

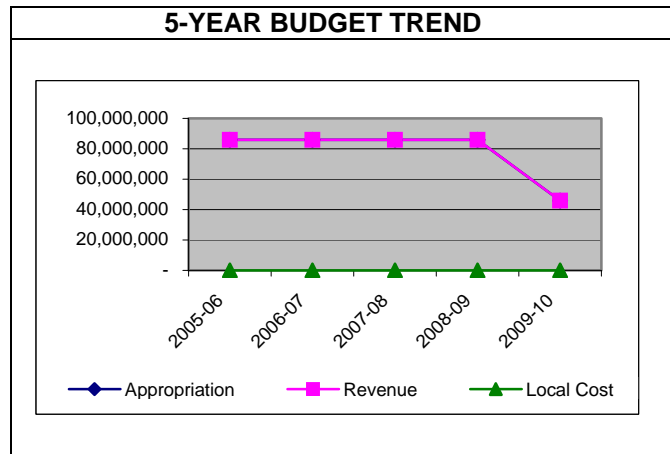
## Entitlement Payments (Child Care)

### DESCRIPTION OF MAJOR SERVICES

The CalWORKS Stage 1 childcare program is administered by the Transitional Assistance Department (TAD) and budgeted within this unit. This program is one of the major programs of federal welfare reform and the resulting state CalWORKS program. This program is intended to fund childcare for CalWORKS recipients who are seeking employment or have obtained employment. Childcare provider payments are 100% federally funded through reimbursements by the state.

There is no staffing associated with this budget unit. Services for this program are provided by staff budgeted in the Human Services Administration budget unit.

### BUDGET HISTORY



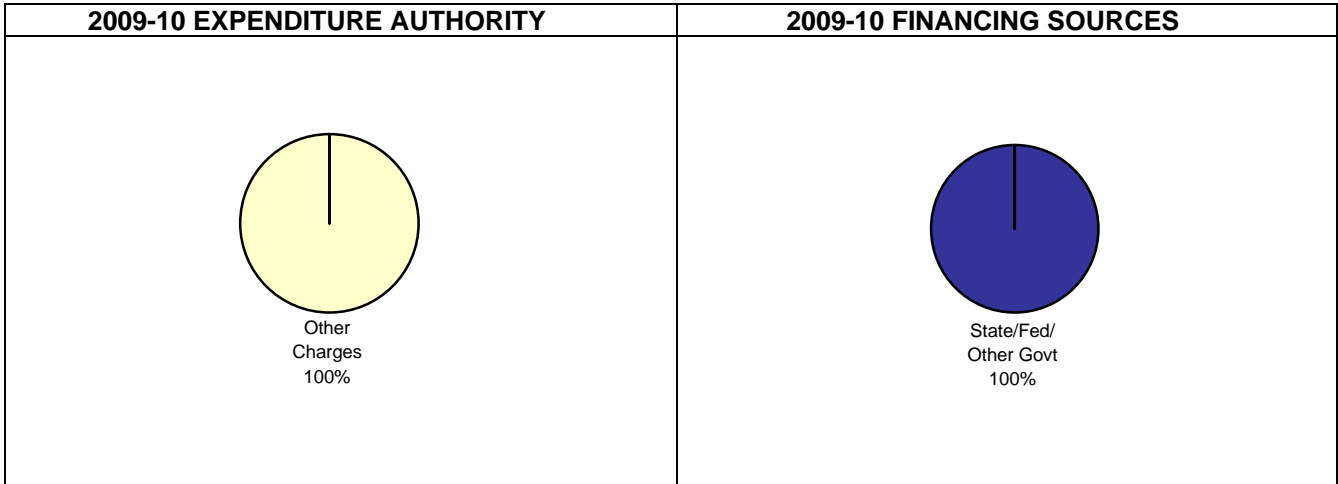
### PERFORMANCE HISTORY

	2005-06 Actual	2006-07 Actual	2007-08 Actual	2008-09 Modified Budget	2008-09 Estimate
Appropriation	79,183,003	75,310,636	77,067,053	85,905,228	39,455,120
Departmental Revenue	79,182,742	75,311,168	77,067,053	85,905,228	39,455,120
Local Cost	261	(532)	-	-	-

Estimated appropriation for 2008-09 is anticipated to be under budget by \$46.5 million due to the transfer of the state childcare programs from TAD to county schools. Additionally, because the economy has slowed and jobs have become more scarce for CalWORKS participants, Stage 1 childcare did not grow as quickly as anticipated.



**ANALYSIS OF PROPOSED BUDGET**



GROUP: Human Services  
DEPARTMENT: Entitlement Payments (Child Care)  
FUND: General

BUDGET UNIT: AAA ETP  
FUNCTION: Public Assistance  
ACTIVITY: Aid Programs

	2005-06 Actual	2006-07 Actual	2007-08 Actual	2008-09 Estimate	2008-09 Final Budget	2009-10 Proposed Budget	Change From 2008-09 Final Budget
<b>Appropriation</b>							
Other Charges	79,183,003	75,310,636	77,067,053	39,455,120	85,905,228	45,994,200	(39,911,028)
Total Appropriation	79,183,003	75,310,636	77,067,053	39,455,120	85,905,228	45,994,200	(39,911,028)
<b>Departmental Revenue</b>							
State, Fed or Gov't Aid	79,182,742	75,311,168	77,067,053	39,455,120	85,905,228	45,994,200	(39,911,028)
Total Revenue	79,182,742	75,311,168	77,067,053	39,455,120	85,905,228	45,994,200	(39,911,028)
Local Cost	261	(532)	-	-	-	-	-

Other charges of \$46.0 million represent payments to childcare providers for stage 1 childcare.

The appropriation for 2009-10 will be \$39.9 million less than 2008-09. This is due to a \$46.5 million reduction in revenue due to the transition of the state childcare programs to county schools. Conversely, in 2009-10 federally funded Stage 1 childcare is expected to increase by \$6.6 million or 16.5% due to large caseload increases in all CalWORKS programs, including Stage 1 childcare.

