Iowa Community Empowerment/Early Childhood Iowa Funding

EARLY CHILDHOOD GRANTS

The Iowa State Legislature appropriates state General Funds (prior to FY2014 these were federal Child Care Development Block Grant funds) for community grants to enhance the quality and capacity of child care through:

- Regular child care and provider recruitment,
- Child care for mildly ill children,
- 2nd and 3rd shift child care,
- Provider training, and
- Support for registration and licensure.
- ✓ Early Childhood Grants are awarded to all Early Childhood Iowa Areas via a formula. Beginning in FY '19, ECI begins a 4-year process to phase-in a new formula. The new formula is:
 - o 5% of the appropriation is distributed equally among all 99 counties
 - o 35% of the appropriation is distributed based on the percent of the population in the ECIA that is age 0-5
 - o 60% of the appropriation is distributed based on the percent of the population in the ECIA that is age 0-5 and at or below 185% of the poverty level
- ✓ As FY 18 and previous years, the formula was based on the number of Family Investment Plan (FIP) cases per county
- ✓ Early Childhood Iowa Area administrative expenditures are limited to 5% of the Early Childhood Grant award
- ✓ October 2009 Across the Board Reduction of General Funds resulted in a decrease of \$500,000 to the CEA boards.
- ✓ Beginning in FY2014, the lowa Legislature changed the source of the Early Childhood funds from federal Child Care Development Block Grant funds to state general funds. This change reduced the fiscal requirements that are associated with federal funds and local area boards felt were burdensome.

The funding history for the Early Childhood Grants:

| \$1,610,076 |
|-------------|
| \$3,737,649 |
| \$6,283,632 |
| \$6,283,632 |
| \$6,279,725 |
| \$7,261,647 |
| \$7,259,000 |
| \$7,250,000 |
| \$7,246,000 |
| \$7,250,000 |
| \$7,250,000 |
| \$6,750,000 |
| \$6,250,000 |
| \$6,246,000 |
| \$6,246,000 |
| \$6,245,000 |
| |

| FY2015 | \$6,300,000 |
|---------|-------------|
| FY 2016 | \$6,300,000 |
| FY 2017 | \$6,300,000 |
| FY 2018 | \$5,800,000 |
| FY 2019 | \$5,790,000 |
| FY 2020 | \$5,790,000 |
| FY 2021 | \$5,790,000 |
| FY 2022 | \$5,785,000 |
| | |

SCHOOL READY GRANTS

The Iowa State Legislature appropriates General Funds (and Healthy Iowans Tobacco Trust (HITT) funds in 2002-2009) for community grants to support comprehensive services for children ages 0 through 5 including:

- Preschool support for low-income families
- Family support and parent education
- Quality improvements
- Other early care, health and education services
- ✓ School Ready Grants are distributed via a formula. The formula is:
 - o 45% = 0-5 children at 185% of poverty
 - o 35% = 0.5 population
 - o 20% = Base
- ✓ In FY 18, through legislation, the spending categories for preschool and family support are rolled into the general aid category allowing for more flexibility at the local level
- ✓ For FY18, \$2,229,368 shall be used for efforts to improve the quality of early care, health and education programs.
- ✓ For FY 18, \$18,753,801 is appropriated for supporting family support and preschool support service and general aid..
- ✓ Administrative expenditures are limited to 3% of the School Ready Grant award until FY '22 when it was legislatively changed to 5%.
- ✓ Funds are state dollars.

The funding history for School Ready Grants:

| FY 1999 | \$5,200,000 |
|---------|--|
| FY 2000 | \$10,400,000 |
| FY 2001 | \$15,600,000 |
| FY 2002 | \$15,817,247 |
| FY 2003 | \$14,877.962 |
| FY 2004 | \$15,677,962 - 2.5% Across the Board Reduction of General Funds + a .25% |
| | Restoration = \$15,373,656.50 |
| FY 2005 | \$15,334,844 |
| FY 2006 | \$25,634,842 |
| FY 2007 | \$38,434,844 |
| FY 2008 | \$38,434,844 |
| FY 2009 | \$36,955,259 – December 2008 1.5% Across the Board Reduction of General |
| | Funds = \$524,135.60 to the CEA boards. |
| FY2010 | \$29,138,307 – October 2009 10% Across the Board Reduction of General |
| | Funds resulted in a decrease of \$3,015,369 to the CEA boards. |

| FY2010 | \$877,215 — At the close of the 2010 legislative session, SF2366 was signed into law making appropriations to backfill FY10 preschool support funds to the CEA boards. |
|---------|--|
| FY2011 | \$25,287,842 |
| FY2012 | \$21,999,794 |
| FY2013 | \$21,999,794 |
| FY2014 | \$21,999,794 |
| FY2015 | \$21,999,794 |
| FY 2016 | \$21,999,794 |
| FY 2017 | \$21,999,794 |
| FY 2017 | \$21,174,801 - SF 130 reduced the funding level by 3.25% in the final quarter of the fiscal year resulting in a decrease of \$310,401 to ECI Boards. |
| FY 2018 | \$20,983,196 – In FY 18 there was a reduction in funds in the amount of |
| | \$53,803. The reduction was absorbed by the ECI Office. |
| FY 2019 | \$20,983,169 |
| FY 2020 | \$21,483,169 |
| FY 2021 | \$21,483,169 |
| FY 2022 | \$22,027,169 |