

1 **Request for Modification of Child Care Allocations**
2 **Discussion Paper**
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5 **Background**

6 The Texas Workforce Commission's (TWC) Child Care & Early Learning Division, Operational
7 Insight Division, and Finance department have been developing a comprehensive package of
8 decision points that are related to child care allocations and performance expectations. In
9 developing these decision points, staff has noted that some Local Workforce Development
10 Boards (Boards) have sizable balances of unspent funds from Board Contract Year 2019
11 (BCY'19). Boards may better manage these balances, coupled with a supplemental allocation in
12 BCY'20, if TWC allows Boards the flexibility to spend the balances over a longer period of
13 time.
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15 **Issue**

16 Boards have analyzed their available carryforward funds, their estimated BCY'20 supplemental
17 allocation amounts, and associated performance expectations in order to determine how to best
18 manage child care enrollments over the next two years. Several Boards have determined that a
19 modification to their BCY'20 child care allocations will help support a more balanced approach.
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21 **Decision Point**

22 Eighteen Boards have requested that the Texas Workforce Commission's three-member Commission
23 exercise its authority, as provided in TWC Chapter 800 General Administration rule
24 §800.51(f), that, notwithstanding any other provision of the rules, the level of funding
25 allocated to a local workforce development area may be determined, modified, or reallocated
26 to ensure full use of the funding and compliance with state and federal requirements
27 applicable to the state. The requested allocation modifications are noted in the attached
28 spreadsheet.