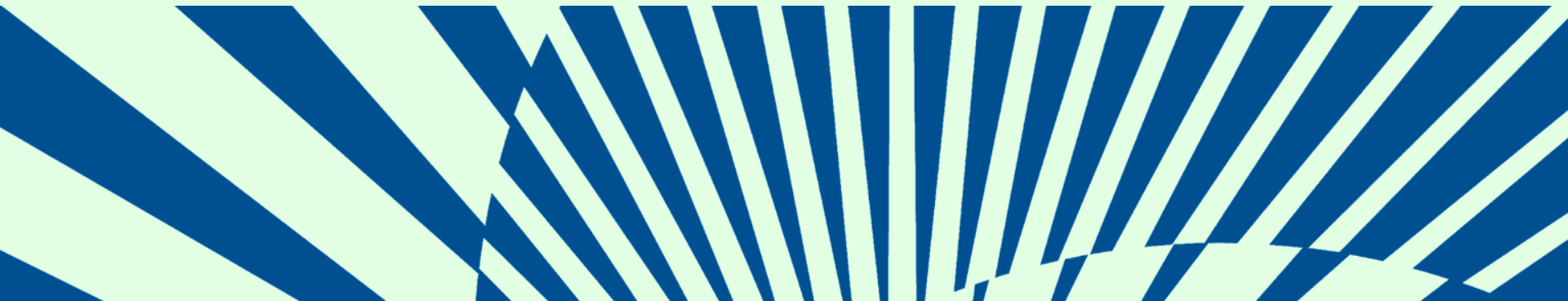




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# Federal Policy Update: June 2023

**KY: Interim Joint Committee Children and Families**



# Federal Policy Initiatives

## Programs in Federal Budget

- Child Care and Development Block Grant (CCDBG)
- Head Start
- Preschool Development Grants
- Individuals with Disabilities Education Act (IDEA) infants, toddlers, and preschoolers' programs

Total investment in Fiscal Year 2023: \$21B

No new federal childcare program(s) are expected in 118<sup>th</sup> Congress.

## Tax Incentives

- Child and Dependent Care Tax Credit
- Employer-Sponsored Child and Dependent Care Assistance
- Employer-Provided Child Care Credit
- Child Tax Credit\*

\*Not specific to childcare, allowable use of funds

# Federal Stimulus

Relief Package	Program Funded	Amount	Deadline for States to liquidate funds
<b><i>Coronavirus Aid, Relief, and Economic Security (CARES) Act</i></b>	Child Care and Development Block Grant (CCDBG)	\$3.5 billion	September 30, 2023
<b><i>Coronavirus Response and Relief Supplemental Appropriations Act (CRRSA)</i></b>	Child Care and Development Block Grant (CCDBG)	\$10 billion	September 30, 2023
<b><i>American Rescue Plan Act</i></b>	Child Care Stabilization Grants	\$24 billion	September 30, 2023
<b>FUNDING CLIFF</b>		<b>\$37.5 billion</b>	
<b><i>American Rescue Plan Act</i></b>	Child Care and Development Block Grant (CCDBG)	\$15 billion	September 30, 2024

## KY: Funds

### Expiring 9/30/23

• CARES, CRRSA, ARP\*:  
**\$733,768,438**

\*Supplemental CCDBG funds are available through 9/30/24



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Source: U.S. Senate HELP Committee, 2023,  
U.S. Dept. of Health and Human Services

# CHIPS Act Overview

## Purpose:

- To strengthen U.S. economic and national security, including economic resilience and competitiveness
- Long-term growth and sustainability of domestic semiconductor industry
- Construction, expansion, and modernization of semiconductor facilities

Agency: Natl. Institute of Standards and Technology (NIST), U.S. Department of Commerce

## Goals for semiconductor industry:

- quality jobs
- skilled and robust workforce
- diverse supplier base of large and small firms
- high-volume semiconductor manufacturing



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# CHIPS Act Childcare Requirements

1. Applicants requesting CHIPS Direct Funding over \$150 million must include plans to provide facility and construction workers with access to affordable, accessible, reliable, and high-quality child care
2. Applicants requesting less than \$150 million must show their plans “to the greatest extent feasible”

Plans include on-or near-site child care, pre-arranged agreements with existing child care providers, child care subsidies, or other “similar measures”

Plans should be developed in consultation with:

- State, local government officials
- Childcare administrators
- Other stakeholders



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# Executive Order

## High-Quality Care and Caregivers

Promote federal agencies to:

- Identify, consider, review and determine ways to improve access to childcare
- Make all efforts to improve jobs and support for caregivers
- Increase access to affordable care and provide more care options for families

- Partisan
- Too many unanswered questions



# Discussion



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