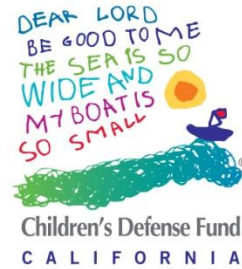


Slashing Children from the Budget

California Budget Cuts to Children Over the Past Five Years



California's most vulnerable children have been disproportionately impacted by the economic downturn and devastating state budget cuts to education, health care, and social services. Over the past five years, California has made billions of dollars of cuts to programs serving children and families, and children of color and poor children have been hardest hit.

At a time when almost one in four California children lives in poverty, the state needs to restore critical investments in children's programs and begin repairing our tattered social safety net. California's children and families are struggling with astounding poverty rates and a scarcity of services now – California's fiscal health must be used to protect our children and our future.

CalWORKs

CalWORKs provides cash assistance and job-related services to low-income families, including 1.1 million children. Nearly four out of five CalWORKs recipients are children. CalWORKs has experienced some of the most severe budget cuts and the cumulative impact of these cuts amounts to nearly **\$4 billion** over the last five years. The state has significantly reduced the amount of the monthly cash

Health and Human Service Budget Cuts		
Program	Cumulative Impact 2008-12	2012-13
CalWORKs	\$3,500,000,000	\$470,000,000
Medi-Cal	\$2,400,000,000	\$1,200,000,000
Healthy Families	\$145,000,000	Program to be moved into Medi-Cal starting Jan. 2013

grant to below \$650 per month for a family of three. The state has also limited the amount of time parents can receive cash assistance and tightened work requirements for parents. The cuts in recent years come after a decade of stagnant spending on CalWORKs that failed to keep up with inflation – the CalWORKs grant a family receives today only goes half as far as it did 20 years ago.

Health and Human Services

Health and human services programs have been heavily affected by budget cuts. The cumulative impact of budget cuts to the Medi-Cal program, which provides health care services for almost 4 million low-income children, amounts to **\$3.6 billion** over the past five years. Children's health coverage in Healthy Families was cut by **\$145 million** from 2008 to 2012, and this year's budget moved the program into Medi-Cal to save money. The impact of these health cuts was even larger because the state lost billions in federal matching funds. Such drastic reductions to health programs have undermined access to care and coverage for California children.

In addition, the state has made significant cuts to services for children with disabilities and mental health programs. Almost **\$400 million** has been cut over the past five years from In-Home Supportive Services (IHSS) for low-income seniors and people with disabilities, including children. The Department of Developmental Services (DDS) has been cut by nearly **\$1 billion** over the past five years, affecting approximately 130,000 children. These cuts resulted in reduction of salaries for service providers, limited eligibility criteria for services for at-risk young children, and fewer community-based support services. State-sponsored mental health programs, which provide care to 715,000 California children, have also suffered more than **\$1 billion** in budget cuts in the last five years.

Education

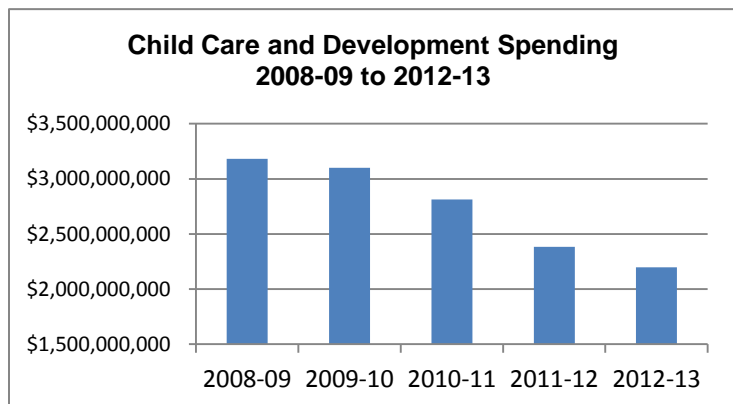
California's K-12 public education system serves more than 6.2 million children. Between 2007 and 2010, state lawmakers slashed annual educational funding by **\$7 billion** – a nearly 14 percent decrease. The repercussions of these cuts include shorter school years, reductions in programs, and the loss of 32,000 teachers, which has resulted in a more crowded class rooms and higher student-to-teacher ratios.

Over the past five years, state support for the University of California and California State University systems was reduced by nearly one-third, while community colleges lost nearly one-fifth of their state support. The cuts have led to higher student fees, increased class sizes, reduced student services and course reductions. The state has also made cuts to Cal Grant awards for college students.

Child Care and Development

A vast body of research demonstrates that spending on child care and development reaps a high return on investment. Child care programs also provide safe and affordable care that helps low-income parents find and retain jobs. Yet, over the last five years the CalWORKs child care budget has been reduced by one-third and the non-CalWORKs child care budget has been reduced by 16 percent. Total

government spending on child care and development programs has been reduced by nearly **\$1 billion** over the past five years. These spending cuts have resulted in a reduction of about 110,000 child care and preschool slots – one-quarter of total slots – for Californian children since 2008.



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