

Child Care and Preschool Budget

(Dollars in Millions)

| | 2014-15 Revised | 2015-16 Revised ^a | 2016-17 Proposed | Change From 2015-16 | |
|--|--------------------|---------------------------------|----------------------|---------------------|----------------|
| | | | | Amount | Percent |
| Expenditures | | | | | |
| CalWORKs Child Care | | | | | |
| Stage 1 | \$330 | \$410 | \$394 | -\$17 | -4% |
| Stage 2 ^b | 364 | 414 | 422 | 8 | 2 |
| Stage 3 | 223 | 278 | 316 | 38 | 14 |
| Subtotals | (\$917) | (\$1,103) | (\$1,132) | (\$29) | (3%) |
| Non-CalWORKs Child Care | | | | | |
| General Child Care ^c | \$531 | \$450 | \$450 | — ^d | — ^d |
| Alternative Payment | 182 | 251 | 255 | \$4 | 2% |
| Migrant child care | 28 | 29 | 29 | — ^d | — ^d |
| Care for Children With Severe Disabilities | 2 | 2 | 2 | — ^d | — ^d |
| Infant and Toddler QRIS Grant (one-time) | — | 24 | — | -24 | -100 |
| Subtotals | (\$742) | (\$756) | (\$736) | (\$20) | (-3%) |
| Preschool Programs^e | | | | | |
| State Preschool | \$604 | \$835 | — | -\$835 | -100% |
| Transitional Kindergarten | 604 ^f | 686 ^f | — | -686 | -100 |
| Preschool QRIS Grant | 50 | 50 | — | -50 | -100 |
| Targeted Play and Learning Block Grant | — | — | \$1,654 ^g | 1,654 | — |
| Subtotals | (\$1,258) | (\$1,571) | (\$1,654) | (\$83) | (5%) |
| Support Programs | \$73 | \$76 | \$79 | \$3 | 3% |
| Totals | \$2,991 | \$3,506 | \$3,600 | \$95 | 3% |
| Funding | | | | | |
| Non-Proposition 98 General Fund | \$809 | \$977 | \$998 | \$21 | 2% |
| Proposition 98 General Fund | 1,258 | 1,571 | 1,654 | 83 | 5 |
| Federal CCDF | 570 | 573 | 583 | 10 | 2 |
| Federal TANF | 353 | 385 | 365 | -20 | -5 |

^a Reflects Department of Social Services' revised Stage 1 estimates for cost of care and caseload. Reflects budget act appropriation for all other programs.

^b Does not include \$9.2 million provided to community colleges for certain child care services.

^c In 2014-15, includes funding for all State Preschool wrap slots. Beginning in 2015-16, includes funding for State Preschool wrap slots provided only by non-LEAs.

^d Less than \$500,000 or 0.5 percent.

^e Some CalWORKs and non-CalWORKs child care providers use their funding to offer preschool.

^f LAO estimate based on average daily attendance in Transitional Kindergarten, as reported by CDE.

^g Consists of \$878 million shifted from State Preschool, \$726 million shifted from Transitional Kindergarten, and \$50 million shifted from the Preschool QRIS Grant.

QRIS = Quality Rating and Improvement System; CCDF = Child Care and Development Fund; TANF=Temporary Assistance for Needy Families; CDE = California Department of Education; and LEA = local education agency.

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