

CEO Report American Recovery and Reinvestment Act of 2009

ELC of Miami-Dade/Monroe
Expenditure Projections





Stimulus Expenditures

- FY 2008-09 Allocation: \$5.7 million
 - Projected Utilization: \$1.9 million
 - Projected Rollover: \$3.8 million

- FY 2009-10 Allocation: *\$3.8 million

*As of April 20, 2009, use it or lose it in current year was in effect. On April 22nd, AWI revised the methodology to allow for rollover of the funds.



What \$5.7 Million Buys

- Stimulus Dollars: \$5.7 million
- Maintain or Create Slots for \approx 1,500 children for one year

Current Situation

- Enrollment: 28,900*
- Average Daily Costs: \approx \$370,000
- \$5.7 million divided by \$370,000 = \approx 16 days of care @ 28,900 children

***Total: 28,900**

Miami-Dade: 28,100

Monroe: 800



Shortfall Tolerance Level

- Quality Dollars: \$1,800,000*
- Parent Fees: 800,000**
- 1.5% Rollover Authority: 1,700,000***
- **Total: \$4,300,000**

*Eliminates all flexible quality dollars for FY. This is an option of last resort.

**Eliminates all slot reserves forever

***Eliminates 1.5% (\$1.7 million) from the following year's budget. Will require an enrollment reduction in the next fiscal year of approximately 470 children to balance the budget.



Factors Affecting Projected Enrollment/Expenditures

- ❑ “Normal” net attrition rate: \approx 400 per month
- ❑ Current net attrition rate: \approx 0 per month
- ❑ TCC referrals: over 400 additional children when compared to July 1, 2008
- ❑ TANF referrals: over 1,000 additional children when compared to July 1, 2008
- ❑ Current TANF enrollment rate: 50 – 70 per day
- ❑ Rollovers, sibling add-ons, 10 day rule
- ❑ Drop of less expensive school age children
- ❑ Income Eligible costs less: 22% parent fees
- ❑ TCC and TANF costs more: 11% parent fees

Can Control

- ❑ Rollovers
 - ❑ Siblings Add-ons
 - ❑ 10 Day Rule
 - ❑ Flexible Quality Expenditures
 - ❑ *Transitional Child Care
 - ❑ *Age Limits
 - ❑ *Disenrollment
 - ❑ *Eligibility Time Limits
 - ❑ *Slot Reimbursement Rate
 - ❑ *Gold Seal Reimbursement Rate
- *Require Board Action**

Cannot Control

- ❑ *TANF Referrals
 - ❑ **At-Risk Referrals
 - ❑ Attrition
- *No age requirement
- **3 years to school entry who are in the custody of DCF



Billing Groups

Local Mandates

- BG-1* (At-Risk): 0 – 12 – No time limit
- BG-3** (TANF): 0 – 12 – No time limit
- BG-5 (***)TCC): 0 – 13 – No time limit
- BG-8 (Income Eligible): 0 – 8 – No time limit

State Requirements

- *3 years to school entry who are in the custody of DCF
- **No age requirement
- ***Two year time limit



Sample Daily Enrollment

School Readiness Active Enrolled by Funding Category as of 4/28/2009				
	# of Children			
Funding	4/27/2009	4/28/2009	Change	Percentage Change
At Risk	2,660	2,675	15	0.56%
TANF	3,365	3,413	48	1.43%
TANF Working	153	155	2	1.31%
Relative Caregiver (BC3R)	9	9	0	0.00%
TANF Sub-Total	3,527	3,577	50	1.42%
TCC	1,655	1,659	4	0.24%
TCC 2nd Year	636	640	4	0.63%
TCC Sub-Total	2,291	2,299	8	0.35%
Income Eligible	18,489	18,503	14	0.08%
Child Care Purch Pool	1,071	1,070	-1	-0.09%
Grand Total	28,038	28,124	86	0.31%

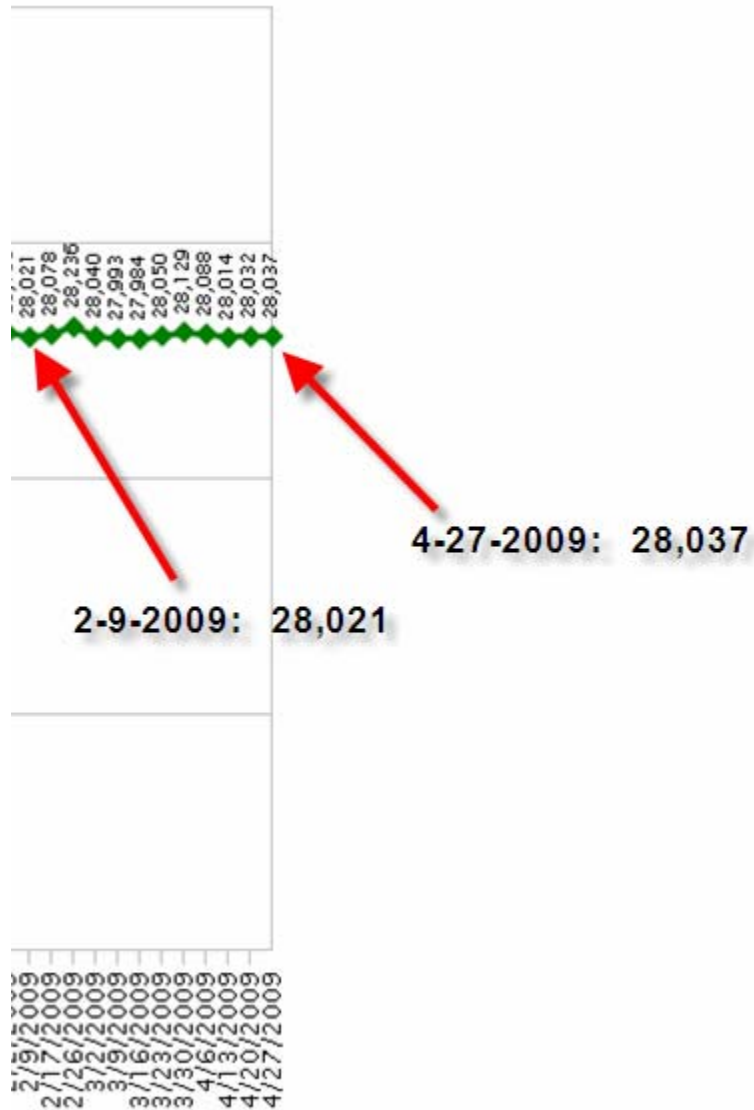


2009-10 Miami-Dade Projected Slot Expenditures: **Example #1**

- ❑ Enrollment at 28,000
- ❑ No attrition/increases for the entire year
- ❑ Slot costs: \$98,561,736
- ❑ Base slot budget: \$85,667,000
- ❑ Gold Seal budget: \$7,969,108
- ❑ Stimulus dollars: \$3,600,000
- ❑ Total slot budget: \$97,236,108
- ❑ Shortfall: \approx \$1,325,628

Concern Level: Low for FY 2009-10
High for FY 2010-11

Current Enrollment Trend



Grand Total	28,247	28,313	66	0.23%
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5-1-2009



2009-10 Miami-Dade Projected Slot Expenditures: **Example #2**

- ❑ Enrollment at 28,000
- ❑ Increase: 200/month
- ❑ Slot costs: \$102,409,216
- ❑ Base slot budget: \$85,667,000
- ❑ Gold Seal budget: \$7,969,108
- ❑ Stimulus dollars: \$3,600,000
- ❑ Total slot budget: \$97,236,108
- ❑ Shortfall: \approx \$5,173,108

Concern Level: High



FY 2010-11 Projection

- Enrollment at 28,000
- No attrition/increases for the entire year
- Slot costs: \$98,561,736
- Base slot budget: \$85,667,000
- Gold Seal budget: \$7,969,108
- Stimulus dollars: \$0
- Total slot budget: \$93,636,108
- Shortfall: ≈ \$4,925,628

Concern Level: High



Shortfall: Balancing the Budget Beginning of Q1 (July 1st)

- ❑ 12 months remaining to make the correction
- ❑ Plan to use parent fees (\$800,000)
- ❑ Plan to use 1.5% rollover authority (\$1,700,000)
- ❑ Board to set eligibility/enrollment priorities
(Program and Finance Committees, Full Board)
- ❑ If enrollment increases through remainder of FY 2008-09 Q4, implement some or all enrollment reduction measures (eliminate: rollovers, sibling add-ons, 10 day rule) effective July 1st
- ❑ *Close Transitional Child Care effective July 1st
*Requires board action



Shortfall: Balancing the Budget Beginning of Q2 (October 1st)

- ❑ 9 months remaining to make the correction
- ❑ Track attrition closely until projections reflect a balanced budget
- ❑ Notify families of termination of care at end of eligibility period based on priorities adopted by the board of directors in Q1



Shortfall: Balancing the Budget Beginning Q3 (January 1st)

- ❑ Request surplus dollars from AWI through the reobligation/deobligation process
- ❑ Disenroll children based on priorities (including service time limits) adopted by the board of directors in Q1



Additional Points

- ❑ Investments in quality, performance and outcomes should and will remain a priority
- ❑ Budget can be managed if timely and appropriate decisions are made
- ❑ Assumption: SR budget remains the same
- ❑ Better to look forward with projections then backwards with trends
- ❑ Enrollment/budget should be managed as a three year cycle
- ❑ Public and partners must be kept fully informed of the basis for all enrollment decisions
- ❑ State SR Budget: should be treated as a give and take system, not just a take

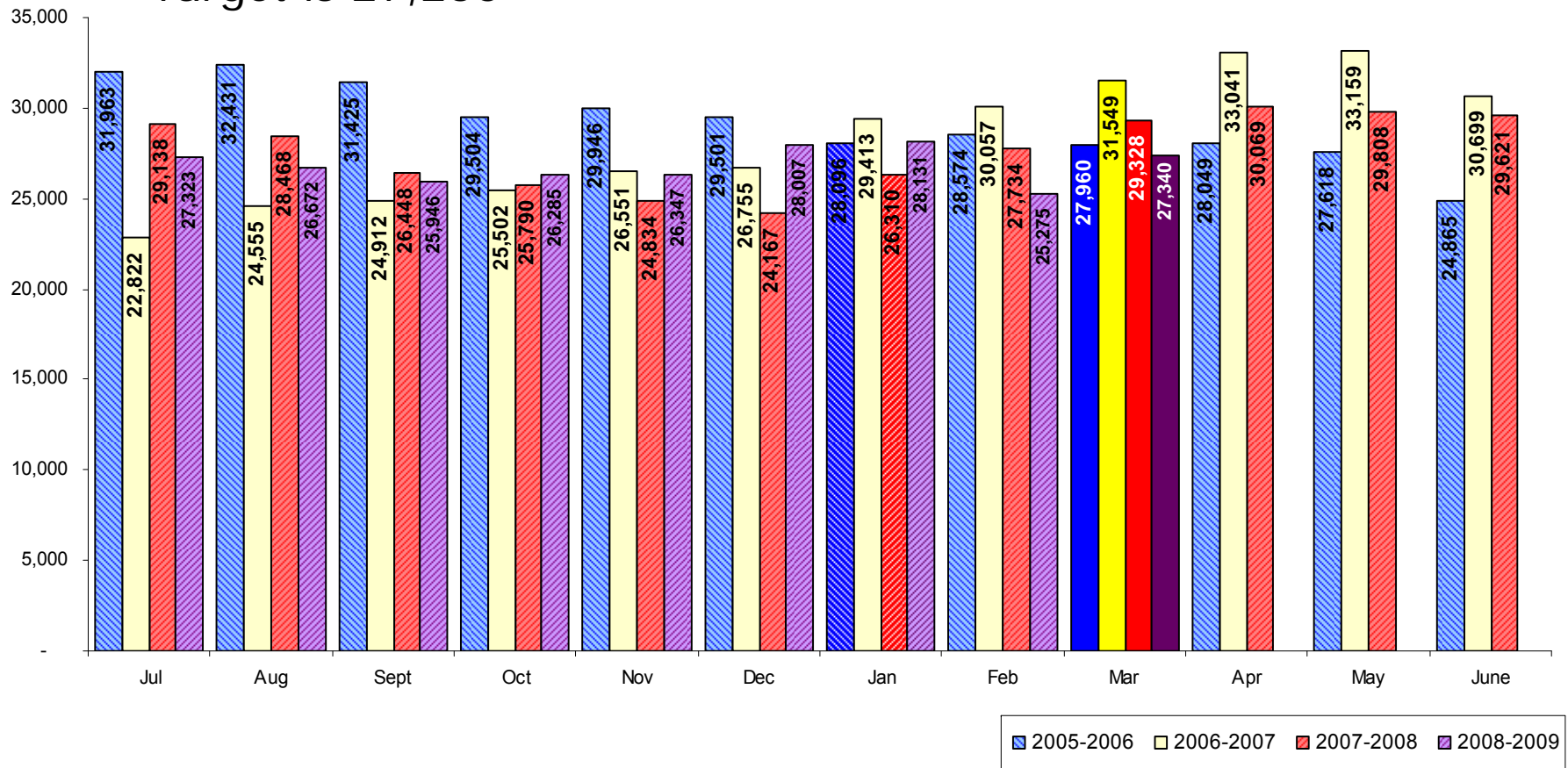
School Readiness and VPK Data

May 4, 2009

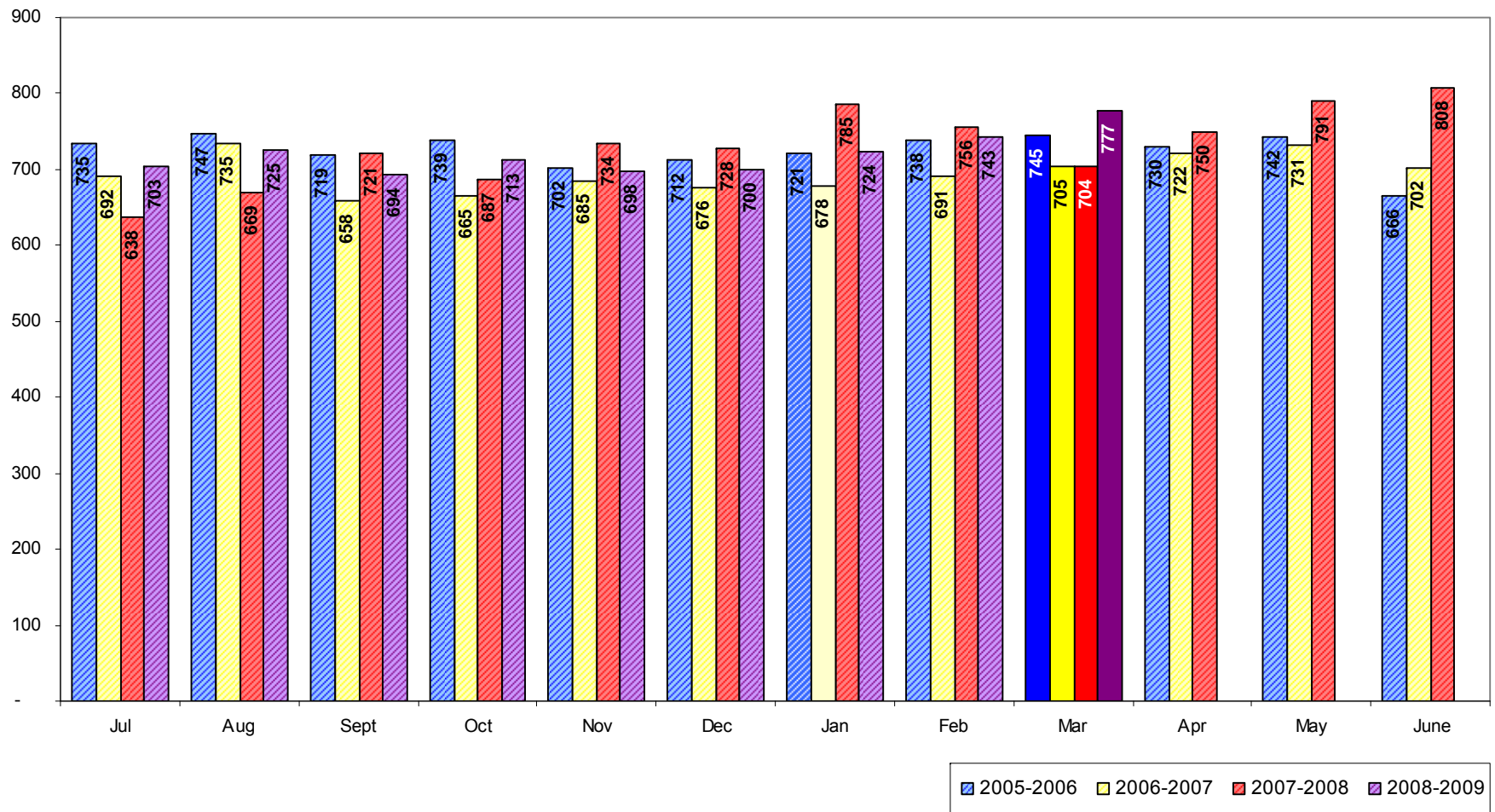
School Readiness Paid: Miami-Dade

Enrollment open in Miami-Dade as of January 2009

Target is 27,250

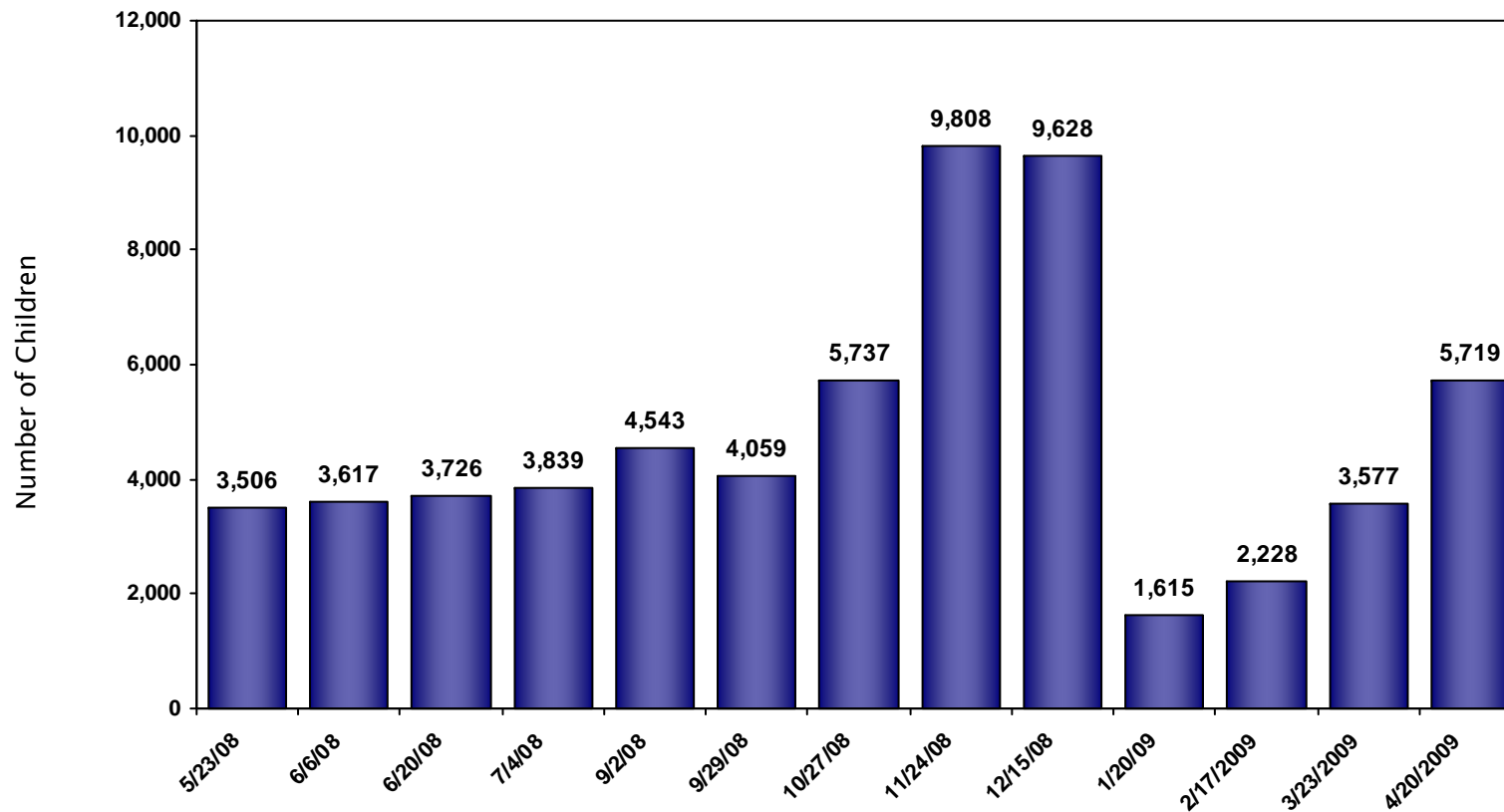


School Readiness Paid: Monroe



Source: EFS 5045 Monroe

Wait List: Miami-Dade

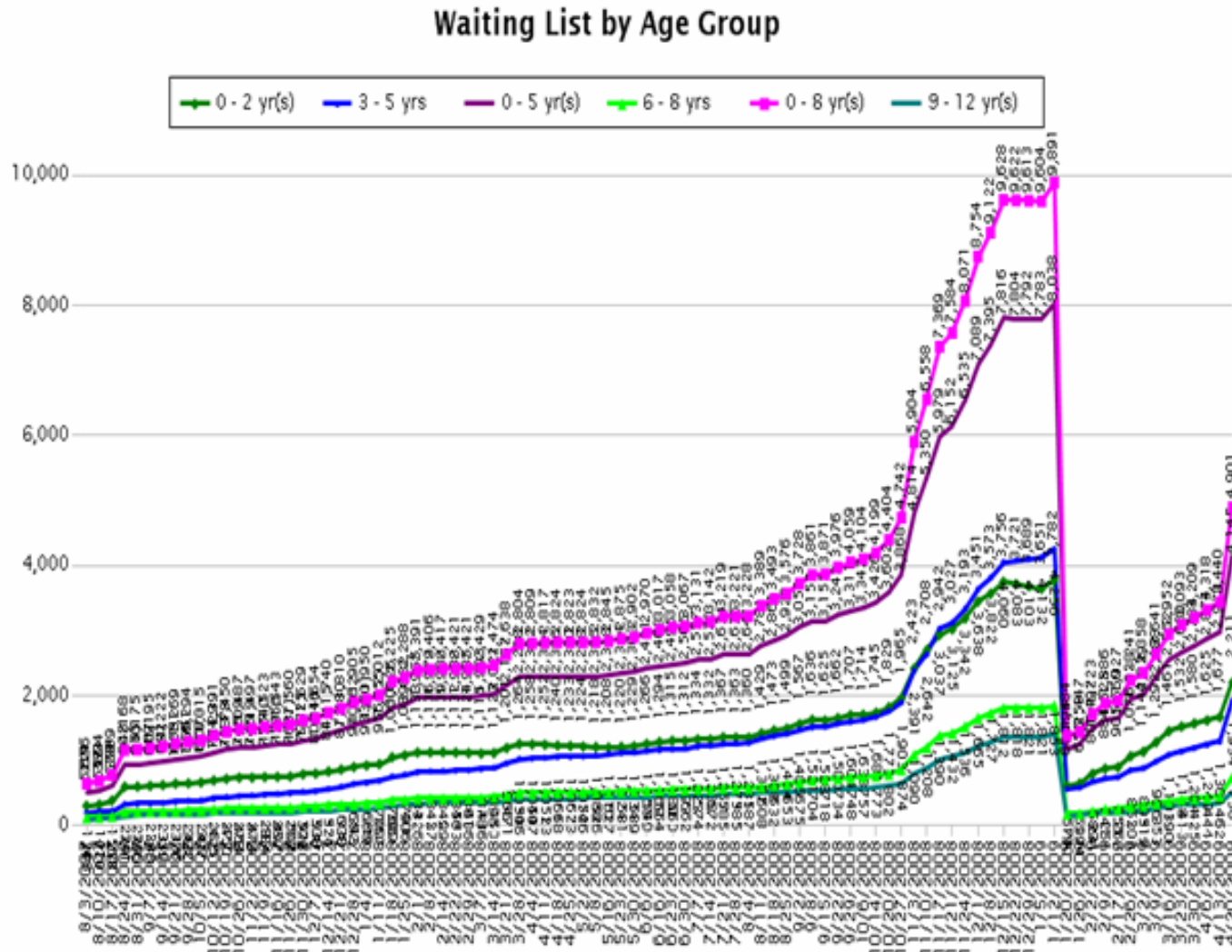


Source: EFS Ad Hoc Query

The waitlist includes children 0 to 12 and over

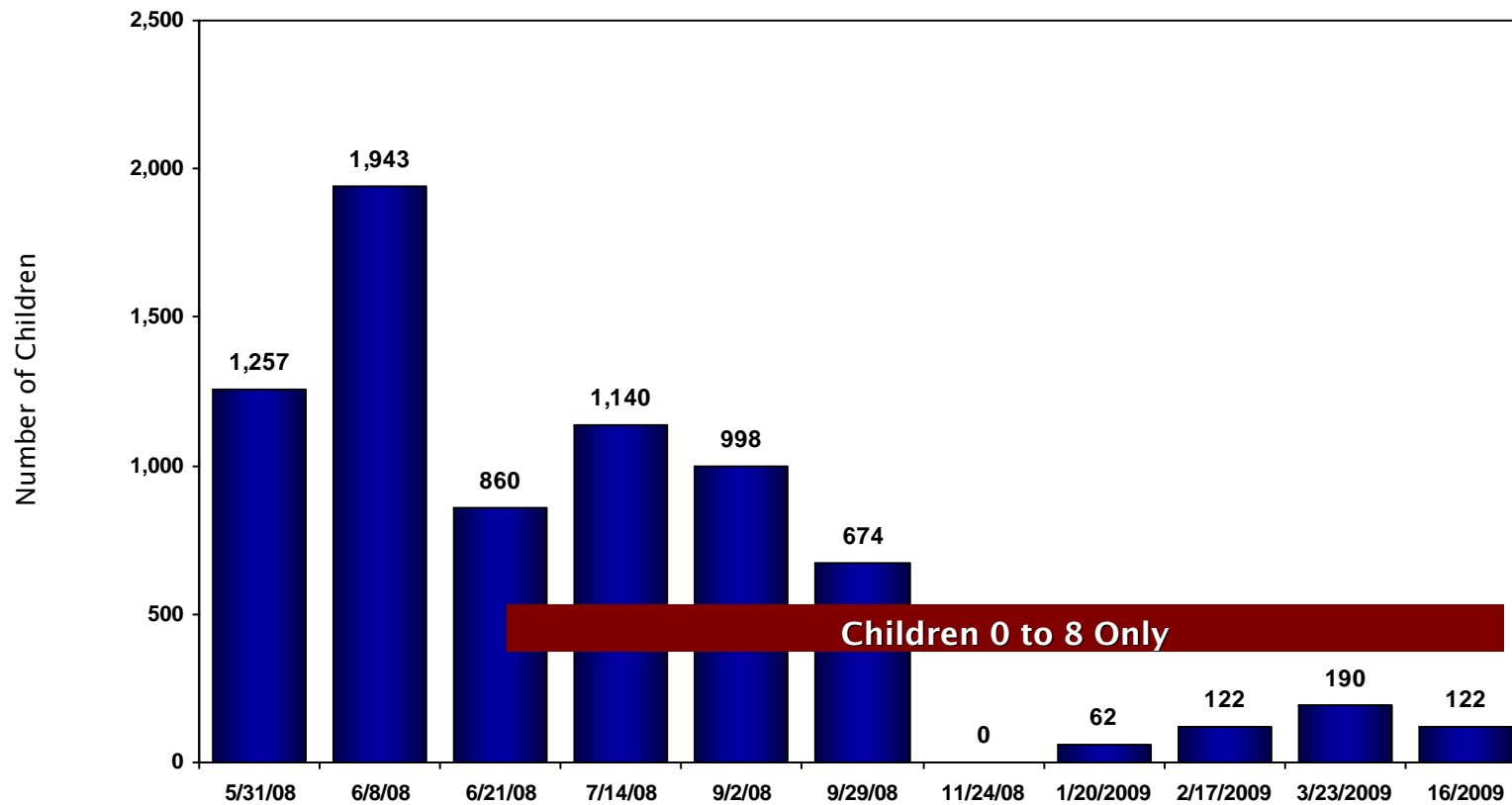
There are **3728** children within the age of 0 to 8, leaving **815** ages 9 and older

Waiting List By Age Group: Miami-Dade



Source: ELC IT Weekly Report

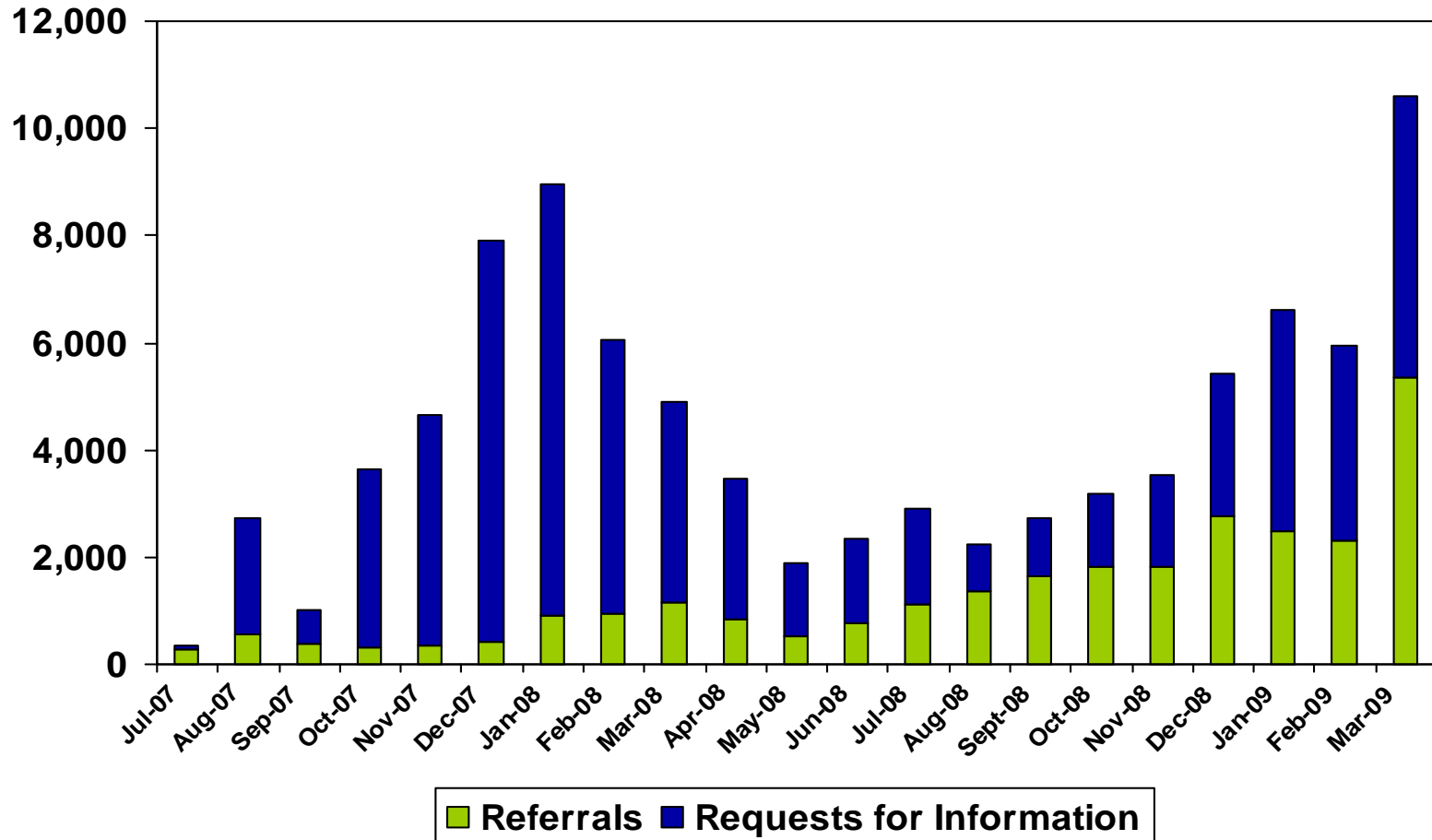
Ready Pool: Miami-Dade



Source: Weekly Report EFS Ad hoc Report Using Impromptu

as of 6/21/2008 we are no longer serving children older than 8. The number increased from 860 to over 1100 because there were families holding appointments who were subsequently processed and added to the Ready Pool.

Resource & Referral: Miami-Dade



Source: Monthly AWI Resource and Referral Report

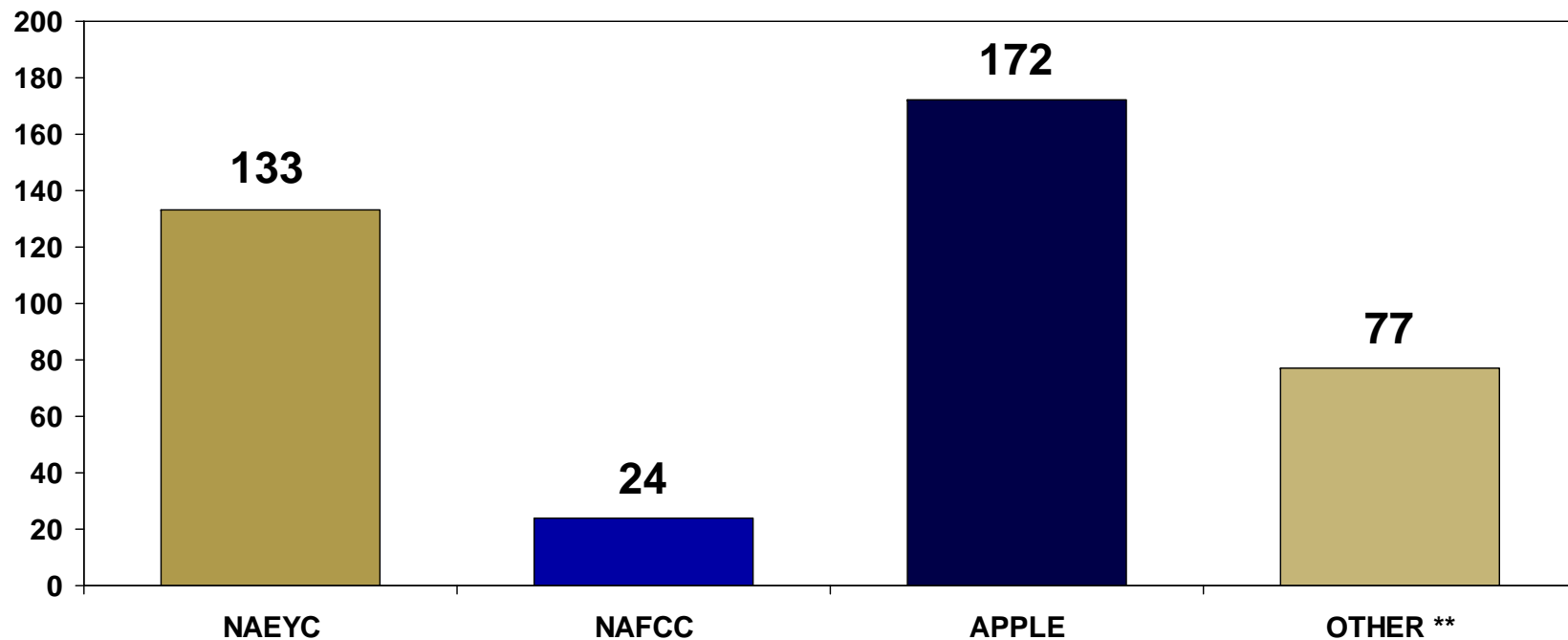


Accreditation: Miami-Dade

In Miami-Dade County there are 365 unique sites with 406 accreditations.

Total Miami-Dade County Gold Seal Accreditations				
Agency	Accreditations	Percent*	Centers	Homes
NAEYC	133	10%	132	1
NAFCC	24	2%	0	24
APPLE	172	13%	172	0
Other**	77	6%	77	0
Total	406	31%	381	25

*Percent to TOTAL Miami-Dade County Licensed facilities (1,346)



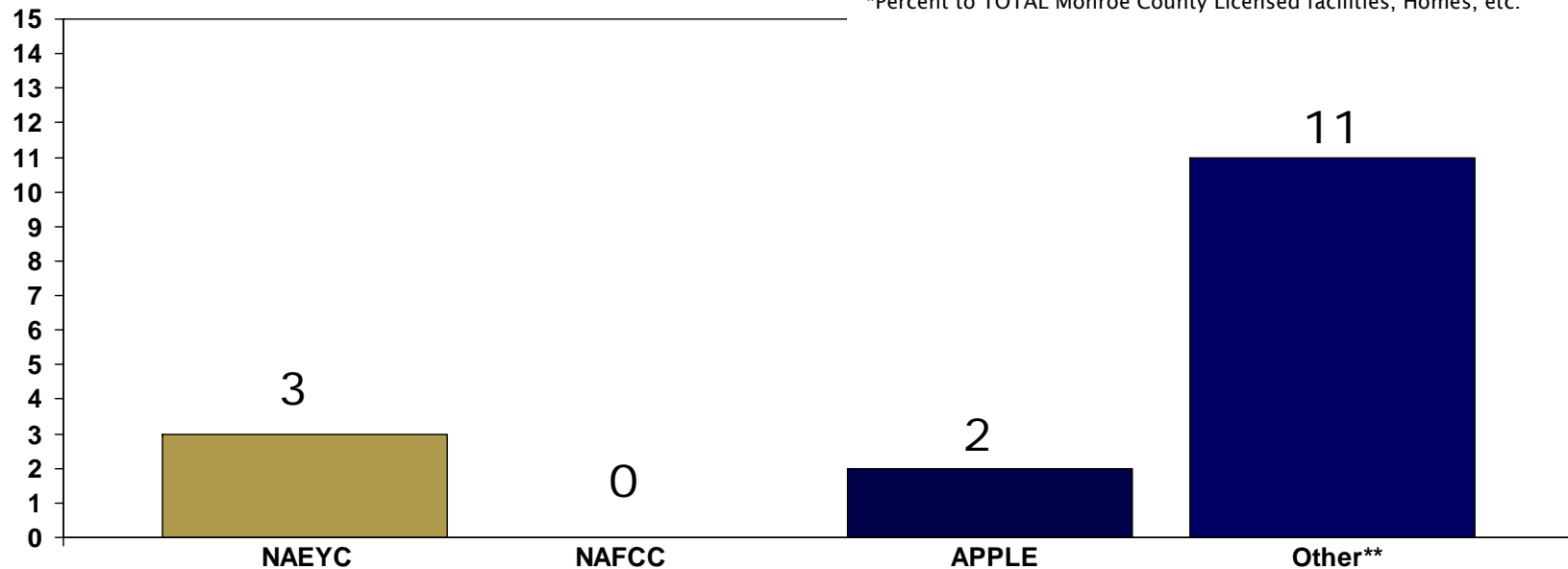
Source: United Way 05/01/2009

Accreditation: Monroe

In Monroe County there are 16 unique sites with 16 accreditations.

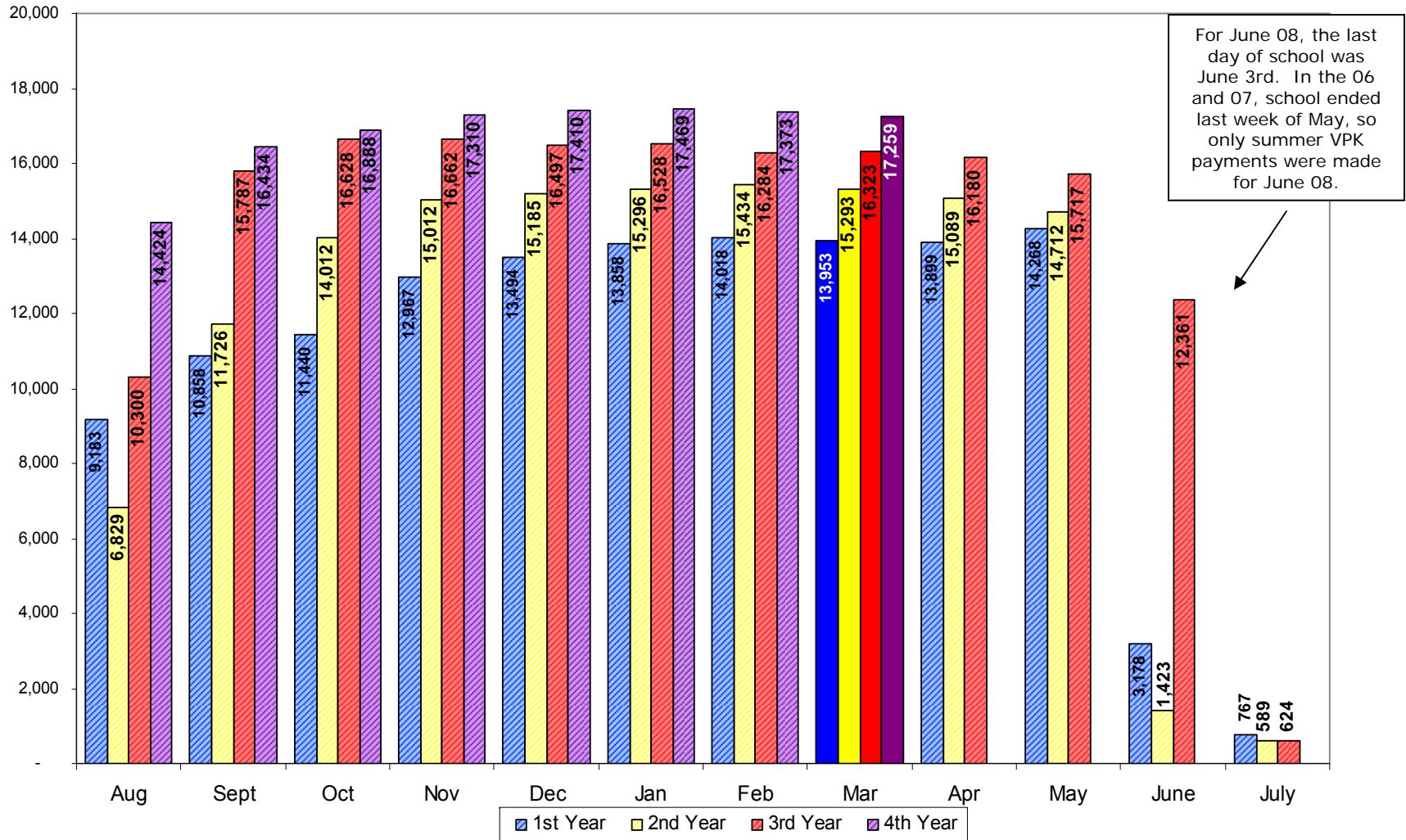
Total Monroe County Accredited Sites by Accrediting Body				
Agency	Number of sites	Percent*	Centers	Homes/Religious Exempt
NAEYC	3	3%	3	0
NAFCC	0	0%	0	0
APPLE	2	3%	2	0
Other**	11	6%	10	1
Total	16	12%	15	1

*Percent to TOTAL Monroe County Licensed facilities, Homes, etc.





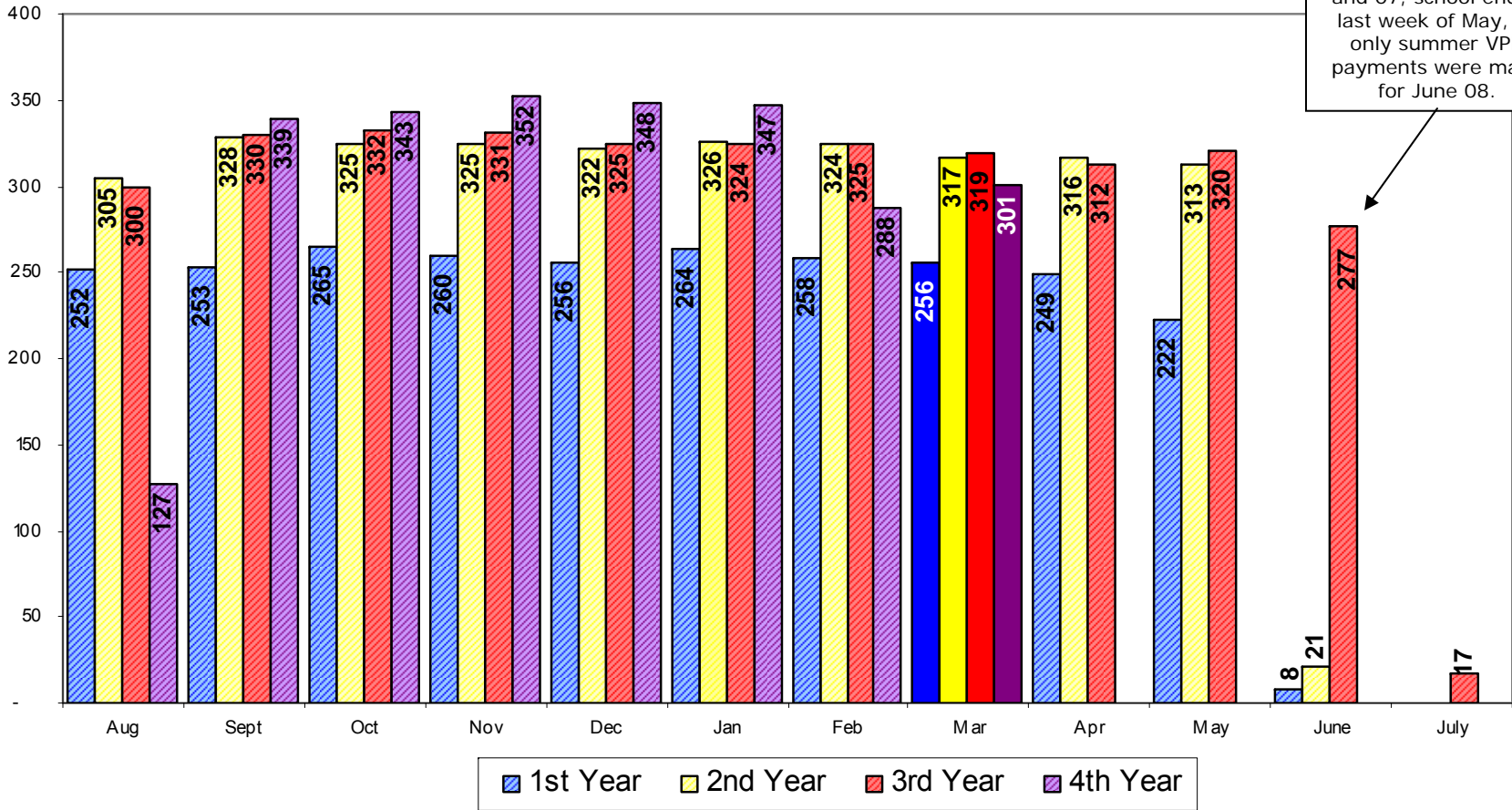
VPK Paid: Miami-Dade



Source: EFS 5045



VPK Paid: Monroe



For June 08, the last day of school was June 3rd. In the 06 and 07, school ended last week of May, so only summer VPK payments were made for June 08.