

7-Year Plan for Early Care and Education, Public PreK, and Paid Family and Medical Leave; PRELIMINARY ESTIMATES JFO; Apr.20, 2023

Early care & education as in H.Human Services FY24-FY25: \$27 co-pay with no change over time, closes 1/2 gap between centers & home-based care in FY24;

FY26-FY30: RAND cost of high-quality care, not actual cost of care

As of April 20 at 12:30pm	Inflation assumptions							
	CCFAP	5%	4%	3%	2.5%	2.3%	2.3%	2.3%
	Dep. Sec.	3.9%	3.5%	3.0%	2.5%	2.3%	2.3%	2.3%

Part I	1	CCFAP Early Care and Afterschool, Public PreK	5 months				public preK		
	2	ECE progress to high-quality, accessible care	50%	50%	50%		75%	100%	100%
	3	Appropriations Needed	FY24	FY25	FY26	FY27	FY28	FY29	FY30
	4								
	5	0-4 Rate & Eligibility Expansion -Jan 1, 2024	44,821,001	111,668,324	115,018,374	117,893,833	180,908,087	246,696,941	252,370,970
	6	School Age Rate & Enroll Expansion -Jan 1, 2024	3,878,263	9,662,416	9,952,288	10,201,096	10,435,721	10,675,742	10,921,285
	7	CDD Admin Internal and contract	4,000,000	4,152,000	4,276,560	4,383,474	4,484,294	4,587,433	4,692,944
	8	Readiness Payments /New Entrants	18,873,235						
	9	Quality Incentive and Capacity Payments		10,000,000	10,300,000	10,557,500	10,800,323	11,048,730	11,302,851
	10	PreK Implemt'n Comm, per diem, contractor	107,500	53,750					
	11	CCFAP offset from public preK				(9,785,188)	(15,015,371)	(20,475,846)	(20,946,791)
	12	Total Estimated Appropriation	71,679,999	135,536,490	139,547,222	133,250,715	191,613,053	252,533,000	258,341,259
	13	House FY24 one-time money	(21,680,000)						
	14	House FY24 base GF	(50,000,000)	(51,900,000)	(53,457,000)	(54,793,425)	(56,053,674)	(57,342,908)	(58,661,795)
	15	Needed New Funding	0	83,636,490	86,090,222	78,457,290	135,559,379	195,190,091	199,679,464
16									
17	Revenues for Early Care and Education								
18	Increasing all PI tax brackets by 0.5%		119,162,400	122,737,272	125,805,704	128,699,235	131,659,317	134,687,482	
19	Increasing the top corporate tax rate to 10%		20,033,400	20,634,402	21,150,262	21,636,718	22,134,363	22,643,453	
20	Expanding the EITC to 59%		(15,258,600)	(15,716,358)	(16,109,267)	(16,479,780)	(16,858,815)	(17,246,568)	
21	Net Funding	-	123,937,200	127,655,316	130,846,699	133,856,173	136,934,865	140,084,367	
22									
23	Difference between Funding and Need	0	40,300,710	41,565,094	52,389,409	(1,703,206)	(58,255,227)	(59,595,097)	
24									
25	Public PreK								
26	Public preK				43,834,740	44,842,939	45,874,327	46,929,436	

Part II		Summary							
			FY24	FY25	FY26	FY27	FY28	FY29	FY30
	36	Early Care and Education plus PreK, incl EF funding							
	37	Costs	71,679,999	135,536,490	139,547,222	177,085,455	236,455,992	298,407,326	305,270,695
	38	Revenues, incl EF	71,680,000	175,837,200	181,112,316	229,474,864	234,752,786	240,152,100	245,675,598
39	Difference between revenues and costs	0	40,300,710	41,565,094	52,389,409	(1,703,206)	(58,255,227)	(59,595,097)	