

December 22, 2023

Governor Gavin Newsom, State of California

Speaker Robert Rivas, California State Assembly

Pro Tem Toni Atkins, California State Senate

Assemblymember Jesse Gabriel, Chair, Assembly Budget Committee Senator Nancy Skinner, Chair, Committee on Budget & Fiscal Review, Chair, Women's Legislative Caucus

Assemblymember Cecilia Aguiar-Curry, Vice Chair, Women's Legislative Caucus

Dear Governor, Madam Pro Tem, Mr. Speaker, Chairs, and Vice Chair:

The Early Childhood Policy Council (ECPC) was established in law via Senate Bill 75 (Chapter 51, Statutes of 2019) to advise the Governor, Legislature, and the Superintendent of Public Instruction on statewide early learning and care policy.

We are writing to express our appreciation for the Administration's and Legislature's commitment to California's youngest members, their families, and early childhood care providers, as demonstrated in the 2023-24 State Budget.

Specifically, we want to acknowledge the State's historic investments that made a significant impact on children, families, and early educators – predominantly from communities of color – which include transforming the family fees, extending the hold harmless policy, and providing increased funding to child care providers and programs to keep their doors open. In addition, with your leadership, California adopted in the 2022-23 Budget a continuous Medi-Cal coverage protection for young children ages 0-5.

We also recognize and appreciate the Administration's establishment of the Rate and Quality Workgroup – and now the Rate and Quality Advisory Panel – to address the state's woefully inadequate reimbursement rate structure. We look forward to the Administration's and Legislature's adoption of the Panel's recommendations in the forthcoming report, expected July 1, 2024, to establish a regionalized reimbursement rate that:

- Compensates all teachers and child care providers for the true cost of providing care by reimbursing them at rates that reflect the economic diversity of California;
- 2. Recognizes the costs of meeting varying quality standards and regulations; and.
- 3. Strengthens the ability of the state's mixed delivery system to provide quality options.

As you embark on the State Budget development process for State Fiscal Year 2024-25, we look forward to the Administration and Legislature upholding the investments cited above, as well as:

- Removing the "pause" on slot expansion by keeping the promise to fund 200,000 child care slots by Budget Year 2025-26;
- Providing ongoing financial support to attract and retain members of the ECE workforce; and,
- Funding and greenlighting the Medi-Cal continuous coverage policy in the January Budget so that DHCS can make this protection operational by January 2025.

We must ensure there is equitable access to services and supports for families and the workforce, particularly marginalized populations including Black, Tribal, and People of Color families, immigrant families, homeless families, foster children, children of incarcerated or formerly incarcerated parents, children with disabilities, dual language learners, and low-income families, including those experiencing generational poverty.

As your partners in helping California families with young children navigate the challenges of today and supporting the early care and learning workforce that provides essential services that support California's economy, we look forward to working with you to ensure our children remain a top priority.

Sincerely,

Early Childhood Policy Council ECPC Parent Advisory Committee ECPC Workforce Advisory Committee