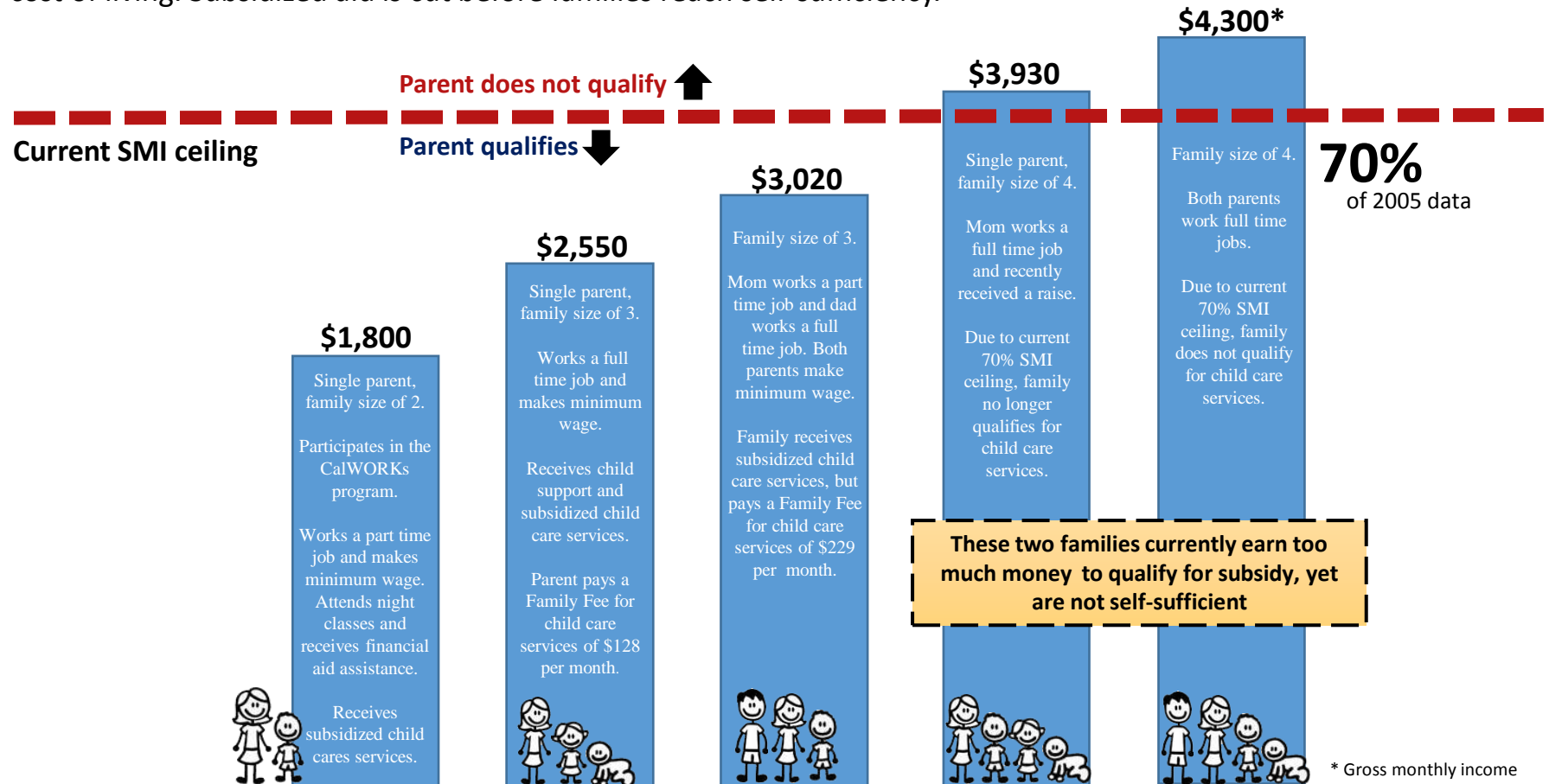


Current Income Limits of Subsidized Child Care

PROBLEM: The current 70% State Median Income (SMI) ceiling is based on 2005 data which is too low of a ceiling for San Diego's current cost of living. Subsidized aid is cut before families reach self-sufficiency.



According to the Economic Policy Institute Family Budget Calculator, a family size of 3 in San Diego needs a monthly gross income of **\$5,770** to be self-sufficient. A family size of 4 needs a monthly gross income of **\$6,202**.

Recommended Income Limits of Subsidized Child Care

Recommended SMI ceiling

Parent does not qualify ↑

Parent remains eligible ↑

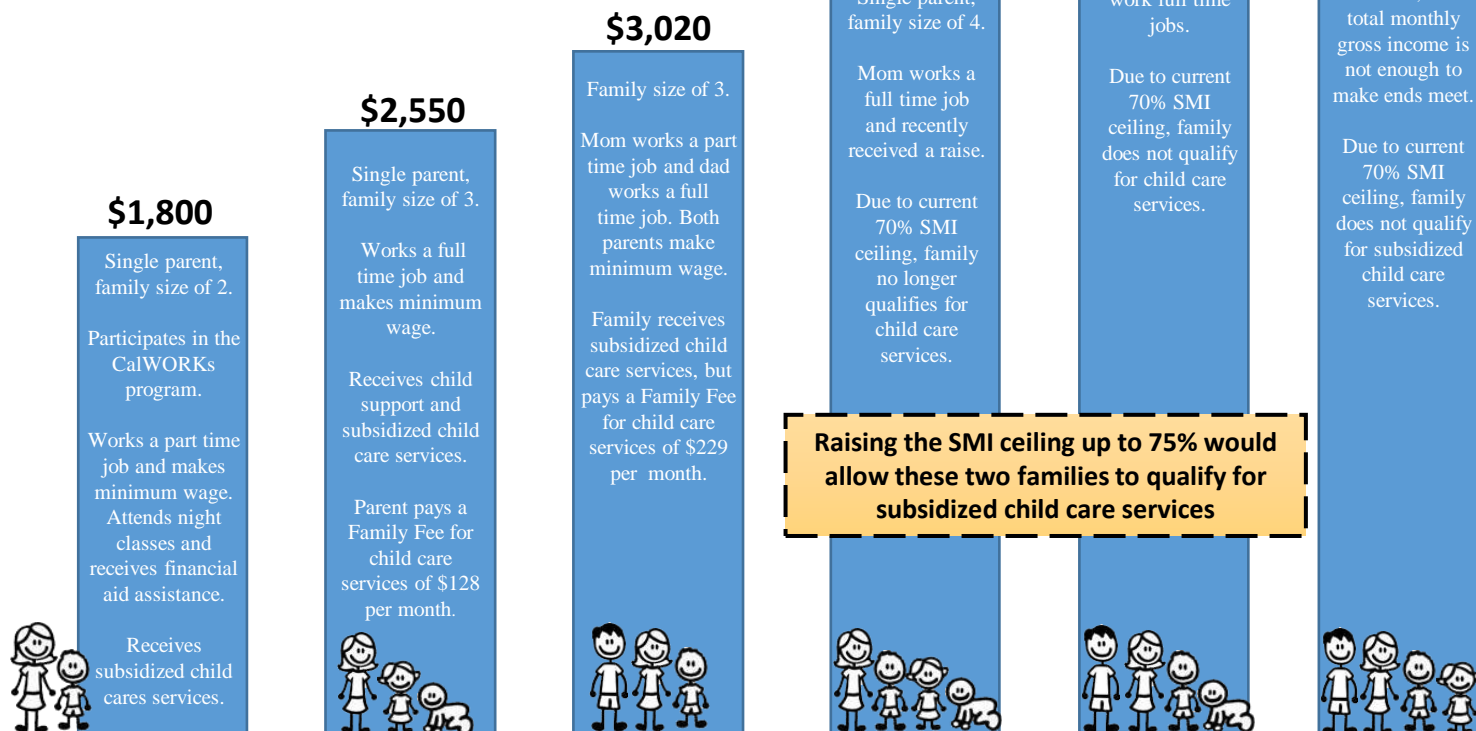
Parent qualifies ↓

\$5,200* 85%
of 2014 data

75%
of 2014 data

SOLUTIONS:

1. Raise SMI ceiling based on 2014 data
2. Allow families to become income eligible up to 75% of SMI
3. Allow greater self-sufficiency of families by allowing them to remain income eligible for subsidized child care services up to 85% of SMI



* Gross monthly income