

7-Year Plan for Early Care and Education, Public PreK, and Paid Family and Medical Leave; PRELIMINARY ESTIMATES

JFO; Apr.18, 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 18
 at 5:30pm

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	ECE progress to high-quality, accessible care	5 months			public preK			
		50%	50%	50%	75%	100%	100%	
Appropriations Needed		FY24	FY25	FY26	FY27	FY28	FY29	FY30
	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
	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
	CDD Admin Internal and contract	6,000,000	4,152,000	4,276,560	4,383,474	4,484,294	4,587,433	4,692,944
	Readiness Payments /New Entrants	25,000,000						
	Quality Incentive and Capacity Payments	0	20,000,000	20,600,000	21,115,000	21,600,645	22,097,460	22,605,701
	PreK Implem't'n Comm, per diem, contractor	107,500	53,750					
	CCFAP offset from public preK				(9,785,188)	(15,015,371)	(20,475,846)	(20,946,791)
	AOE Deputy Secretary (Sal + Benefits)		185,000	190,550	196,267	202,154	208,219	214,466
	Total Estimated Appropriation	79,806,764	145,721,490	150,037,772	144,004,481	202,615,530	263,789,949	269,858,575
	House FY24 one-time money	(21,680,000)						
	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)
	Needed New Funding	8,126,764	93,821,490	96,580,772	89,211,056	146,561,856	206,447,041	211,196,780
Part II	Revenues for Early Care and Education							
	Increasing all PI tax brackets by 0.5%	114,800,000	119,162,400	122,737,272	125,805,704	128,699,235	131,659,317	134,687,482
	Increasing the top corporate tax rate to 10%	19,300,000	20,033,400	20,634,402	21,150,262	21,636,718	22,134,363	22,643,453
	Expanding the EITC to 59%	(14,700,000)	(15,258,600)	(15,716,358)	(16,109,267)	(16,479,780)	(16,858,815)	(17,246,568)
	Net Funding	119,400,000	123,937,200	127,655,316	130,846,699	133,856,173	136,934,865	140,084,367
	Difference between Funding and Need	111,273,236	30,115,710	31,074,544	41,635,643	(12,705,683)	(69,512,176)	(71,112,413)
Public PreK								
Public preK				43,834,740	44,842,939	45,874,327	46,929,436	