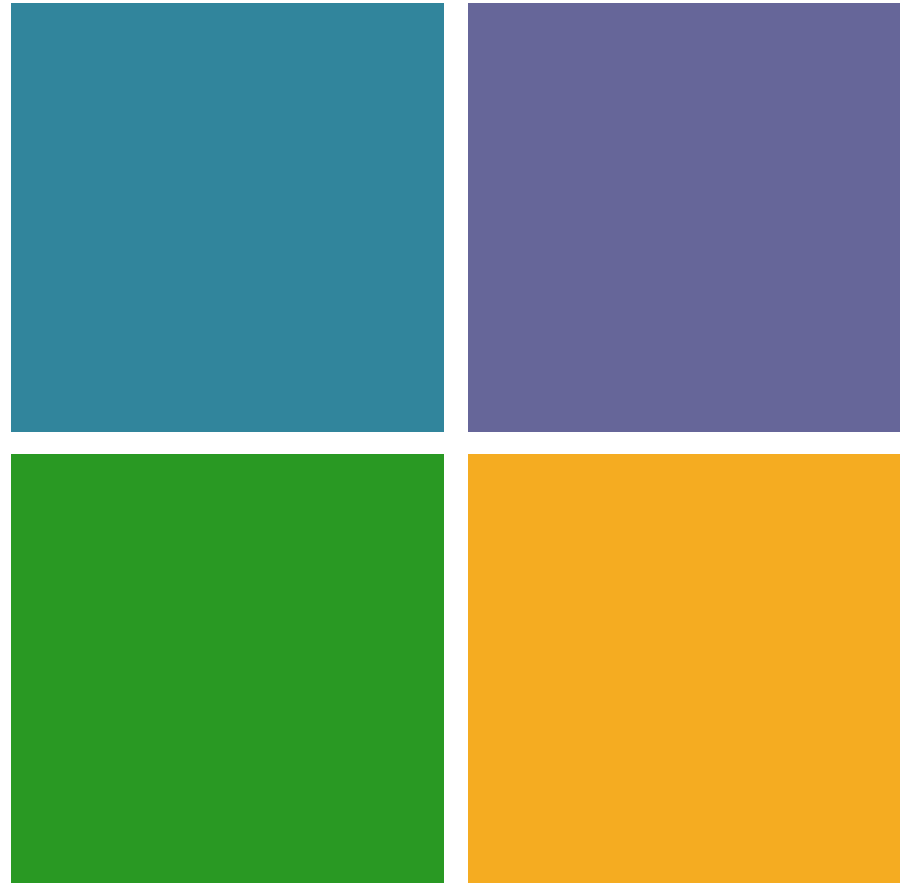




Celebrating
50 illinois
action for
children
— 1969–2019 —



State & Federal Updates: Policy & Budget

June 27, 2019



Agenda



- IAFC Policy & Budget Agenda
- FY20 State Budget
- ECE & Additional Legislation
- Federal Budget
- Federal Policy Updates
- Q&A



IAFC Policy & Budget Priorities



- Responsible FY20 state budget with the following investments in early childhood:
 - \$30M increase to CCAP
 - Increase eligibility to 200% FPL with a higher exit threshold
 - At least \$100M increase to ECBG
 - Meet demand demonstrated in FY19 and continue to expand services
 - At least \$7M increase for EI
 - Meet increased caseload demands and increase provider rates
 - Increase in IDHS Home Visiting programs
 - Restore services and program capacity lost under budget impasse



IAFC Policy & Budget Priorities



- \$250M for early childhood capital campaign
 - Meet demand for new and improved ECE facilities, as evidenced by \$550M in requests from 2011 grant opportunity
- Fair and sustainable revenue to continue investments in the state's priorities into the future
 - Support efforts to get constitutional amendment on 2020 general election ballot that would allow the adoption of fair, progressive income tax



FY20 Early Childhood Spending (GRF)



PROGRAM	FY17 Actual	FY18 Actual	FY19 Approp.	FY20 Proposed	FY20 Approp.	Change FY19-20
CHILD CARE	\$322.5M	\$357.3M	\$401.8M	\$431.8M	\$430.6M	\$28.8M
EARLY INTERVENTION	\$92.7M	\$96.7M	\$96.7M	\$103.7M	\$108.7M	\$12M
HOME VISITING	\$13.7M	\$14.1M	\$16.9M	\$16.9M	\$16.9M	\$0
EARLY CHILDHOOD BLOCK GRANT	\$393.7M	\$443.4M	\$493.7M	\$593.7M	\$543.7M	\$50M

Data Source: Governor's Office of Management and Budget, Illinois State Budget Fiscal Year 2020; IL SB262 HFA#2 (FY20 appropriations bill)



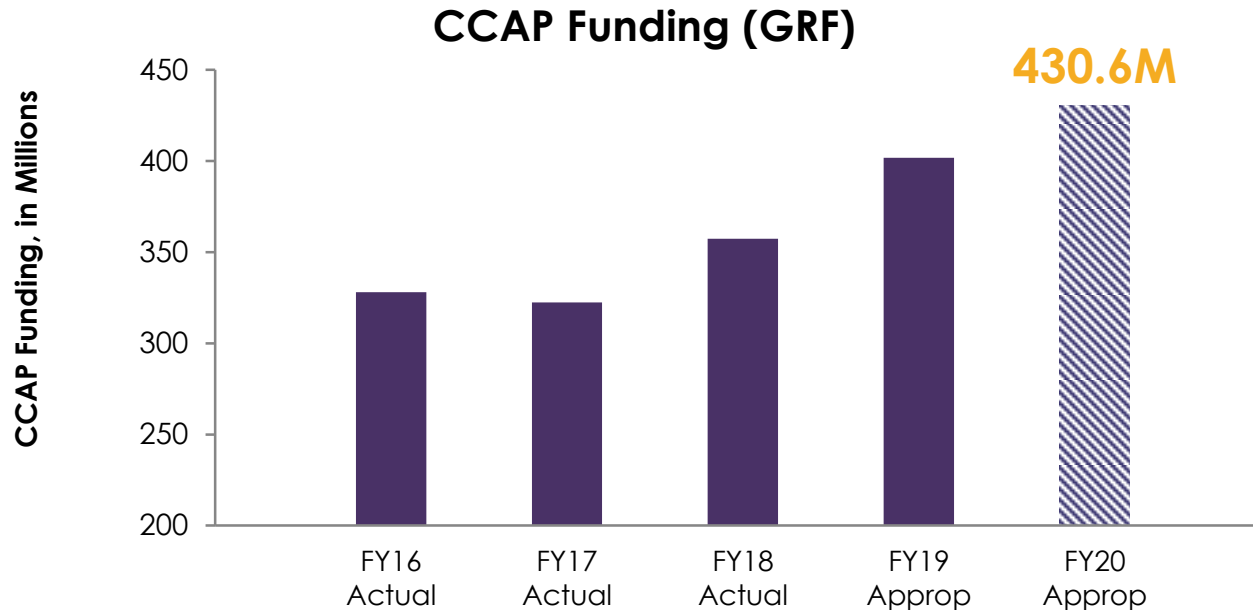


FY20 Budget

Child Care Assistance Program



- \$28.8M increase from FY19 appropriation



Data Source: Governor's Office of Management and Budget, Illinois State Budget Fiscal Year 2020



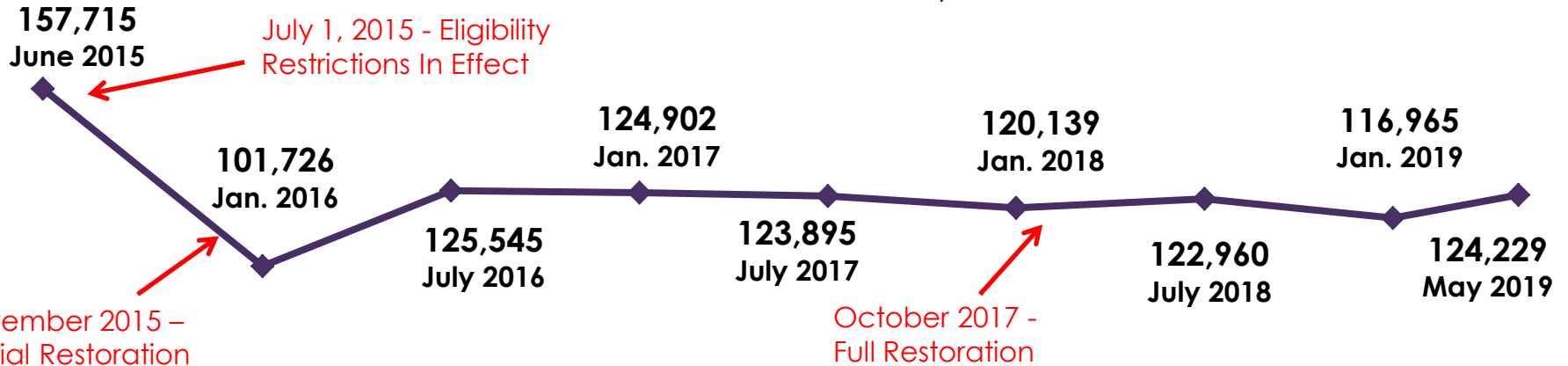
FY20 Budget

Child Care Assistance Program



CCAP Certificates Caseload

June 2015 – January 2019



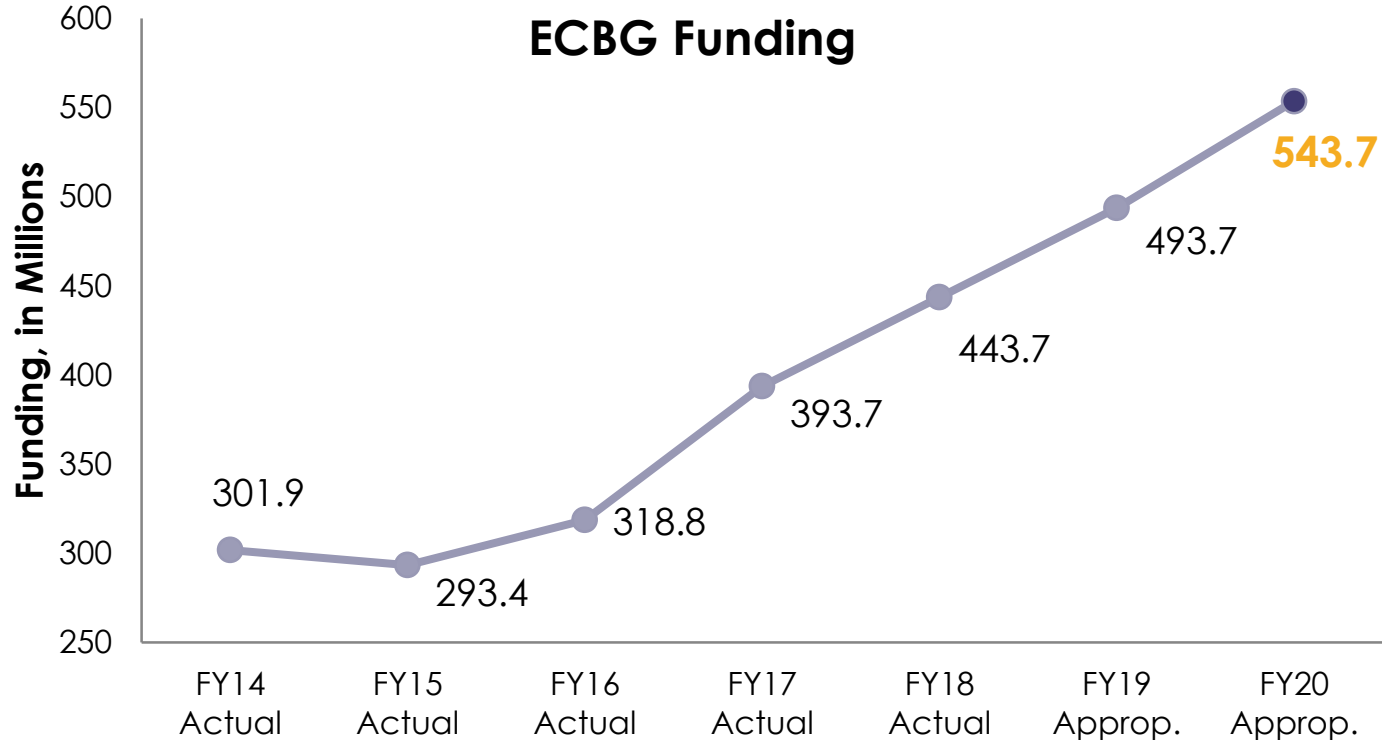


FY20 Budget

Early Childhood Block Grant



- \$50M increase from FY19 appropriation



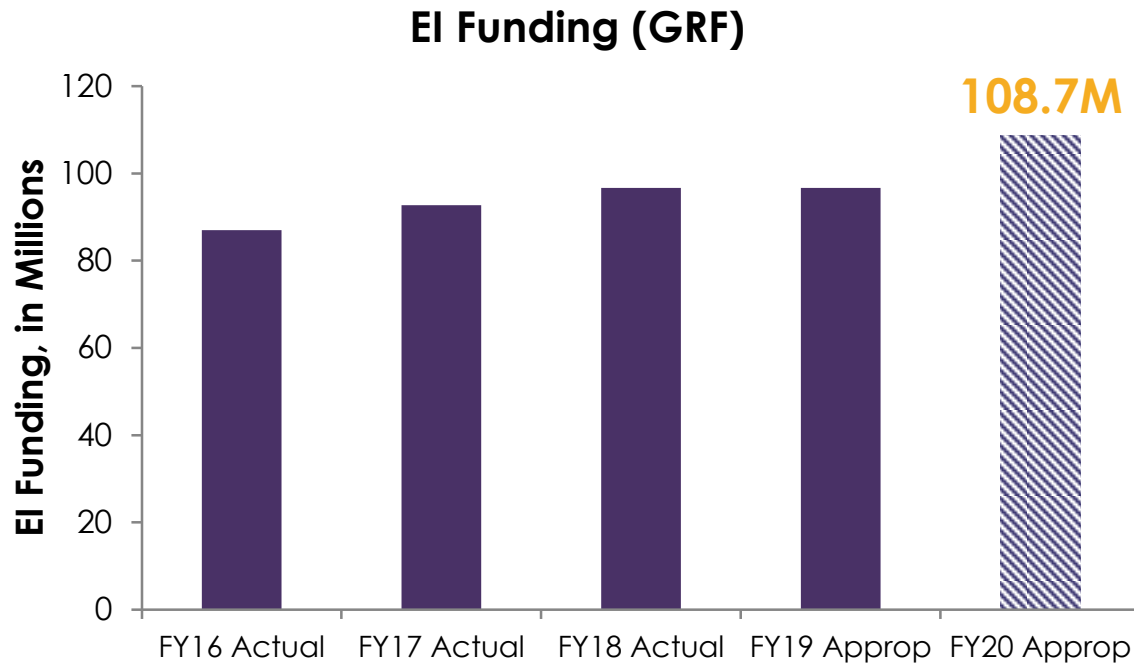
Data Source: Governor's Office of Management and Budget, Illinois State Budget Fiscal Year 2020



FY20 Budget Early Intervention



- \$12M increase from FY19 appropriation
 - Increase will cover a larger EI caseload and other investments



Data Source: Governor's Office of Management and Budget, Illinois State Budget Fiscal Year 2020

+ Additional Legislation



- SJRCA 1 – Fair Tax Amendment. Must receive 60% of the vote in the November 2020 election
- SB 687 – New Tax Rates. These tax rates go into effect if the Fair Tax amendment is adopted. Will provide tax relief for 97% of tax payers
- HB 62 – Rebuild Illinois. This bill provides \$100 million for the Early Childhood Capital Grant program.
- SB 1952 – This bill eliminates the Basic Skills Test requirement for future teachers and allows for the payment of student teachers in schools and child care centers
- HB 2237 – This bill creates a Children's Savings Account (CSA) program, which would open automatically an account for every child born or adopted in Illinois



Fair Tax



8TH
most regressive taxing
state in the nation

20%
of Illinois' lowest
earners
pay more than any other midwestern
state and have 2 times the tax
burden of the wealthy.

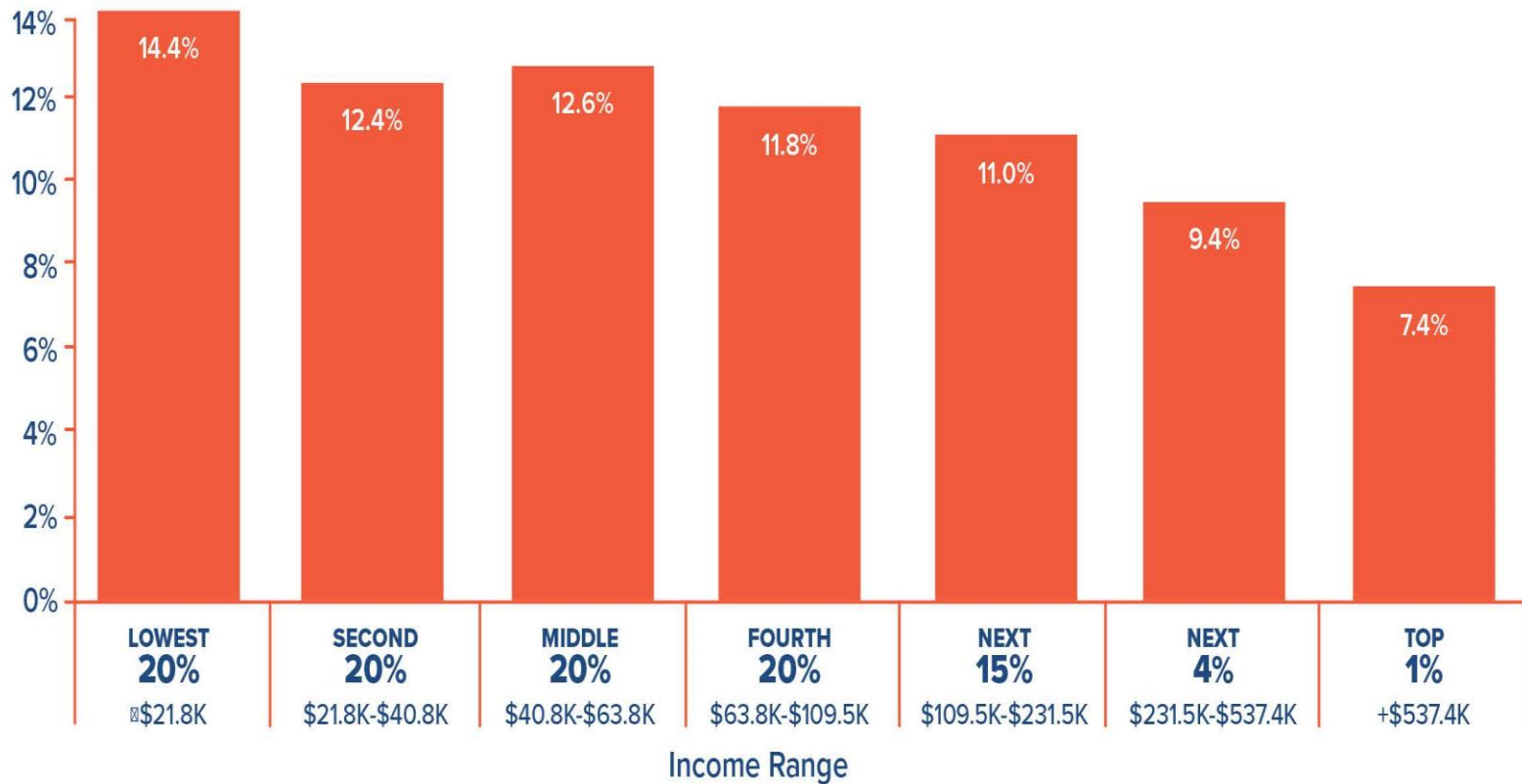


Fair Tax



TOTAL STATE & LOCAL TAXES IN ILLINOIS, 2018 (ITEP)

Shares of Family Income





Fair Tax



The Governor's Fair Tax plan would generate \$3.4 billion in revenue per year, most of it from millionaires.

A Fair Tax could bolster funding needed for critical public investments without balancing the budget on the backs of low- and middle-income families.

Fair Tax Amendment will be on the November 2020 ballot



Federal Budget



- The House approved an FY2020 budget proposal on June 19th that invests more into early childhood programs.
 - Department of Health and Human Services (HHS) Programs
 - \$7.676 billion for CCDBG (a \$2.4 billion increase)
 - \$11.563 billion for Head Start (a \$1.5 billion increase)
 - \$350 million for PDGs (a \$100 million increase)
 - Department of Education Programs
 - \$60 million for CCAMPIS
 - \$1.3 billion for 21st Century Community Learning Centers
- Advocate are also asking for \$1 billion increase is mandatory child care funding



Federal Policy: Census 2020



- \$20 billion in federal resources come to Illinois each year, based on the state's census data
 - In addition to funding infrastructure and roads, these resources serve low-income families and children, communities of color, and rural communities
- Census data also determines the number of Illinois representatives in Congress
- The State has appropriated \$29 million for census outreach
- It is **critical** that all Illinois residents, regardless of immigration status, are counted in the 2020 census



+ Questions?



Contact Us



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