Texas Rising Star Mentor and Assessor Funding Board Contract Year 2022 Discussion Paper

1 Background

- 2 Texas Government Code <u>\$2308.3155</u>—as added by the 83rd Texas Legislature, Regular Session
- 3 (2013) by House Bill 376—requires the Texas Workforce Commission (TWC) to make Child
- 4 Care and Development Fund funding available to each Local Workforce Development Board
- 5 (Board) to hire Texas Rising Star mentors and assessors.
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- 7 On June 18, 2021, the Governor Abbott signed <u>House Bill 2607 (HB 2607)</u> which requires all
- 8 subsidy providers to participate in Texas Rising Star. The bill also requires TWC to determine a
 9 maximum length of time a provider may participate at the entry level rating. Boards will need
- additional Texas Rising Star mentors in order to implement these new requirements and support
- 11 Texas Rising Star program expansion.
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- 13 On July 7, 2021, TWC <u>approved</u> increasing the Texas Rising Star Staff Support budget for Board
- 14 Contract Year (BCY) 2022 to \$17,000,000. This new funding allows Boards to increase the
- 15 number of Texas Rising Star mentors to support providers' continuous quality improvement
- 16 plans and increasing program expansion.
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18 Issue: TRS Mentor and Assessor Distribution Method

- Staff has prepared a proposed distribution of the BCY'22 Texas Rising Star mentor and assessorfunding based on the following methodology:
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- Funding Distribution Formula:
- Applying an equal base funding amount of \$100,000 for each Board
- Distributing the remainder of the funds as follows:
- 25 60 percent of the funds based on the Board's relative percentage of the state's Texas
 26 Rising Star providers; and
- 40 percent of the funds based on the Board's relative percentage of the state's child
 care providers with subsidy agreements but are not Texas Rising Star certified.
- 29 Staff's current plan is to reduce the weighting percentage for non-Texas Rising Star providers
- 30 annually as we gradually transition to all subsidy providers being Texas Rising Star certified, in
- 31 line with HB 2607.

32 **Decision Point**

- 33 Staff seeks direction on distributing TRS mentor and assessor funding as described above, and as
- 34 illustrated in Attachment 1.

Board	BASE FUNDING	Relative % of the State's TRS Providers ¹	Relative % of non-TRS subsidy providers ²	60% of Balance Based on relative % of State's TRS Providers	40% of Balance on relative % of non- TRS subsidy providers	Total New Distribution	<i>For Comparison</i> BCY 2021 Distribution
Panhandle	\$100,000	1.82%	1.24%	\$154,981	\$70,357	\$325,338	\$237,194
South Plains	\$100,000	1.59%	1.79%	\$135,112	\$101,860	\$336,972	\$244,909
North Texas	\$100,000	1.40%	0.91%	\$119,216	\$51,455	\$270,671	\$214,002
North Central Texas	\$100,000	5.32%	8.36%	\$453,022	\$474,646	\$1,027,668	\$633,043
Tarrant County	\$100,000	9.79%	6.69%	\$834,515	\$380,137	\$1,314,652	\$640,809
Dallas	\$100,000	8.54%	7.60%	\$727,220	\$431,592	\$1,258,812	\$738,238
North East Texas	\$100,000	1.17%	0.83%	\$99,347	\$47,255	\$246,602	\$212,291
East Texas	\$100,000	4.01%	2.02%	\$341,754	\$114,461	\$556,215	\$330,579
West Central Texas	\$100,000	2.10%	0.94%	\$178,825	\$53,555	\$332,380	\$232,040
Borderplex	\$100,000	4.06%	4.38%	\$345,728	\$248,874	\$694,602	\$377,690
Permian Basin	\$100,000	0.47%	1.89%	\$39,739	\$107,110	\$246,849	\$223,337
Concho Valley	\$100,000	0.42%	0.89%	\$35,765	\$50,405	\$186,170	\$183,206
Heart of Texas	\$100,000	2.43%	1.26%	\$206,642	\$71,407	\$378,049	\$252,391
Capital Area	\$100,000	7.65%	4.53%	\$651,716	\$257,275	\$1,008,991	\$456,260
Rural Capital Area	\$100,000	3.96%	4.25%	\$337,780	\$241,523	\$679,303	\$374,952
Brazos	\$100,000	1.96%	1.20%	\$166,903	\$68,257	\$335,160	\$226,021
Deep East Texas	\$100,000	2.10%	0.72%	\$178,825	\$40,954	\$319,779	\$227,127
South East Texas	\$100,000	1.40%	1.33%	\$119,216	\$75,607	\$294,824	\$234,835
Golden Crescent	\$100,000	0.37%	0.87%	\$31,791	\$49,355	\$181,146	\$194,567
Alamo	\$100,000	6.39%	7.73%	\$544,422	\$438,943	\$1,083,364	\$626,321
South Texas	\$100,000	1.31%	1.79%	\$111,269	\$101,860	\$313,129	\$242,570
Coastal Bend	\$100,000	1.49%	2.33%	\$127,164	\$132,313	\$359,477	\$276,487
Lower Rio Grande	\$100,000	3.36%	5.97%	\$286,119	\$339,183	\$725,302	\$450,904
Cameron County	\$100,000	2.33%	2.00%	\$198,694	\$113,411	\$412,105	\$283,690
Texoma	\$100,000	0.61%	0.96%	\$51,660	\$54,605	\$206,266	\$188,597
Central Texas	\$100,000	2.01%	3.81%	\$170,877	\$216,321	\$487,198	\$301,525
Middle Rio Grande	\$100,000	0.75%	0.57%	\$63,582	\$32,553	\$196,135	\$196,550
Gulf Coast	\$100,000	21.22%	23.15%	\$1,808,116	\$1,314,727	\$3,222,843	\$1,679,451
Statewide	\$2,800,000	100.00%	100.00%	\$8,520,000	\$5,680,000	\$17,000,000	\$10,479,585

¹Source: <u>Child Care by the numbers</u>, Texas Rising Star Provider Agreements by Star Level, June 2021 ²Source: <u>Child Care by the numbers</u>, Child Care Providers Accepting Subsidy Children as Share of Regulated Providers, June 2021; Texas Rising Star Providers as Share of Regulated Providers, June 2021

DP - BCY22 TRS MA Distribution (9.1.21) NotebookDP - BCY22 TRS MA Distribution (9.1.21) Notebook