

Early Learning Coalition of Palm Beach County Proposed Initial Budget FY 2022-2023	School Readiness (SR)			Scholarship (CSC - Not including Match)			Voluntary Pre-Kindergarten (VPK)		
	21/22 Budget Amendment #3	Increase/ (Decrease)	Proposed Initial Budget 22/23	21/22 Budget Amendment #3	Increase/ (Decrease)	Proposed Initial Budget 22/23	21/22 Budget Amendment #3	Increase/ (Decrease)	Proposed Initial Budget 22/23
Revenue									
Department of Health and Human Services(Federal):									
Office of Head Start	-	-	-	-	-	-	-	-	-
Florida's Office of Early Learning (State):									
Base Allocation	66,662,382	(2,186,747)	64,475,635	-	-	-	30,491,205	3,422,810	33,914,015
CRRSA/ARPA Allocation	65,753,275	(36,853,424)	28,899,851	-	-	-	-	-	-
SR Child Care Match Program	8,988,487	(88,487)	8,900,000	-	-	-	-	-	-
SR Gold Seal Differential	-	9,445,622	9,445,622	-	-	-	-	-	-
SR Quality Performance Incentive (QPI)	-	3,098,042	3,098,042	-	-	-	-	-	-
SR Special Needs Allocation	-	300,000	300,000	-	-	-	-	-	-
VPK Additional Payment Program	-	-	-	-	-	-	-	7,479,643	7,479,643
SR Preschool Development Grant	730,256	-	730,256	-	-	-	-	-	-
Program Assessment	157,552	-	157,552	-	-	-	-	242,556	242,556
Children's Services Council (Local);									
Child Care Scholarship	-	-	-	21,706,700	(352,883)	21,353,817	-	-	-
SR Child Care Match Pool	8,588,487	(88,487)	8,500,000	-	-	-	-	-	-
Child Care Match	-	-	-	-	-	-	-	-	-
Business Partnership Match	400,000	-	400,000	-	-	-	-	-	-
Other Local Contracts:									
Teenage Parent Program Grant	829,916	44	829,960	-	-	-	-	-	-
CareerSource	105,999	44	106,043	-	-	-	-	-	-
Early Learning Florida (UF)	-	40,000	40,000	-	-	-	-	-	-
Palm Beach County	-	-	-	-	-	-	-	-	-
Other Funding	20,000	-	20,000	-	-	-	-	-	-
Foundation Grants - Other	-	-	-	-	-	-	-	-	-
Reserves									
Reserves - Restricted	-	-	-	-	-	-	-	-	-
Reserves - Unrestricted	45,086	18,844	63,930	-	-	-	-	-	-
Total Revenue	152,281,440	(26,314,550)	125,966,892	21,706,700	(352,883)	21,353,817	30,491,205	11,145,009	41,636,214
Non-Direct Expenses									
Program Services:									
Family Services	3,524,009	552,234	4,076,243	354,521	297,899	652,419	290,764	89,880	380,644
Provider Services	465,270	(127,425)	337,845	36,817	29,180	65,997	162,725	(17,270)	145,455
Data Management Systems	1,026,433	136,114	1,162,547	77,281	68,766	146,047	74,507	9,152	83,658
Quality:									
Resource and Referral	2,392,145	483,222	2,875,367	-	-	-	138,663	(4,565)	134,098
Early Intervention	390,879	21,964	412,843	194,832	(8,714)	186,118	732	(732)	-
Program Assurance	2,228,903	769,140	2,998,042	41,179	13,889	55,068	154,290	300,046	454,336
GOLD Assessment/Tech Assistance	-	-	-	507,454	(8,691)	498,763	-	-	-
Administration:									
Executive	1,256,803	105,664	1,362,468	82,492	-	186,940	145,472	(15,203)	130,269
Finance	648,773	93,899	742,672	58,654	-	110,278	53,891	2,014	55,905
Information Technology	456,346	206,574	662,920	47,651	47,853	95,504	36,711	12,718	49,429
Total Non-Direct Expenses:	12,389,562	2,241,386	14,630,948	1,400,881	440,181	1,997,134	1,057,754	376,040	1,433,794
Direct Services									
Quality Initiatives for Providers	68,023,531	(37,994,498)	30,029,033	450,000	(450,000)	-	-	-	-
Child Care SR / Scholarship	53,891,372	9,615,539	63,506,910	19,855,819	(499,136)	19,356,683	29,433,451	10,768,969	40,202,420
SR Child Care Match Pool	17,976,974	(176,974)	17,800,000	-	-	-	-	-	-
Total Direct Services	139,891,877	(28,555,933)	111,335,943	20,305,819	(949,136)	19,356,683	29,433,451	10,768,969	40,202,420
Total Expenses	152,281,440	(26,314,547)	125,966,892	21,706,700	(508,955)	21,353,817	30,491,205	11,145,009	41,636,214
Revenue over/(under) expenses	0	-	(0)	0	-	-	(0)	-	-

Early Learning Coalition of Palm Beach County Proposed Initial Budget FY 2022-2023	Early Head Start			Other Funding			Totals		
	21/22 Budget Amendment #3	Increase/ (Decrease)	Proposed Initial Budget 22/23	21/22 Budget Amendment #3	Increase/ (Decrease)	Proposed Initial Budget 22/23	21/22 Budget Amendment #3	Increase/ (Decrease)	Proposed Initial Budget 22/23
Revenue									
Department of Health and Human Services(Federal)									
Office of Head Start	3,545,249	8,805	3,554,054	-	-	-	3,545,249	8,805	3,554,054
Florida's Office of Early Learning (State):									
Base Allocation	-	-	-	-	-	-	97,153,587	1,236,063	98,389,650
CRRSA/ARPA Allocation	-	-	-	-	-	-	65,753,275	(36,853,424)	28,899,851
SR Child Care Match Program	-	-	-	-	-	-	8,988,487	(88,487)	8,900,000
SR Gold Seal Differential	-	-	-	-	-	-	-	9,445,622	9,445,622
SR Quality Performance Incentive (QPI)	-	-	-	-	-	-	-	3,098,042	3,098,042
SR Special Needs Allocation	-	-	-	-	-	-	-	300,000	300,000
VPK Additional Payment Program	-	-	-	-	-	-	-	7,479,643	7,479,643
SR Preschool Development Grant	-	-	-	-	-	-	730,256	-	730,256
Program Assessment	-	-	-	-	-	-	157,552	242,556	400,108
Children's Services Council (Local);									
Child Care Scholarship	-	-	-	-	-	-	21,706,700	(352,883)	21,353,817
SR Child Care Match Pool	-	-	-	-	-	-	8,588,487	(88,487)	8,500,000
Child Care Match	900,000	-	900,000	-	-	-	900,000	-	900,000
Business Partnership Match	-	-	-	-	-	-	400,000	-	400,000
Other Local Contracts:									
Teenage Parent Program Grant	-	-	-	-	-	-	829,916	44	829,960
CareerSource	-	-	-	-	-	-	105,999	44	106,043
Early Learning Florida (UF)	-	-	-	-	-	-	-	40,000	40,000
Palm Beach County	-	-	-	-	-	-	-	-	-
Other Funding	-	-	-	-	-	-	20,000	-	20,000
Foundation Grants - Other	-	-	-	-	-	-	-	-	-
Reserves									
Reserves - Restricted	-	-	-	1,150,000	(138,171)	1,011,829	1,150,000	(138,171)	1,011,829
Reserves - Unrestricted	-	-	-	-	-	-	45,086	18,844	63,930
Total Revenue	4,445,249	8,805	4,454,054	1,150,000	(138,171)	1,011,829	210,074,592	(15,651,789)	194,422,804
Non-Direct Expenses									
Program Services:									
Family Services	1,626,424	91,844	1,718,268	-	-	-	5,795,718	1,031,856	6,827,574
Provider Services	347	(347)	-	-	-	-	665,160	(115,863)	549,297
Data Management Systems	-	-	-	-	-	-	1,178,221	214,032	1,392,253
Quality:									
Resource and Referral	-	-	-	15,000	(15,000)	-	2,545,808	463,657	3,009,465
Early Intervention	-	-	-	-	-	-	586,443	12,519	598,962
Program Assurance	-	-	-	-	-	-	2,424,371	1,083,075	3,507,446
GOLD Assessment/Tech Assistance	-	-	-	-	-	-	507,454	(8,691)	498,763
Administration:									
Executive	135,564	25,041	160,605	-	-	-	1,620,331	219,950	1,840,282
Finance	90,398	21,228	111,626	-	-	-	851,716	168,765	1,020,480
Information Technology	53,901	29,284	83,186	-	-	-	594,610	296,429	891,039
Total Non-Direct Expenses:	1,906,635	167,050	2,073,685	15,000	(15,000)	-	16,769,832	3,365,729	20,135,560
Direct Services									
Quality Initiatives for Providers	146,704	(59,638)	87,067	1,021,829	(10,000)	1,011,829	69,642,064	(38,514,136)	31,127,929
Child Care SR / Scholarship	2,391,909	(98,607)	2,293,302	113,171	(113,171)	-	105,685,722	19,673,594	125,359,315
SR Child Care Match Pool	-	-	-	-	-	-	17,976,974	(176,974)	17,800,000
Total Direct Services	2,538,614	(158,245)	2,380,369	1,135,000	(123,171)	1,011,829	193,304,761	(19,017,516)	174,287,244
Total Expenses	4,445,249	8,805	4,454,054	1,150,000	(138,171)	1,011,829	210,074,592	(15,651,787)	194,422,804
Revenue over/(under) expenses	(0)	0	-	0	(0)	-	-	-	(0)

PROPOSED BUDGET INITIAL BUDGET FISCAL YEAR 2022-2023

Early Learning Coalition of Palm Beach County, Inc.
Proposed Budget Initial Budget - Legend
Fiscal Year 2022-2023

Legend - Explanations:

¹ This year, there are significant legislative changes to the structure of School Readiness funding. The legislature remained committed to Early Care and Education, increasing quality initiatives, however impacting administrative funding and flexibility for Coalitions. Funding for specified quality initiatives are budgeted as separate funding categories in the State budget and therefore treated as separate "pots" of funding. The separation of those funding categories has changed the calculation of non-direct/admin funding earmarks (See Earmarks and Percentages page for further explanation of earmark impact/calculation).

22/23		21/22		
Base Funding *	46,734,163	Base Funding **	40,845,982	¹ <i>Included Gold Seal approx \$8M based on actual spending.</i>
Hold Harmless ^	11,741,472	Waitlist	38,468	
Expanded Services ^	6,000,000	Quality Performance Initiative	4,103,965	
		SR Rate Increase	17,629,653	
		Re-Obligation of Funds	4,000,000	
		Miscellaneous	4,314	
	<u>64,475,635</u>		<u>66,622,382</u>	
Gold Seal (Est)	9,445,622		-	
Quality Performance Initiative (Est)	3,098,042		-	
Special Needs Allocation (Est)	300,000		-	
Program Assessment	<u>157,552</u>		<u>157,552</u>	
Total SR Funding (not incl Match Program)	<u><u>77,476,851</u></u>		<u><u>66,779,934</u></u>	

* Calculation based on a legacy funding formula, roughly based on the historic proportion of children served by County

** New funding formula based on census data (from the Florida Legislative Office of Economic and Demographic Research) and proportion of eligible children birth through five, under 200% of Federal Poverty Level (FPL) by County.

² The State budget allowed for the carry over of unspent CRRSA and ARPA funding from 21/22 to the 22/23 year. The Division of Early Learning determines the parameters of releasing funds. DEL ARPA guidance required providers to receive total grant awards in 3 installments. The majority of installment #1 and #2 were released last fiscal year.

Carry Over Amounts	
Coronavirus Response and Relief Supplementary Act (CRRSA)	2,064,630
American Rescue Plan Act (ARPA)	26,647,379
Elementary and Secondary School Emergency Relief II (ESSER II)	<u>187,842</u>
	<u><u>28,899,851</u></u>

DEL has communicated that another round of ARPA funding will be allocated to Coalitions, however there has been no details shared, therefore this budget does not include any estimates at this time.

³ There were no legislative changes to the School Readiness Match Program this year. The Coalition anticipates the 22/23 allocation will be consistent with the prior year. We anticipate the actual notice of award sometime in July 2022. The Coalition has been able to draw down approx \$8.9M of federal funding, providing match funding of \$8.5 M from the Children's Services Council and \$400K from participating child-care providers.

⁴ The Preschool Development unspent funding from 21/22 year is also able to be carried forward to 22/23 fiscal year. The Coalition will continue to provide mental health and social/emotional supports for child care providers with this funding.

⁵ Starting fiscal year 19/20, the School Readiness program fully implemented quality initiatives that impact the learning environment. Those initiatives required child care providers obtain a minimum CLASS score to obtain a School Readiness contract and Coalitions are responsible for completing those CLASS assessments. Since implementation, ELC Palm Beach has completed these annual CLASS assessments with Coalition staff. This year, the State budget provided for additional support for completing assessments, for both SR and VPK.

PROPOSED BUDGET INITIAL BUDGET FISCAL YEAR 2022-2023

Early Learning Coalition of Palm Beach County, Inc.
Proposed Budget Initial Budget - Legend
Fiscal Year 2022-2023

- ⁶ In FY 21/22 the Children's Services Council provided a one-time investment of \$450,000 in direct pandemic related supports for providers that met certain criteria.
- ⁷ The 22/23 State budget provided for a historic increase to the VPK Student Base Allocation (BSA). The reimbursement rate for the VPK program is a state-wide fixed rate, set by the legislature. This rate had remained stagnant for many years, impacting the number of participating providers. The Coalition's initial anticipated allocation increased by \$3.4M from prior year, to absorb the 13% increase in the BSA for the 22/23 year.
- ⁸ In addition to the historic increase in the BSA, the legislature also provided an additional \$100M to provide additional funding to VPK providers that increase wages to \$15/hr. DEL is allocating those funds based on the same proportion of the VPK Base funding and Palm Beach will receive an additional \$7.4M for this funding. (See Earmark and Percentages page for further explanation of impact to administrative funding).
- ⁹ Starting with the 22/23 year, the VPK program is requiring contracted providers to meet a minimum CLASS assessment, just as the SR Program did in 19/20 (see note #5 above). To assist Coalitions with the additional cost completing annual assessments for VPK providers, the State budget provided additional funding for this year. The Coalition is able to maximize existing resources and anticipates adding only 2 additional FTE's for VPK assessments.
- ¹⁰ The Coalition received Foundation funding in previous years. Those foundations distributed the full amount of the entire grant upon award. Management continues to use that funding to fill in gaps for services/items not provided by state or local funding.
- ¹¹ The Children's Services Council (CSC) contract for the upcoming year is \$31,153,817 in total, which includes an additional \$1M investment for the recent increase in School Readiness/Scholarship reimbursement rates. The CSC contract provides funding for the Scholarship program, as well as required match funds for the SR Match and Early Head Start Programs.
- ¹² In order to continue our commitment to excellence, management continually evaluates Coalition operations and market factors that affect personnel. The Coalition budget presented includes the following:
- 1:) Cost of Living - 5% has been budgeted for increases for all staff in light of the current economic factors, such as inflation
 - 2:) Expanded staffing -based on the growth of the Coalition budget and impact on operational workload, management determined the need for additional resources, to especially to expand our local commitment to quality:

	Additional Positions
Family/Providers Services	9
Data Management	1
Resource and referral (call center)	2
Early Intervention	1
Program Assurance/Quality/Training	10
Executive/Operations/HR	1
Information Technology	2
	26

The overall impact of the change in non-direct/Coalition operational expenses is 2% of the total agency budget and the Coalition maintains favorable earmarks with state funding, maintaining approx 82% for direct services. (See Earmark and Percentages Page for further explanation).

- ¹³ In May 2022, the Executive Committee approved a provider rate increase effective July 1, 2022. The Division of Early Learning approved this rate increase during June 2022. Due to legislative changes, provider reimbursement rates for the School Readines program will be transferred from local control to the State level.

PROPOSED INITIAL BUDGET 2022-2023

**Early Learning Coalition of Palm Beach County, Inc.
Earmarks and Percentages
Fiscal Year 2022-2023**

School Readiness Division of Early Learning (DEL) Contract- Earmarks:

		Base	SR Match Program	Total for Earmark		
"Base" Allocation for Non-Direct Calculation		64,475,635	17,800,000	82,275,635		
		Total Base Allocation (plus Match)	Calculated Amt:	Amount Budgeted by Coalition:	Over/(Under):	Calculated % (w/ Match):
Minimum Requirements:						
Direct Service (Slots)	78%	82,275,635	64,174,995	67,556,699	3,381,704	82.11%
Quality (includes R&R)	4%	82,275,635	3,291,025	6,220,574	2,929,548	7.56%
Maximum Requirements:						
Administration	5%	82,275,635	4,113,782	2,943,239	(1,170,543)	3.58%
Non-Direct	13%	82,275,635	10,695,833	5,555,123	(5,140,709)	6.75%
Maximum Requirements:						
Total Admin, Non-Direct, and Quality	22%	82,275,635	18,100,640	14,718,936	(3,381,704)	17.89%

Legislative Changes in Earmark Calculation Comparison (from prior fiscal year)

		22/23	21/22	
Base Funding *		46,734,163	Base Funding **	40,845,982
Hold Harmless ^		11,741,472	Waitlist	38,468
Expanded Services ^		6,000,000	QPI	4,103,965
			SR Rate Increase	17,629,653
			Re-Obligation of Funds	4,000,000
			Miscellaneous	4,314
		<u>64,475,635</u>		<u>66,622,382</u>
Direct only (not included in earmark calculation - no administrative funding)				
Gold Seal (Est)		9,445,622		-
Quality Performance Initiative (Est)		3,098,042		-
Special Needs Allocation (Est)		300,000		-
Program Assessment		157,552		157,552
Total SR Funding (not incl Match Program)		<u>77,476,851</u>		<u>66,779,934</u>
			Note: For 21/22 year, earmark total was:	
			Base Funding	66,622,382
			SR Match	8,988,487
				<u>75,610,869</u>

VPK Division of Early Learning (DEL) Contract - Earmarks:

		Base	Additional Funding		Assessment	Total Non-Direct
Anticipated - Notice of Award						
Direct Service (Slots)		32,557,454	7,180,457		242,556	
Administration	4.00%	1,356,561	299,186		-	
Total Award		<u>33,914,015</u>	7,479,643		242,556	
Admin Allocation:	2.74%	892,052	299,186		242,556	1,433,794

Overall Agency - Ratios

Administrative Costs	3,751,801	1.93%
Program (Non-Direct Costs)	16,383,760	8.43%
	<u>20,135,560</u>	10.36%
Direct Service Costs	174,287,244	89.64%
Total Agency Budget	<u>194,422,804</u>	100.00%