Child Care & Development Block Grant in West Virginia



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

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, highquality child care, whether in center- or homebased 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 West Virginia,

29%

of children ages 0-6 are eligible for a CCDBG subsidy under federal rules on average each month.¹²





are not served due to insufficient federal funding.¹³

CCDBG by the Numbers in West Virginia

114,265 Children Under 61

Population Under 6 with All Parents in the Workforce²

6,014 Children Ages 0-6 Served by CCDBG and Mandatory Funds³

1,271 Providers Accepting CCDBG Subsidies⁴

62% Children Currently Served by CCDBG Who Are Under the Age of 65

\$54,380,753 CCDBG and Mandatory Funds⁶

\$1,869,648 CCDBG State Match⁷

\$350,466,233 CCDBG COVID-Relief Allocations: CARES⁸ | CRRSA⁹ | ARPA (CCDF + Stabilization)¹⁰

\$0 TANF Transferred to CCDBG¹¹

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 West Virginia is the West Virginia Department of Health and Human Resources.

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 West Virginia, eligibility is capped at 53% of State Median Income (SMI). This means that a family of 3 is eligible for a subsidy if they make: \$2,598 or less per month (\$31,176 per year).¹⁴

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

In West Virginia, a family receiving a CCDBG subsidy pays between

\$30 \$136 out-of-pocket per month¹⁵

Families that don't receive subsidies pay significantly higher costs.

For instance, center-based infant care ranges in price from:16

\$509 \$965 in Clay County in Jefferson County per month per month

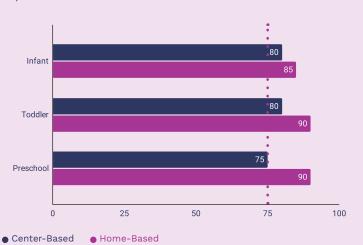
Find more information on child care prices by age and care setting in your state or county here. 17

Provider Reimbursements

ACF recommends that Lead Agencies set provider reimbursement rates at the 75th percentile of the market rate. 18 This is the price the lowest 75% of child care programs included in the market rate survey reported charging.

However, market rates often do not reflect the actual costs of providing high-quality care as programs must charge what families can afford in order to fill slots. Therefore, there is a significant gap between how much providers are reimbursed and how much it costs to provide care. Find answers to the most frequently asked questions about provider reimbursement rates here.

Provider Reimbursement Rates in West Virginia¹⁹ In percentiles of market rate



In West Virginia, all 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.

CCDBG in COVID-19 Relief

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, 2022:20

1,570 child care programs in West Virginia received American Rescue Plan Stabilization support, impacting up to 60,400 children.

Providers in 100% of West Virginia counties have received funds, including:



child care centers



Most common use of funds:

Personnel costs and keeping programs staffed.



family child care homes



Most common use of funds:

Personal protective equipment to ensure safe environments for children and staff.

American Rescue Plan Act Spending Spotlight21

Funds have been used to stabilize and support the early childhood sector, including: increasing payroll/salaries; strengthening employee benefits; and assisting with rent, utilities, facility maintenance or improvements. Grant awards from October 2021 to September 2023 range from \$750 to \$2,000 monthly depending on the provider type and quality tier.

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.

- of Child Care (OCC), "<u>FY2020 CCDF</u> nary Data Tables" stration for Children and Families (ACF)

- States Women's Bureau, National Database of Child
- United States Women's Bureau, "National Database of
- United States womens oursean, International Confliders Prices
 Market rate surveys (MRS), which must be completed every three years, examine the fees that child care providers charge for services in the priced market.
 Programs Through Cost Modeling
 ACF, "Child Care Stabilization Funding State Fact Sheet