

## 2016-17 Child Care and Preschool Changes

(In Millions)

Change	Proposition 98 General Fund	Non-Proposition 98 General Fund	Federal Funds	Total
<b>Preschool Programs</b>				
Creates new early education block grant	\$1,654	—	—	\$1,654
Moves part-day State Preschool and full-day wrap run by LEAs into proposed early education block grant	-878	—	—	-878
Moves Transitional Kindergarten into proposed early education block grant	-726	—	—	-726
Moves Preschool QRIS Grant into early education block grant	-50	—	—	-50
Before moving programs into block grant, (1) adjusts State Preschool for annualization of slots initiated in 2015-16 and statutory growth and COLA, <sup>a</sup> and (2) adjusts Transitional Kindergarten for increases in LCFF	76	\$3 <sup>b</sup>	—	80
Subtotals	(\$76)	(\$3)	(—)	(\$80)
<b>Child Care Programs</b>				
Makes CalWORKs caseload and average cost of care adjustments	—	\$38	-\$20	\$18
Annualizes funding for Regional Market Rate ceiling increase initiated in 2015-16	—	10	-1	9
Adjusts non-CalWORKs child care programs for statutory growth and COLA <sup>a</sup>	—	4	—	4
Annualizes funding for 5 percent license-exempt rate increase initiated in 2015-16	—	4	1	5
Removes one-time Infant and Toddler QRIS Grant funds	—	-24	—	-24
Subtotals	(—)	(\$32)	(\$19)	(\$12)
<b>Other Technical Adjustments</b>				
	\$7	-\$14	\$10	\$3
<b>Totals</b>	<b>\$83</b>	<b>\$21</b>	<b>-\$9</b>	<b>\$95</b>

<sup>a</sup> Reflects 0.13 percent growth in the birth-through-four population and 0.47 percent COLA.

<sup>b</sup> Annualizes the cost of the 1,200 non-LEA, full-day State Preschool wrap slots initiated January 1, 2015.  
COLA = cost-of-living adjustment and LEA = local education agency.

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