

FY24 Executive Budget Recommendations
Early Childhood Highlights, Summarized as of May 11, 2023

Key:

Governor Recommendation

Senate Appropriations Subcommittee Recommendation

House Appropriations Subcommittee Recommendation

Conference

Child Care and Early Education

- **The Executive Budget proposal includes \$73.5 million for child care (federal funds) to maintain expansions set to expire, including:**
 - Maintaining the income eligibility for the subsidy program at 200% of the federal poverty level (\$55,500 for a family of four)
 - The Senate concurs with the Executive recommendation.
 - The House concurs with the Executive recommendation.
 - Continuing to pay child care providers based on enrollment rather than attendance
 - The Senate concurs with the Executive recommendation.
 - The House concurs with the Executive recommendation.
 - \$3 million continued funding for the Infant and Early Childhood Mental Health Consultation program.
 - The Senate concurs with the Executive recommendation.
 - The House concurs with the Executive recommendation.
- **The Executive Budget recommends \$900,000 (General Fund, GF) to continue funding the Tri-Share Child Care program, bringing total funding to \$3.4 million.**
 - The Senate recommends \$4 million total funding for Tri-Share
 - The House recommends \$2.5 million total funding for Tri-Share, with an additional \$1 million as a one-time appropriation.
- **The Executive Budget proposes \$24 million to create a Child Care Educators Income Tax Credit (GF) to help incentivize and increase the number of early childhood educators. The refundable income tax credit would range from up to \$1,000-\$3,000 and be available for child care directors and staff in child care, preschool and after school programming who are enrolled in MiRegistry, work at least part-time and whose program is licensed and participates in Great Start to Quality.**
 - The Senate does not include.
- **The Executive Budget recommends an increase of \$7.5 million for the Great Start Collaboratives plus \$2 million for home visiting programs through increases to the Great Start Early Childhood Block Grants.**
 - The Senate does not include.
 - The House proposes a \$2 million increase for home visiting programs.

- **The Executive Budget proposes \$4 million for school districts to improve access to literacy materials for children ages 0-5 by enrolling eligible children in the Dolly Parton Imagination Library.**
 - The Senate does not include.
 - The House concurs with the Executive recommendation but revises to make it one-time.
- **The Executive Budget includes \$200,000 for Head Start Background Checks** to offset costs for staff who will now be required to submit background checks.
 - The Senate proposes \$100,000 for background checks.
 - The House does not include.
- **The Executive Budget recommends an additional \$3.3 million for the Child Care Licensing Bureau** to expand capacity to ensure the health, safety and welfare of children in child care settings.
 - The Senate concurs with the Executive recommendation.
 - The House concurs with the Executive recommendation.
- **The Executive Budget proposes \$30 million for Student Wraparound Services and Basic Needs Supports, including child care,** for students attending public colleges and universities and tribal colleges.
 - The Senate does not include.
 - The House concurs with the Executive recommendation.
- **The Executive Budget proposes \$257.3 million to achieve universal pre-K through a phased in approach that expands the Great Start Readiness Program (GSRP),** state-funded preschool education for 4-year-olds in families with low incomes:
 - Increases income eligibility from 250% to 300% of federal poverty with the ability to increase up to 400% of FPL (\$110,000 for a family of four)
 - The Senate proposes maintaining eligibility at 250% of federal poverty and the ability to increase up to 300% of FPL.
 - The House proposes increasing eligibility to 275% of federal poverty and the ability to increase up to 400% of FPL.
 - 5% increase to the per child allocation from \$9,150 to \$9,608;
 - The Senate proposes increasing the per child allocation from \$9,150 to \$9,700.
 - The House proposes increasing the per child allocation from \$9,150 to \$9,516.
 - \$10 million for an outreach campaign to help more families enroll (FY22-23 Supplemental)
 - The Senate does not include.
 - The House concurs with the Executive recommendation of \$10 million.
 - \$28 million for transportation costs
 - The Senate proposes \$10 million for transportation costs
 - The House concurs with the Executive recommendation of \$28 million.
 - \$75 million for grants to shift to 5 days a week and blend pre-K and child care funds to offer year-round options (FY22-23 Supplemental)
 - The Senate does not include.
 - The House concurs with the Executive recommendation of \$75 million.
 - \$50 million start up grants for 2,000 new classrooms (FY22-23 Supplemental)
 - The Senate does not include.

- The House proposes \$63.5 million for start up grants to ISD's or new or expanding GSRP classrooms, with a completion date of 9/30/24.
- **The Senate proposes \$5 million for incentive payments to ISD's who expand** the number of days and weeks that GSRP is offered and/or contract more than 30% of their total allocation to community-based providers.
- **The Executive Budget proposes \$18 million over 3 years for the 3-year-old GSRP preschool pilot program.**
 - The Senate proposes \$12 million over 2 years for the 3-year-old GSRP preschool pilot program.
 - The House concurs with Executive.

Maternal and Child Health

- **The Executive Budget includes \$57.9 million to expand Healthy Moms, Healthy Babies to:**
 - Expand the CenteringPregnancy Model (\$10 million);
 - The Senate proposes increase of \$2.5 million (\$5 million total) for CenteringPregnancy
 - The House concurs with the Executive recommendation to expand CenteringPregnancy to \$10 million but revises to make it one-time.
 - Increase support to the Michigan Perinatal Quality Collaborative;
 - The Senate proposes \$5 million for Michigan Perinatal Quality Collaborative
 - The House proposes \$5.5 million for Michigan Perinatal Quality Collaborative
 - Incentivize hospitals to improve maternal health outcomes; and,
 - The Senate proposes \$10 million to incentivize hospitals to improve maternal health outcomes.
 - The House proposes \$10 million to incentivize hospitals to improve maternal health outcomes.
 - Expand access to Medicaid maternal and family planning services by waiving the five-year waiting period for Medicaid and CHIP eligibility for children under 21 who are legally residing immigrants.
 - The Senate proposes \$5 million to remove the 5-year waiting period for lawfully residing children and pregnant women.
 - The House proposes \$6.4 million to remove the 5-year waiting period for lawfully residing children and pregnant women.

Early Intervention

- **The Executive Budget proposal increases state funding for *Early On* by \$1 million** bringing the total to \$22.3 million. Michigan's early intervention program for infants and toddlers with developmental delays received its first state funding in 2019.
 - The Senate proposes increasing state funding for *Early On* by \$1.2 million bringing the total to \$22.5 million.
 - The House concurs with Executive.

Economic Security

- **The Executive Budget proposes expansion to the state's Earned Income Tax Credit** as a part of the Lowering MI Costs initiative to deliver refunds to 700,000 families, benefiting almost 1 million children.
 - The Senate does not include – legislation needed to implement

- The House does not include – legislation needed to implement.

Cross-Sector Workforce

- **The Executive Budget recommends \$50 million to strengthen the early childhood workforce by assessing the needs, updating and promoting career pathways, piloting training and credentialing programs, and to increase recruitment efforts.**
 - The Senate does not include.
 - The House does not include.

*For additional information, please see the
State Budget Office full budget recommendations and general briefings at www.michigan.gov/budget.*