## Child Care Subsidies as "Scholarships" Discussion Paper

#### 1 Background

- 2 On June 24, 2021, the Texas Workforce Commission's (TWC) three-member Commission (Commission)
- 3 approved the Child Care & Development Fund (CCDF) State Plan for Federal Fiscal Years 2022-2024.
- 4 During the Commission's discussion, Commissioner Julian Alvarez, Commissioner Representing Labor,
- 5 requested that staff research recharacterizing CCDF child care subsidies as child care "scholarships" and
- 6 bring back ideas on how to implement this change.

#### 7 Issue

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- 8 Each lead CCDF state agency has flexibility to determine what to name their CCDF program. The federal
- 9 Office of Child Care's (OCC) consumer education webpage, ChildCare.gov, provides state links to access
- information on child care, and OCC uses the term:
- Financial Assistance for Families.
- 12 States refer to their program in a variety of ways, with the following being the most prevalent terms used
- 13 (see Attachment 1 for a complete list):
  - Child Care Subsidy/Subsidized Services 17 states
    - Child Care Assistance 17 states
- Child Care Financial Aid 2 states
- Scholarship 2 states (Montana, New Hampshire)
- We have identified two additional states that have implemented limited "scholarship" programs which are
- available only at quality rated programs (Arizona QualityFirst Scholarships and Minnesota Early Learning
- 20 Scholarships). TWC received a comment during the Child Care and Development Fund State Plan public
- 21 hearing from Dr. Quianta Moore regarding the Minnesota child care scholarship program
- The Texas Workforce Commission's (TWC) child care rules, Chapter 809, are titled "Child Care
- 23 Services." Currently, the term "subsidy" is also used to further describe the Child Care Services program.
- 24 In addition, Local Workforce Development Boards refer to the child care program in different ways (see
- 25 Attachment 2 for a complete list), with the following being the most prevalent:
  - Child Care Services
  - Child Care Assistance
- In addition, some Boards have augmented the official name of the child care program, and are using the
- 29 term "scholarship" in social media and other media efforts:
- Capital Area Workforce Solutions refers to the program as "Child Care Services" on their website,
- but use the term "scholarships" in their social media posts
- 32 (<u>Capital Area</u> social media)

- Gulf Coast Workforce Solutions refers to the program as "Finance Aid for Child Care" on their
   website, but also uses the term "scholarships" in media interviews
   (Gulf Coast media interview)
- 4 If the Commission were to modify the name of the program, they could consider several different
- 5 implementation strategies, which could include one or more of the following.
  - Modify language throughout Ch. 809
    - Retain the rule language, but modify how we refer to the program in parent/provider outreach material

#### **Decision Point**

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- 10 Staff seeks direction on:
  - any changes to the name used for TWC's child care program
  - any guidance on specific implementation strategies, including
    - o amending TWC's Chapter 809 Child Care Services rules; and/or
    - o updating guidance and public-facing materials.

### State/Territory Child Care Program Names, Urban Institute CCDF Policies Database Table I.A.

https://ccdf.urban.org/sites/default/files/state\_2019\_ccdf\_policies\_dec\_2020.pdf

Alabama Child Care Subsidy Program
Alaska Child Care Assistance Program

American Samoa Child Care Program
Arizona Child Care Assistance

Arkansas Child Care Assistance Program

California California Alternative Payment Programs
Colorado Colorado Child Care Assistance Program

Connecticut Care 4 Kids

Delaware Child Care Subsidy Program
D.C. Subsidized Child Care
Florida School Readiness

Georgia Childcare and Parent Services

Guam CCDF Program

Hawaii Child Care Connection Hawaii Idaho Idaho Child Care Program Illinois Child Care Assistance Program

Indiana CCDF Program
Iowa Child Care Assistance
Kansas Child Care Program

Kentucky Child Care Assistance Program
Louisiana Child Care Assistance Program
Maine DHHS Child Care Subsidy Program

Maryland Child Care Subsidy Program

Massachusetts Early Education and Care Financial Assistance

Michigan Child Development and Care
Minnesota Child Care Assistance Program
Mississippi Child Care Payment Program
Missouri Child Care Subsidy Program

Montana Best Beginnings Child Care Scholarship Program

Nebraska Child Care Subsidy Program

Nevada Child Care and Development Program

New Hampshire NH Child Care Scholarship
New Jersey Child Care Subsidy Program

New Mexico Child Care Assistance

New York Child Care Subsidy Program

North Carolina Subsidized Child Care Assistance (SCCA) Program

North Dakota Child Care Assistance Program

Northern Mariana Islands DCCA Child Care and Development Fund Program

Ohio Publicly Funded Child Care
Oklahoma Child Care Subsidy Program
Oregon Employment Related Day Care

Pennsylvania Child Care Works Subsidized Child Care
Puerto Rico Child Care and Development Program

Rhode Island Child Care Assistance Program

South Carolina SC Voucher Program South Dakota Child Care Assistance

Tennessee Child Care Certificate Program

Texas Child Care Services
Utah Child Care Assistance

Vermont Child Care Financial Assistance Program
Virgin Islands Subsidy, Resource, and Referral Program

Virginia Child Care Subsidy and Services
Washington Working Connections Child Care

West Virginia Child Care

Wisconsin Shares Child Care Subsidy Program

Wyoming Child Care Subsidy Program

# **Local Workforce Development Board Websites for Child Care**

### Child Care Services (CCS)

- South Plains
- North Texas
- North Central Texas
- Northeast
- East Texas
- West Central
- Borderplex
- Permian Basin
- Concho Valley
- Heart of Texas
- Capital Area,
- Rural Capital
- Brazos
- Deep East
- Alamo
- South Texas
- Golden Crescent
- Coastal Bend
- <u>Cameron County</u>
- Texoma
- Central Texas
- Middle Rio

#### Child Care Assistance

- Panhandle
- Dallas
- Lower Rio

# Child Care Management Services (CCMS)

• Tarrant

### Child Care Contractor Services (CCCS)

Southeast

### Financial Aid

• Gulf Coast