

A Brief Snapshot: Changes in Michigan's 2015 Budget Related to Subsidized Care

A brief overview of the funding and policy changes in the Fiscal Year 2015 state budget relating to family supports that provide quality and subsidized child care.

Quality Child Care



Tiered Reimbursement

\$3.7 million for tiered reimbursement for child care providers with a quality rating of 3 stars or higher. Rates are as follows:

Tiered Reimbursement Rates
(Effective July 27, 2014)

	Infant/Toddler (Birth to 2.5 years)		Preschool/School Age (Over 2.5 years)	
	Child Care & Preschool Centers	Group & Family Child Care Homes	Child Care & Preschool Centers	Group & Family Child Care Homes
Rate through 7/26/14	\$3.75	\$2.90	\$2.50	\$2.40
★★★	\$4.00	\$3.15	\$2.75	\$2.65
★★★★	\$4.25	\$3.40	\$3.00	\$2.90
★★★★★	\$4.50	\$3.65	\$3.25	\$3.15



Reimbursable Hours

\$6.9 million to allow for the maximum number of reimbursable hours for subsidized child care to increase from 80 to 90 hours per two-week period.



Subsidized Child Care

Despite increases in other areas relating to child care, overall funding is reduced by \$26.1 million. This is due to a projected decline in the number of families eligible for subsidy.