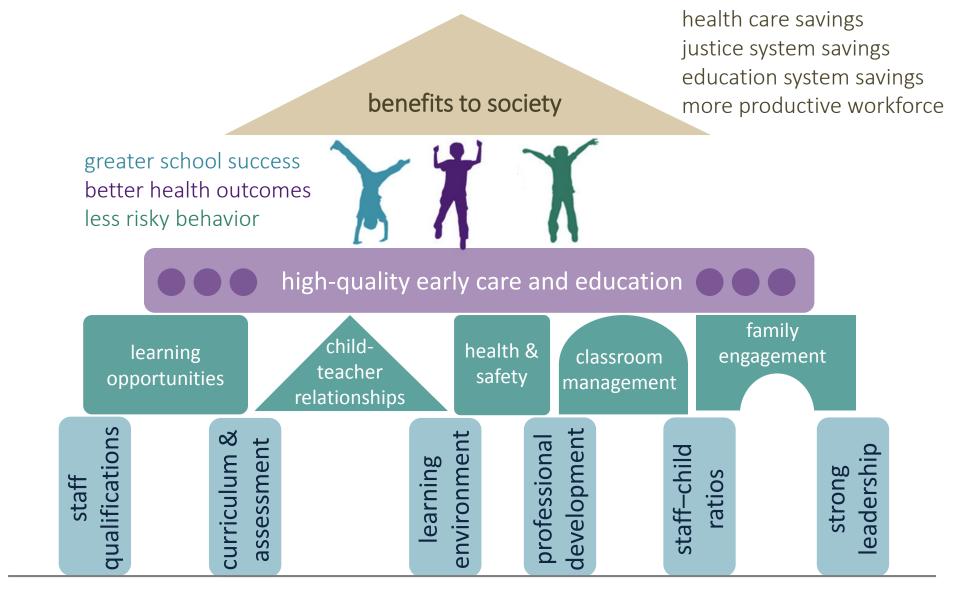
Investing in Early Learning Ventures to Promote Child Care Quality and School Readiness

March 2014

STRONGER Together

EAR

Ventures™





The Opportunity

Millions of young children spend time in early care and education arrangements every day

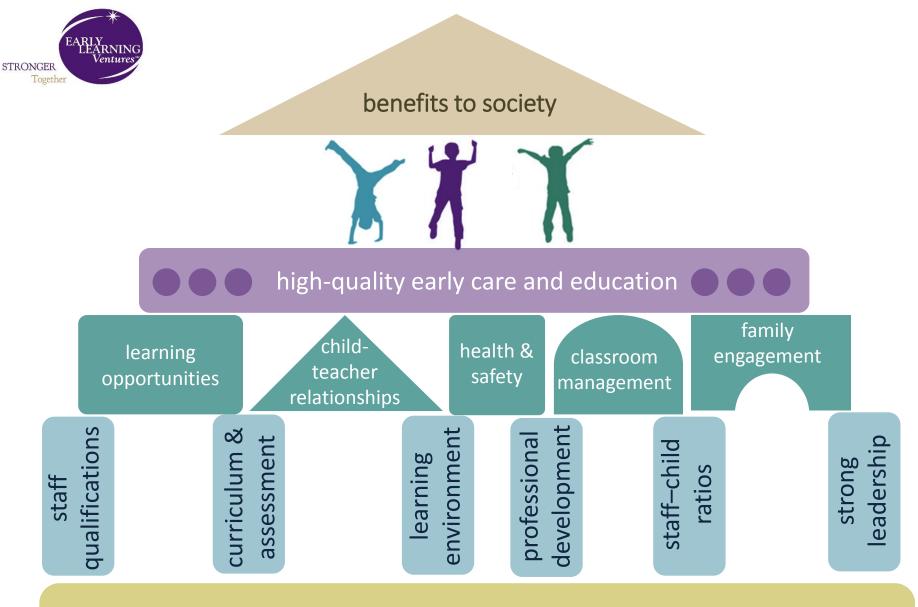
- Some are in publicly funded programs (e.g., Head Start, state-funded pre-K)
- Majority are in "market-based" child care funded mostly through parent fees and tuition

The Problem

Quality of market-based care varies greatly but overall is of mediocre quality

- Quality of child care is significantly lower than Head Start and state pre-K
- Child care considered the "weak link" of the early care and education system

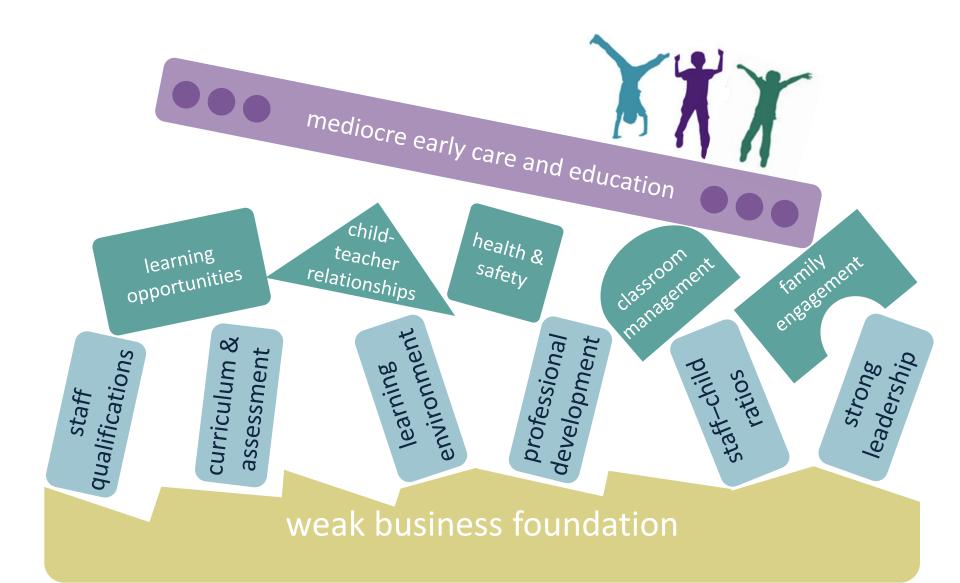




strong business foundation







Child care market challenges:

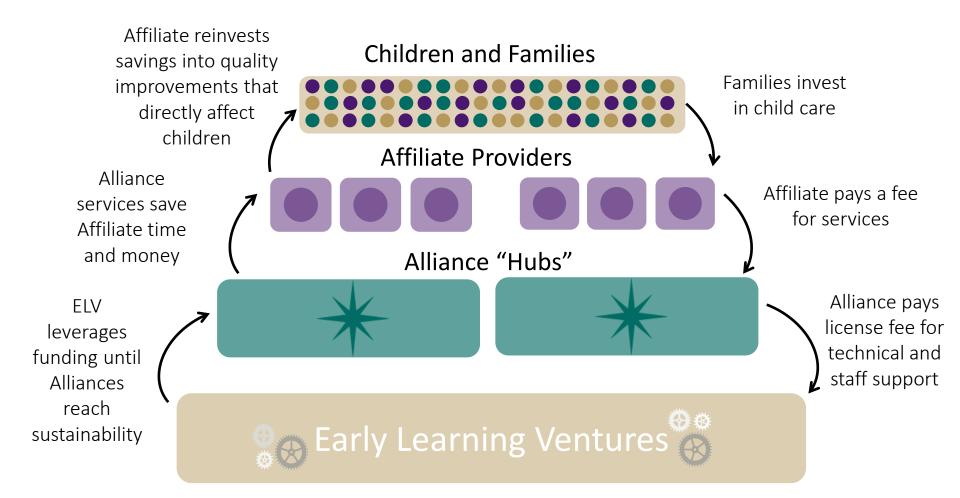
- * Lack of consistent demand for quality
 - Insufficient product differentiation and information for parents
- * Low profitability
- \star Limited or no economies of scale
 - Costly quality-improvement regulations



 \star Weak federal, state, and local infrastructure to support child care quality

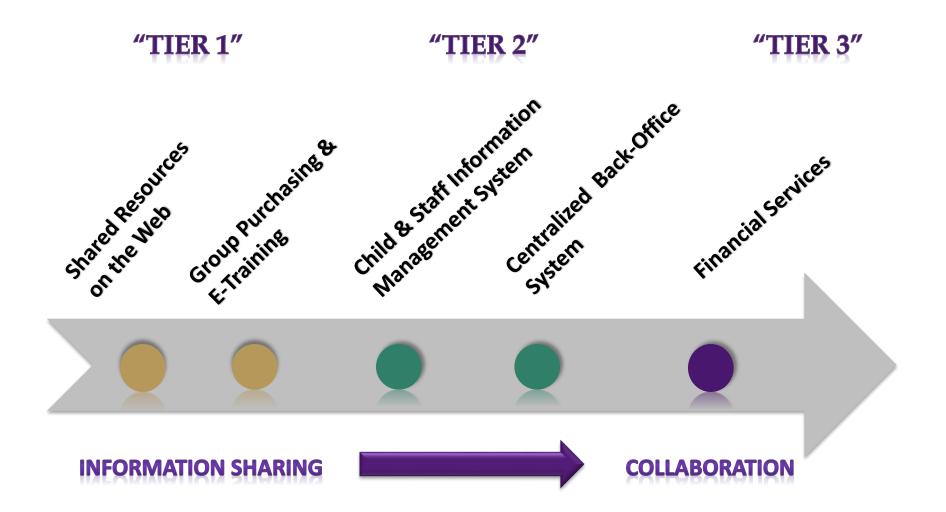
"Parents can't afford to pay, teachers can't afford to stay, there's got to be a better way"

The Early Learning Ventures Shared Services Model





ELV Shared Services Model Tier Levels





How It Works – The Details

Hub agencies called "Alliances" help child care providers:

 \star Attain critical economies of scale

- Purchasing
- Procurement
- Marketing
- Human resources

🔆 Streamline business functions

- Registration and enrollment
- Accounting support
- Tuition billing and collection
- Payroll

+ Program and staff development

- Curriculum, assessment, "best practices" resources
- Child development tracking
- Staff training and professional development

ELV Alliance Core

* Innovative web-based application

- Increase operational effectiveness
- Manage data with confidence
- Virtual connection to regulators









Open 24/7

Home > Training

TRAINING

Hand Washing

Licensing Training

Online University



Online University

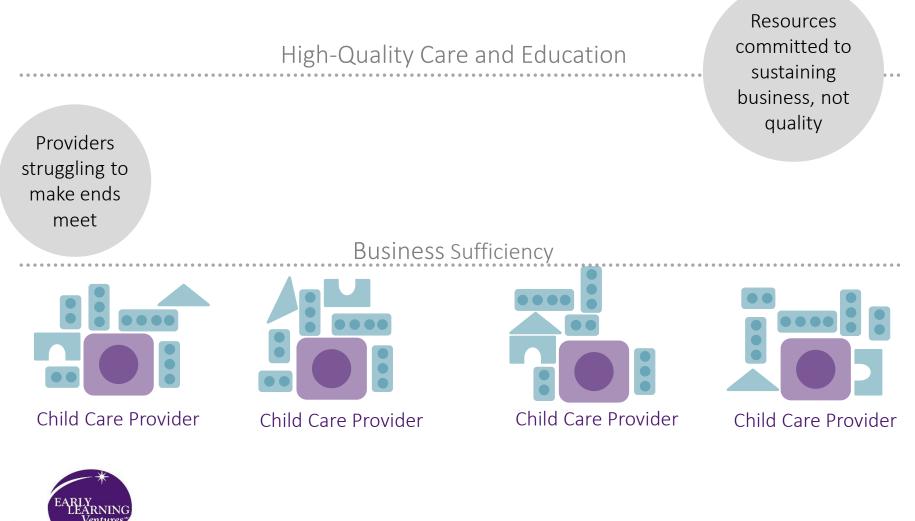
The Online University uses a research-based educational strategy called POWER Learning that enhances the learner's ability to retain, recall and reuse concepts and skills. Based on the principles of adult learning and memory recall, POWER Learning, along with continuous practice, helps the learner master the essential knowledge and skills to succeed.

Following is a sampling of the courses available:

- Dealing with Difficult or Angry People
- Hand Washing
- Introduction to Public Relations
- Introduction to Marketing
- Microsoft Outlook
- Microsoft Word
- Microsoft Excel
- Microsoft Access
- Microsoft PowerPoint
- OSHA Avoiding Electrical Hazards

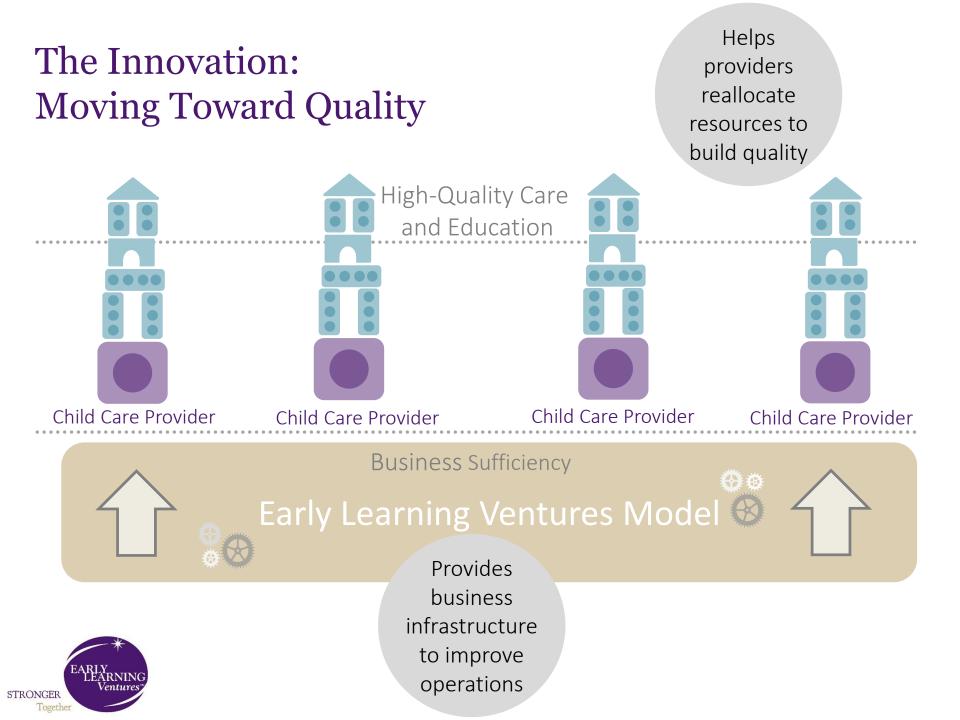


The Current Landscape: Business Survival



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Child Care Providers

Experience benefits from:

- Stronger business infrastructure
- Financial stability
- Professional development
- Increased licensing compliance

Outside economists conducted study to examine ROI for providers

Results indicated up to \$8.08 return per dollar and up to \$114,400 five-year return for providers





Access to higher quality care and education

Benefit from health and nutrition programs provider is able to offer

* Experience stronger family engagement and staff-child interactions





K More efficient and effective licensing procedures

ightarrow Stronger educational outcomes as a result of increased quality

Improved health outcomes as a function of programs offering better nutrition and child well-being supports



Improved Efficiencies for Child Care Licensing

Alliances help facilitate compliance by:

- preparing and organizing providers for licensing visits
- automatically populating regulatory documents
- assisting providers in applying for and meeting requirements of state/federal programs (e.g., CACFP)

Increases efficiency of licensing division

- time needed for typical regulatory visits could be reduced by 50%
- allows visits to be more quality-focused rather than compliance-focused
- helps strengthen partnerships between licensing specialists and providers

ELV model has potential to save state hundreds of thousands of dollars each year



Promoting Positive Health Outcomes

Nutrition

* Nearly 15% of U.S. households experience food insecurity

- Households with children under six at greatest risk

* ELV works with partner providers to support improved nutrition

- Access to Healthy Options for Preschoolers trainings
- CORE enhancements to streamline CACFP accountability
- ELV support resulted in healthful vended meals provided for 900 additional children per day in six month period

Adequate nutrition linked to healthy cognitive development, increased academic achievement, and decreased rates of illness



Promoting Positive Health Outcomes

Immunizations

For each dollar spent on immunizations:

- \$5.30 direct benefit
- \$16.50 societal benefit

* ELV model improves immunization compliance by:

- tracking each child's immunization status
- prompting parents when additional immunizations needed

Immunizations shown to improve health of children and lower health care costs



Promoting Positive Education Outcomes

* ELV model creates greater access and increased quality of early care and education options

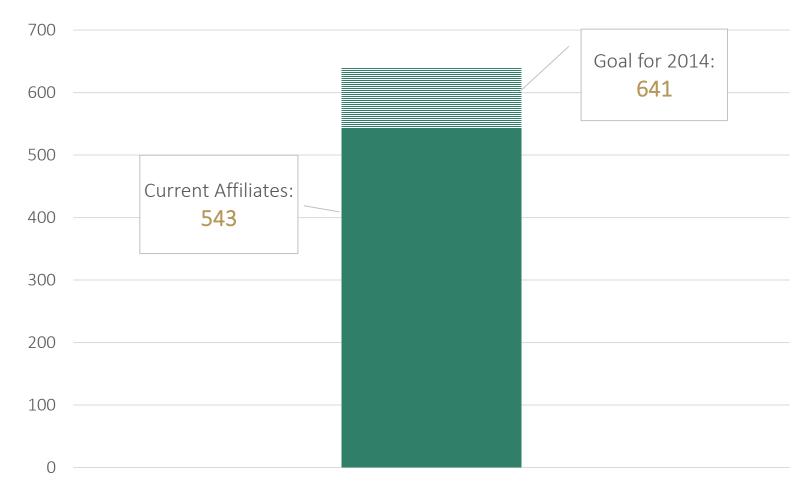
- Business efficiencies allow providers to expand and direct more resources to quality improvements
- Curriculum, assessment, and "best practices" resources
- Regular training and professional development opportunities
- High-quality early care and education translates to:
 - Greater school readiness
 - Reduced rates of grade retention
 - Reduced need for special education
 - Increased high school graduation rates

Significant savings for the education system and benefits society



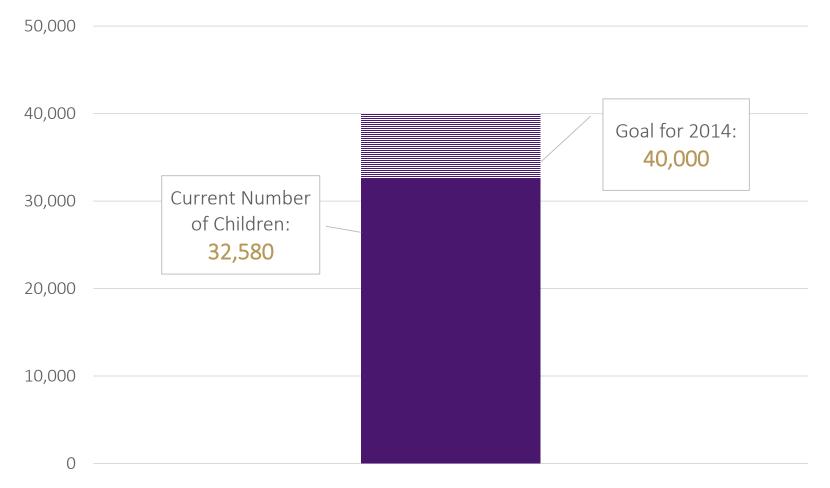
as a whole to have better educated more productive future workforce

Current Number of Affiliates



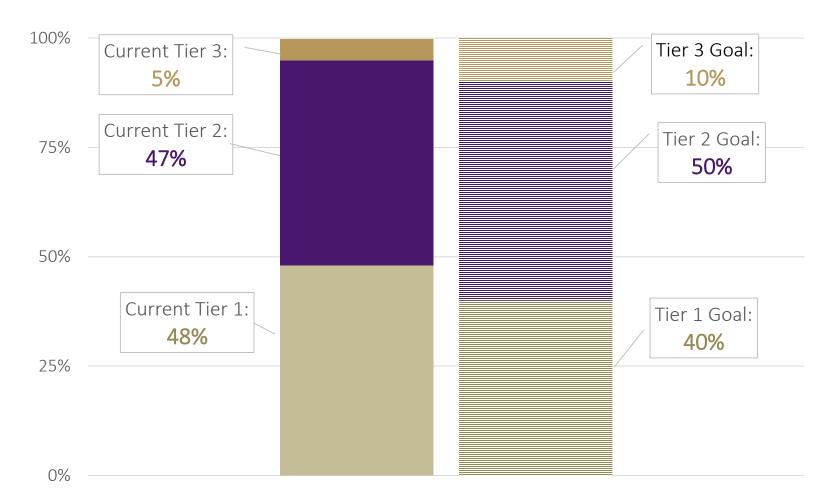


Current Number of Children Served





Tier Membership





Discussion and Contact Information



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