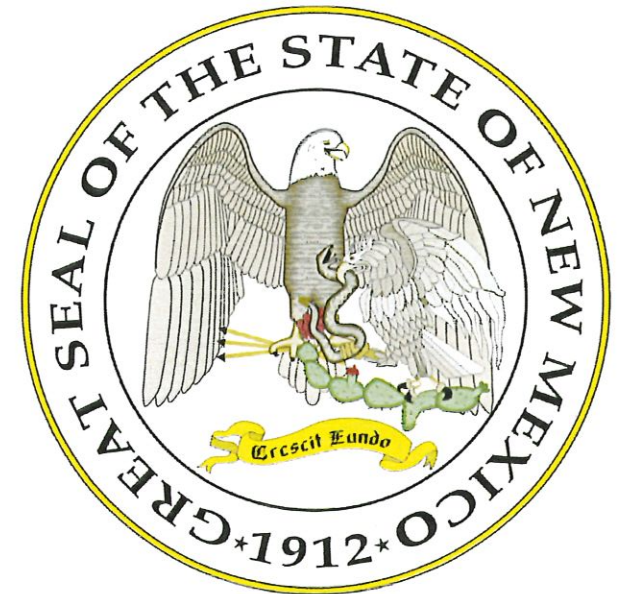


Early Childhood Education and Care Department FY21 Budget Request

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October 30, 2019

OFFICE OF GOVERNOR
MICHELLE LUJAN GRISHAM



Early Childhood Education & Care Department



- Cabinet Secretary & Assistant Secretary of Native American Early Childhood Education and Care
- **Children Youth & Families Department**
 - New Mexico PreK
 - Head Start Collaboration Office
 - Child Care Services
 - Home Visiting
 - Family Nutrition
- **Department of Health**
 - Family Infant Toddler (FIT)
 - Families FIRST
- **Public Education Department**
 - New Mexico PreK
 - \$1.25 million one-time funding for transition





Why ECECD Is Important

- Creates a seamless continuum of care for prenatal to age five
- Improves coordination across the early learning system
- Enhances program effectiveness and accountability
- Improves program efficiencies
- Supports high quality programs
- Will ensure families who need early childhood education and care know what is available and have the pathway to access services
- Increase family engagement and voice
- Coordinates media and communications efforts
- More effectively reach vulnerable and underserved families
- Supports language and culture of our diverse communities
- Supports and builds capacity of the early childhood workforce

ECECD Transition

- Financial and IT Planning
 - Acting CFO
- Facilities Planning for the Santa Fe and Albuquerque Offices
- Creation of New Positions
- Tribal Outreach
- Head Start Collaboration Meetings
 - Regions VI and XI
- PDG Birth to 5
 - Community Outreach
 - Over 100 community conversations and interviews
 - Over 2,000 surveys
 - Needs assessment and strategic plan
 - Early Childhood Integrated Data System
 - Statewide media campaign
 - Professional development initiatives
 - Phase II grant application
- Pritzker Infant Toddler Plan

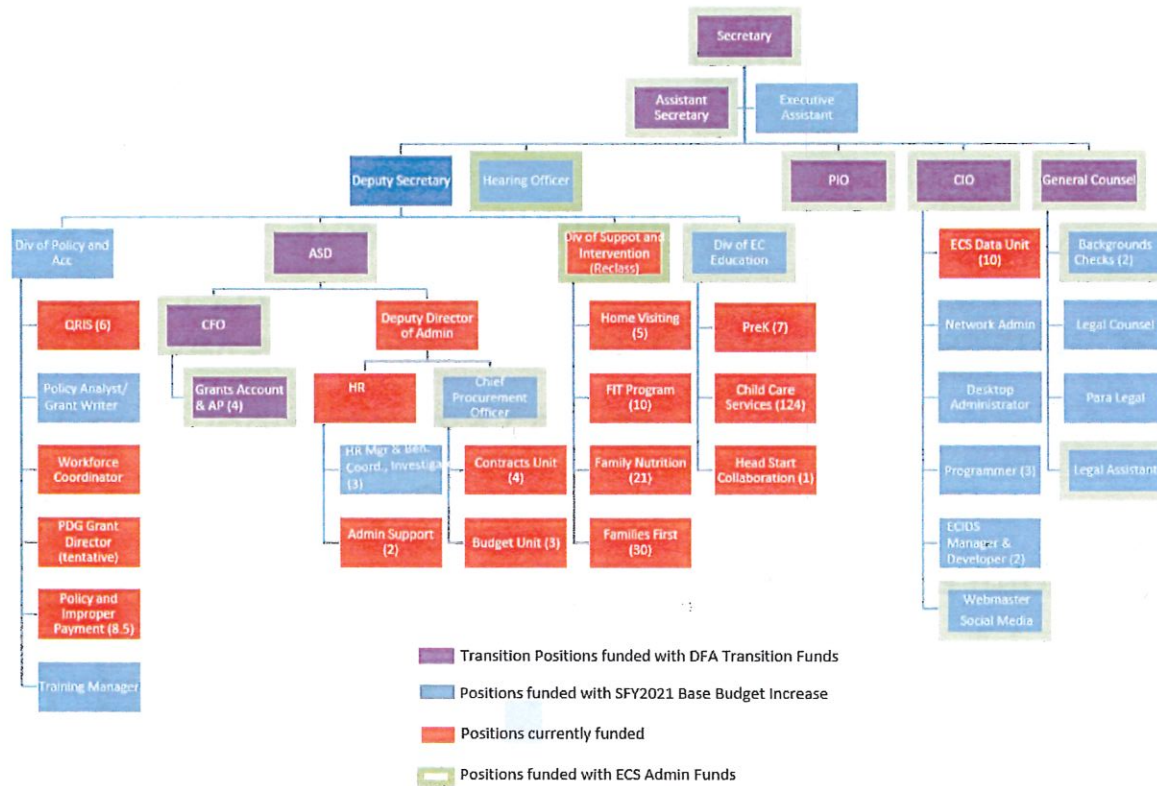


ECECD Transition – Still to Come

- ECECD staff training – Infant mental health and trauma informed care
- ECECD staff strategic planning
- SB 22 - Early Childhood Advisory Council
- Continue to hire key staff for transition: Cabinet and Assistant Secretary, General Counsel, CFO, federal grants, CIO, PIO, ASD
- Transition of contracts and federal funding
- Statutory and regulatory changes
- Complete data integration and transition: ECIDS, STARS, EPICS and ACAMS
- Web based systems & interfaces to reflect ECECD



Early Childhood Education and Care Department Proposed Organization Chart



ECECD – Improving Coordination

- FY20 New Mexico PreK awards made jointly by CYFD and PED
 - Considered existing programs
 - Reflected shift to full day classes
- Head Start Collaboration Meetings
 - Listening to concerns and gathering input of how to improve the process
 - Coordination with school districts
 - Consultation with Federal Office of Head Start
- Revising New Mexico PreK application process:
 - Ensure equitable process
 - Eliminate competition with federal programs
 - Supports local planning and coordination
 - Mixed delivery system that supports parent choice



Proposed New Mexico PreK Application Process



- One application process that is equitable, efficient and transparent
- Proof of coordination with other programs
- Applications reviewed by a designated team
- ECECD will analyze kindergarten trends and early childhood program data to inform decisions
- FY21 Announcements to occur in December 2019
- Regional pre-proposal workshops and webinar to explain process



Budget Request Overview: Sources

| | |
|----------------------|---------------------|
| General Fund: | \$252,635.6* |
| Other Transfers: | \$59,627.5 |
| Federal Funds: | \$130,276.0 |
| Other Revenues: | \$3,128.3 |
| Fund Balance: | \$1,684.8 |

Total Request for FY21: \$447,352.2

- FY20 Base Budget: \$365,765.8
- Total Base Increase Request: \$81,586.4

**all numbers in thousands*



Budget Request Overview: Uses

| | |
|---|-------------------|
| Personal Services and Employee Benefits: | \$17,505.0 |
| Contractual Services: | \$127,001.1 |
| Other: | \$291,205.0 |
| Other Financing Uses: | \$11,641.1 |



Program Support (P621)

| | |
|-----------------------------|-----------|
| FY21 Total Request: | \$6,674.6 |
| FY20 Base Budget: | \$3,096.9 |
| FY21 Base Increase Request: | \$3,577.7 |

Expenditures

- \$4,128.1 for personal services and employee benefits
 - The amount funds 35 total FTE, including the eight to be hired in FY20
- \$211.1 in contractual services
 - FY20 anticipated audit fees
- \$2,335.4 in other costs
 - IT-related infrastructure and supplies, motor pool leases and fuel for 66 vehicles, building lease costs



Early Intervention Services (P622)

Early Intervention Services includes two programs transferred from the Department of Health

- Families FIRST
- FIT: Family, Infant, Toddler Program (entitlement program)



Early Intervention Services: Budget Request

| | |
|-----------------------------|----------------------------|
| FY21 Total Request: | \$36,550.2 |
| FY20 Base Budget: | \$30,561.8 |
| FY21 Base Increase Request: | \$5,988.4 (19.6% increase) |

- *General fund: \$31,172.4*
- Other transfers: \$500.0
- Federal revenues: \$2,849.5
- Other revenues: \$2,028.3



Early Intervention Services: Expenditures

Expenditures

- Personal services and employee benefits: \$2,066.1
 - 40 FTE (ten from FIT; 30 from Families FIRST)
- Contractual services: \$2,778.3
 - Primarily funds home and community-based early intervention services for children with developmental delays and disabilities, from birth to age three
- Other costs: \$20,064.7
 - Care and support is approximately 99% of the other costs, with travel, DoIT rates, miscellaneous costs, and maintenance agreements making up the rest
- Other financing uses: \$11,641.1
 - FIT provider agreements paid through the Human Services Department, eligible for the state FMAP rate



Early Intervention Services: Base Increase Request

Base Increase Request for FIT: \$5,988.4

\$3,548.9 to address projected growth in children served

- Provider agreements for Medicaid-ineligible children (\$1,059.3)
- State match for Medicaid eligible children (\$2,489.6)
- 5% growth rate projected

\$2,439.5 for provider rate increases

- Based on 2017 independent rate study



Early Childhood Services (P623)

Early Childhood Services includes programs transferred from the Children, Youth and Families Department, including:

- New Mexico PreK in private settings
- Child care services
- Home visiting
- Nutrition
- Head Start Collaboration Office



Early Childhood Services: Budget Request

| | |
|-----------------------------|-----------------------------|
| FY21 Total Request: | \$344,986.4 |
| FY20 Base Budget: | \$287,008.1 |
| FY21 Base Increase Request: | \$57,978.3 (20.2% increase) |

- *General fund: \$159,347.6*
- Other transfers: \$55,627.5
- Federal revenues: \$127,226.5
- Other revenues: \$1,100.0
- Fund balance: \$1,684.8



Early Childhood Services: Expenditures

Expenditures

- Personal services and employee benefits: \$11,310.8
 - 196.5 FTE transferred from CYFD
- Contractual services: \$120,847.7
 - For early childhood programs and to develop early childhood IT systems
- Other costs: \$212,827.9
 - 99% of category funding is in care and support for child care assistance, food program reimbursements, and other early childhood programs
 - Remainder is for travel, vehicle leases, DoIT rates, utilities, maintenance, and miscellaneous costs.



Early Childhood Services: Base Increase Requests

FY21 Base Increase Requests

- \$57,978.3 to support Early Childhood programs
 - NM PreK Program: \$9,900.0 to expand services to 1,140 additional children (\$1,500.0 for 204 4 year olds; \$4,000.0 for 456 3 year olds; \$4,400.0 for 480 mixed 3 and 4 year olds)
 - Child Care Assistance: \$26,060.7 to increase child care assistance to 200% of the federal poverty limit upon entry and 250% upon exit (approx. 4,100 additional children)
 - Home Visiting: \$2,970.0 to serve an additional 1,000 families
 - Workforce Development: \$19,047.6 for wage supplements (approx. 3,700 educators)



New Mexico PreK in Public Schools (P624)

NM PreK in Public Schools includes appropriations transferred from the Public Education Department to fund public NM PreK services in public schools statewide

| | |
|-----------------------------|-----------------------------|
| FY21 Total Request: | \$59,141.0 |
| FY20 Base Budget: | \$45,099.0 |
| FY21 Base Increase Request: | \$14,042.0 (31.1% increase) |

- *General fund: \$55,641.0*
- Transfers (TANF PreK funds): \$3,500.0



New Mexico PreK in Public Schools: Expenditures

Expenditures

- Personal services and employee benefits: \$0 (No FTE transferred from PED)
- Contractual services: \$3,164.0
 - Scholarship contracts for PreK teachers and educational assistants seeking degrees and additional licensure; coaching; training and resources to serve multilingual children and families
- Other costs: \$55,977.0
 - Transportation: \$1,529.0
 - Internal coaches: \$688.0
 - Half day 4s: \$2,450.0
 - Full day 4s: \$51,436.0



New Mexico PreK in Public Schools: Base Increase Request

FY21 Base Increase Request: \$14,042.0

- To convert 1,751 four year olds from part day to full day prekindergarten
- Provide full day prekindergarten services to an additional 1,000 children in underserved communities
- Increase includes start-up and transportation costs





Thank You!

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