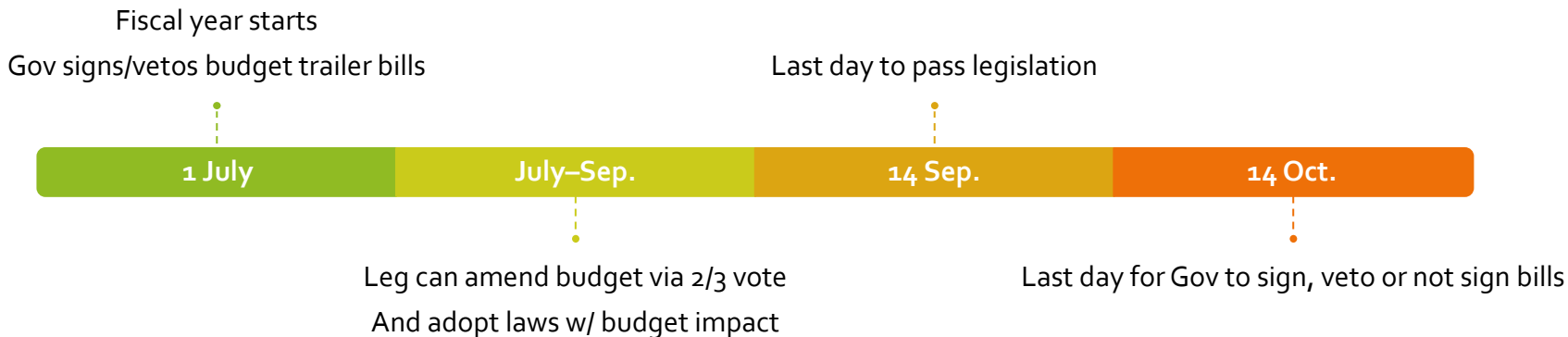
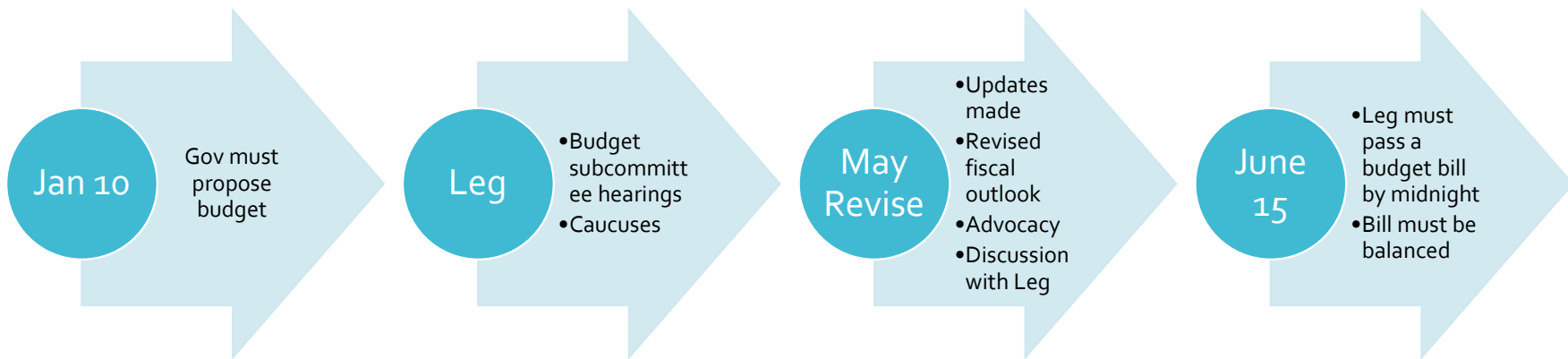


Governor's January Budget

Children Now
Stacy Lee,
Chief Learning
Officer & Sr
Managing Director
Early Childhood



Budget Timeline



Big Picture

- \$297 billion dollar total budget
- \$22.5 billion dollar projected deficit

Major themes:

- Avoid drastic cuts via slowing implementation for multi-year, one time efforts
- “Protect most vulnerable”

Cuts, Deferments, Borrow, Shift

- Cutting \$5.7 billion from a variety of areas including climate, workforce and housing programs.
- Defer \$7.4 billion in spending on other initiatives including deferring 20,000 new childcare slots and transportation and education-related capital improvement projects.
- Borrow or shift \$5.5 billion to cover other costs, like California State University capital projects

Child Care

Proposed

Slow multi-year expansion of slots due to unutilized slots – pushed to 2024-25

COLA 8.13 % increase at \$301.7m Gen Fund and \$1.5m Child and Adult Care Food Program

****Included mention of Rate Reform, w/in context of CCPU negotiations**
(current contract expires June 30, 2023)

CA State Prek

Proposed 2nd year of 3 year ramp up to expand inclusivity in CSPP:

Incrementally ramp up to serving at least 10 percent students with disabilities by July 1, 2024

Provide additional supportive services for dual language learners.

8.13 COLA increase

Sustain reimbursement rate increases from last year

\$763,000 Prop 98 Gen Fund for Prek Classroom Assessment Scoring System

Delays planned \$550 million Full Day Kinder facilities \$ for TK, Full Day K, or Prek classrooms

TK

Proposed

Slow expansion to 2025-26 vs 2024-25

Rebenching TK to count “new” kids in Prop 98

8.13% COLA

Reduction of \$10M in per pupil TK funding from the 22/23 budget

Reduction of \$46M for additional staffing in TK classrooms from the 22/23 budget

Commitment of \$690M in per pupil TK funding for 23/24

Commitment of \$165M for additional TK staffing for 23/34

\$250m Additional one-time Prop 98 for literacy coaches and specialist grant program

Other Considerations: Federal Budget Increases for ECE

- Child Care and Development Block Grant (CCDBG) program: \$8 billion
 - An increase of \$1.9 billion above the fiscal year 2022 enacted level
- Head Start and Early Head Start: \$12 billion
 - An increase of \$960 million above FY2022
- Preschool Development Grant Birth Through Five (PDG B-5) program: \$315 million
 - An increase of \$25 million above FY2022
- IDEA Part B Preschool Grants: \$420 million
 - An increase of \$10.4 million above FY2022
- IDEA Part C Grants for Infants and Toddlers: \$540 million
 - An increase of \$43.7 million above FY2022
- *about 10% to CA = \$293.9 million



#forthebabies