Includes funding for Inclusionary Supports, summer hours for Preschool Promise, Healthy Families Oregon Lincoln County and community transportation
- **Employment Related Day Care Enhancements**
  - Allows for increased rates for providers and limited caseload growth
  - Supports ERDC transfer from Oregon Department of Human Services
  - Funding for ERDC navigators and supports for families and providers to participate in ERDC





# Department of Early Learning and Care 2023-25 Governor's Budget Investments – cont.

- Program Quality Assurance and Operations staffing
  - Seven positions for Quality Assurance
  - 13 positions for Operational needs to launch the new department
- Healthy Families Oregon database solution
- Family and Provider Engagement funding
- Research and Evaluation funding
- Early Literacy and Child Care Facilities investments in other state agencies

## Adjustment from Governor's Recommended Budget

- Moves Infrastructure and Business technical assistance for child care providers from OBDD to DELC





# Department of Early Learning and Care 2023-25 Governor's Budget

## Governor's budget program savings/cost decreases

- Recognizes savings in the Grant in Aid budget
- Recognizes savings in Employment Related Day Care utilization
- Eliminates one, vacant Operations and Policy Analyst 4 position
- Adjustments for the Department of Administrative Services and Attorney General costs

## Governor's budget program reductions

- Targeted reductions in Services and Supplies costs
- Additional vacancy savings due to vacant positions





# QUESTIONS?

