The Child Care & Development Block Grant (CCDBG) is the primary federal grant program that allows states to provide child care assistance to low-income working families with children under age 13. The majority of these funds serve children 6 years or younger, with the remainder supporting care for older children during out-of-school time.

Subsidies help remove barriers to affordable, high-quality child care, whether in center- or home-based settings. They give working parents the ability to access quality care and choose the type of care that works best for them. The majority of funds go directly to providing early learning experiences, but states can also use the funding to:

- Recruit and retain a well-qualified, fairly compensated, and effective workforce
- Support continuous quality improvement
- Meet the child care needs of families working nontraditional hours

How CCDBG Funds Flow

Using an established federal formula, states, territories, and tribal entities receive grant awards from the Department of Health and Human Services, Administration for Children and Families (ACF).

- **Parents**
  - Families can use vouchers to help cover the cost of care if a provider/program agrees to accept them.

- **Providers**
  - Grants and contracts represent agreements between the subsidy program and child care providers to designate slots for subsidy-eligible children.

In Florida, 35% of children ages 0-6 are eligible for a CCDBG subsidy under federal rules on average each month. However, of these children 85% are not served due to insufficient federal funding.

CCDBG by the Numbers in Florida

- **1,350,837** Children Under 6
- **65%** Population Under 6 with All Parents in the Workforce
- **78,552** Children Ages 0-6 Served by CCDBG and Mandatory Funds
- **6,965** Providers Accepting CCDBG Subsidies
- **72%** Children Currently Served by CCDBG
- **$495,679,975** CCDBG and Mandatory Funds
- **$44,712,601** CCDBG State Match
- **$3,332,053,160** CCDBG COVID-Relief Allocations: CARES | CRRSA | ARPA (CCDF + Stabilization)
- **$82,996,517** TANF Transferred to CCDBG

Income Eligibility

Given CCDBG is a federal block grant, state Lead Agencies have the flexibility to design their own subsidy programs in compliance with established eligibility and quality requirements and may choose to set their own additional requirements.

The Lead Agency in Florida is the Florida Department of Education/Division of Early Learning.

Families that meet income eligibility and work/job training/education requirements can apply to the Lead Agency for a subsidy. Many families are required to pay a copay, but states may waive those requirements. Families who receive a subsidy may choose any participating child care provider, including center-based care (including faith-based programs), home-based care, and in-home care.

In Florida, eligibility is capped at 72% of State Median Income (SMI). This means that a family of 3 is eligible for a subsidy if they make: $3,463 or less per month ($41,556 per year).
Throughout the pandemic, there was strong bipartisan support for federal relief funding to keep the child care sector afloat. CCDBG was the primary mechanism for providing this relief to child care providers and ensuring access to child care for thousands of working families through CARES, CRRSA, and ARPA.

As of December 31, 2022:

- 8,610 child care programs in Florida received American Rescue Plan Stabilization support, impacting up to 834,200 children.
- Providers in 100% of Florida counties have received funds, including:
  - American Rescue Plan Act Spending Spotlight
    - Funds have been used to support and stabilize the workforce. Providers could opt into the Workforce Initiative to receive a 10% supplemental bonus calculated on the base subgrant amount. By electing this, providers agreed to spend at least 25% of the total subgrant amount on employees above and beyond regular payroll and benefits at the time of application.
  - Federal pandemic relief funding, which buttressed an already struggling child care market, expires in September 2024. As this temporary funding expires, Congress must come together to strengthen and invest in our federal early learning and care programs so families can access the reliable, high-quality, affordable child care they depend on.

In Florida, most providers are reimbursed at or above the federally recommended reimbursement rate. These higher payment rates are critical in supporting providers to stay financially afloat and provide high-quality learning experiences. They also help low- and middle-income working families afford quality child care.

**Provider Reimbursement Rates in Florida**

In percentiles of market rate

<table>
<thead>
<tr>
<th>Age</th>
<th>Percentile</th>
</tr>
</thead>
<tbody>
<tr>
<td>Infant</td>
<td>75%</td>
</tr>
<tr>
<td>Toddler</td>
<td>68%</td>
</tr>
<tr>
<td>Preschool</td>
<td>64%</td>
</tr>
</tbody>
</table>

In Florida, most providers are reimbursed at or above the federally recommended reimbursement rate. These higher payment rates are critical in supporting providers to stay financially afloat and provide high-quality learning experiences. They also help low- and middle-income working families afford quality child care.

**Receiving subsidies results in much lower out-of-pocket costs for families.**

In Florida, a family receiving a CCDBG subsidy pays between:

- $104 per month
- $243 per month

Find more information on child care prices by age and care setting in your state or county here.

**Families that don’t receive subsidies pay significantly higher costs.**

For instance, center-based infant care ranges in price from:

- $464 per month in Hardee County
- $1,099 per month in Martin County

Federal pandemic relief funding, which buttressed an already struggling child care market, expires in September 2024. As this temporary funding expires, Congress must come together to strengthen and invest in our federal early learning and care programs so families can access the reliable, high-quality, affordable child care they depend on.

1. Census
2. ACF
3. Office of Child Care (OCC), “FY2020 CCDF Preliminary Data Tables”
4. Preliminary Data Tables
7. Ibid.
8. Ibid.
9. OCC, “CARES Act CCDBG Supplemental Funding Allocations by States and Territories”
10. OCC, “Coronavirus Response and Relief Supplemental Appropriations Act (CRRSA) of 2021 Allocations for States and Territories”
11. OCC, “American Rescue Plan Act (ARPA) Supplemental Stabilization and CCDF Discretionary Funding Allocation Tables for States and Territories”
12. Ibid.
13. Ibid.
14. Ibid.
15. Ibid.
16. United States Women’s Bureau, “National Database of Child Care Prices”
17. United States Women’s Bureau, “National Database of Child Care Prices”
18. Market Rate Survey (MRS), which must be completed every three years, examine the fees that child care providers charge for services in the priced market.
19. Ibid.
20. Ibid.
21. Ibid.

**American Rescue Plan Act Spending Spotlight**

Funds have been used to support and stabilize the workforce. Providers could opt into the Workforce Initiative to receive a 10% supplemental bonus calculated on the base subgrant amount. By electing this, providers agreed to spend at least 25% of the total subgrant amount on employees above and beyond regular payroll and benefits at the time of application.

Federal pandemic relief funding, which buttressed an already struggling child care market, expires in September 2024. As this temporary funding expires, Congress must come together to strengthen and invest in our federal early learning and care programs so families can access the reliable, high-quality, affordable child care they depend on.

**Northeastern States**

- $104 per month
- $243 per month

**Most common use of funds:**

- Personnel costs and keeping programs staffed.

**Most common use of funds:**

- Rent and mortgage payments, typically their largest operating expense.

**Northeastern States**

- $464 per month
- $1,099 per month

**6,610 child care centers**

**2,060 family child care homes**

**Find more information on child care prices by age and care setting in your state or county here.**

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2. Census
3. Office of Child Care (OCC), “FY2020 CCDF Preliminary Data Tables”
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