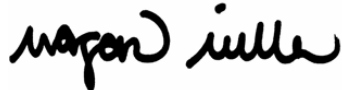


**TEXAS WORKFORCE COMMISSION**  
**Workforce Development Letter**

<b>ID/No:</b>	WD 07-23
<b>Date:</b>	June 5, 2023
<b>Keyword:</b>	Child Care
<b>Effective:</b>	Immediately

**To:** Local Workforce Development Board Executive Directors  
Commission Executive Offices  
Integrated Service Area Managers



**From:** Reagan Miller, Director, Child Care & Early Learning Division

**Subject:** **Board Contract Year 2023 Child Care Allocation**

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**PURPOSE:**

The purpose of this WD Letter is to provide Local Workforce Development Boards (Boards) with guidance on the distribution of Board Contract Year 2023 (BCY'23) funds.

**RESCISSIONS:**

WD Letter 28-21, Change 2

**BACKGROUND:**

On September 13, 2022, TWC's three-member Commission (Commission) [approved](#) \$1.1 billion for low-income child care for BCY'23.

On February 28, 2023, the Commission [approved](#) an additional \$19.5 million for low-income child care for BCY'23 and also approved resetting Board targets based on updated casemix data.

**PROCEDURES:**

**No Local Flexibility (NLF):** This rating indicates that Boards must comply with the federal and state laws, rules, policies, and required procedures set forth in this WD Letter and have no local flexibility in determining whether and/or how to comply. All information with an NLF rating is indicated by "must."

**Local Flexibility (LF):** This rating indicates that Boards have local flexibility in determining whether and/or how to implement guidance or recommended practices set forth in this WD Letter. All information with an LF rating is indicated by "may" or "recommend."

**NLF:** Boards must be aware that the Commission approved \$19.5 million to be distributed to all Boards. In March 2023, TWC added the funds to Boards' existing BCY'23 Child Care Formula (CCF) grant awards by unilateral amendment.

**NLF:** Boards must be aware that TWC has updated child care performance targets to reflect the BCY'23 Additional Child Care Allocation, as shown in Attachment 1.

**NLF**: Boards must report obligations and expenditures in the Cash Draw and Expenditure Reporting (CDER) system under the Direct Care At-Risk/Transitional cost category. The category will be a regular (not supplemental) cost category for BCY'23 CCF grant awards.

**INQUIRIES:**

Send inquiries regarding this WD Letter to [childcare.programassistance@twc.texas.gov](mailto:childcare.programassistance@twc.texas.gov).

**ATTACHMENTS:**

Attachment 1: BCY'23 Child Care Allocation and Adjusted Targets

**REFERENCES:**

None