

WHYALLA CITY COUNCIL

Payment of Fees Policy				
Туре	City Growth			
GDS Category	Social, Cultural and Community Services – Internal			
Responsible Officer	Director City Growth			
Policy Adopted	December 2021			
Review Period	2 years			
Last Reviewed	December 2021			
Next Review Date	December 2023			
Policy Version Number	1			
Applicable Legislation	 Education and Care Services National Regulations National Quality Standards 			
Public Consultation Required	No			

PAYMENT OF FEES POLICY

Quality early education and care provides the foundation for children's development and social engagement whilst supporting workforce participation of parents and carers. Our service is committed to providing quality education and care to all children at an affordable fee for families.

As an approved childcare service, Child Care Subsidy (CCS) is available to reduce fees to eligible families. Our fee structure is based on our ability to provide the requirements of the Education and Care National Law and National Regulations, Family Assistance Law, the Australian Taxation Office and guidelines contained in the Child Care Provider Handbook.

NATIONAL QUALITY STANDARD (NQS)

QUALIT	Y AREA 7: GOVERNANCE AND LEADERSHIP		
7.1	Governance	Governance supports the operation of a quality service	
7.1.2	Management Systems	Systems are in place to manage risk and enable the effective management and operation of a quality service	
7.1.3	Roles and Responsibilities	Roles and responsibilities are clearly defined, and understood and support effective decision making and operation of the service	

	EDUCATIO	EDUCATION AND CARE SERVICES NATIONAL REGULATIONS		
168 Education and care services must have policies a		Education and care services must have policies and procedures		
	172	Notification of change to policies and procedures		

RELATED LEGISLATION

	Family Law Act 1975	
Child Care Subsidy Secretary's Rules 2017	Family Assistance Law — Incorporating all related	
A New Tax System (Family Assistance) Act 1999	legislation for Child Care Provider Handbook in Appendix G	
A New Tax System (Family Assistance) Act 1999	https://www.dese.gov.au/resources-child-care-	
	providers/resources/child-care-provider-handbook	

RELATED POLICIES

Arrival and Departure Policy	Fraud Prevention Policy
CCS Accounts Policy	Governance Policy
Child Care Subsidy (CCS) Governance Policy	Orientation of Families Policy
Dealing with Complaints Policy	Privacy and Confidentiality Policy
Enrolment Policy	Termination of Enrolment Policy

PURPOSE

For parents to gain a clear understanding of the service fee structure, payment requirements and CCS benefits prior to enrolment. This policy explains process of fee payment and the necessity of ensuring children's fees are paid on time and consequences for failure to pay fees in a timely manner.

SCOPE

This policy applies to children, families, staff, management, and visitors of the service.

IMPLEMENTATION

Our service aims to ensure families understand the fee schedule and payment process required for education and care to be provided for their child. We are committed to meet our obligations to maintain financial integrity and comply with all CCS legislative requirements. We have effective compliance systems in place to ensure childcare funding is administered appropriately. Our service ensures the confidentiality and privacy of all personal information provided to the Service about the enrolled child and family.

Our fee structure includes:

Enrolment Fee and Bond Payment

• Currently no enrolment fee or bond is charged.

General Fees

- Fees are charged for each session of care and vary depending on the age of the child in care and the family's eligibility for CCS.
- CCS is paid directly to the service and this is used as a fee reduction (visible on a family's statement).
- Families are required to pay the difference between the fee charged and the subsidy amount the 'gap' amount.
- Fees must be kept in advance of a child's attendance.
- A dated receipt will be provided for each cash/EFTPOS payment in your family pocket and will be visible on your statement. Fees paid through bank deposit will be visible on your statement.
- Fees are to be paid weekly or fortnightly. Your account is charged in arrears and accounts should not be owing any more than two weeks in arrears.

- Fees are payable for every session that a child is enrolled at the service. This includes sick days, and family holidays but excludes periods when the service is closed. The service may be directed to close due to periods of local emergency such as bushfire or flood or a pandemic.
- If a session of care falls on a public holiday, families are not charged.
- Fees are charged for full sessions only (regardless of the actual attendance hours any day).
- Casual days may be offered to families if available within the service's license.

Child Care Subsidy (CCS)

- Parents/guardians are required to register for CCS through their <u>myGov</u> account linked to Centrelink and provide documentation to support the CCS payment.
- Basic requirements that must be satisfied for an individual to be eligible to receive CCS. The child must:
 - o be a 'Family Tax Benefit child' or 'regular care child' and
 - o be 13 or under and not attending secondary school and
 - o meet immunisation requirements
- The person claiming the CCS, or their partner must:
 - o meet residency requirements and
 - be liable to pay for care provided under a CWA, (their written agreement) with their childcare provider
- Childcare must be provided by an approved provider
- Families level of CCS will be determined by:
 - o combined family income
 - o activity test of parents
 - o type of early learning and childcare service.
- CCS will be provided directly to the service and this amount deducted from the parent/family account.
- Families must regularly check their details are correct and report a change in circumstance to Centrelink (family income, activity levels, relationship changes or any other changes to their circumstances).
- Any disputes with CCS payments is the responsibility of the family. The family will be referred to contact Centrelink directly for any enquiries regarding CCS payments.
- Discounts will only be offered as outlined in the CCS Handbook. Any discounts will be offered on the full rate of care before CCS has been calculated.

Payment of fees

- Families are required to pay fees using cash, the service's EFTPOS machine or bank transfer (bank details are visible on the weekly statement).
- Families will be issued with a *Statement of Entitlement* on a weekly basis in accordance with the fee payment and Regulatory requirements.
- The *Statement of Entitlement* will include details of the sessions of care provided and the resulting fee reduction amounts.
- The *Statement of Entitlement* is generated using our CCS Software which meets all requirements as per Family Assistance Law legislation.

Absences from Service

- Families are requested to contact the service if their child is unable to attend a particular session.
- Families must still pay the 'gap' fee to the service if their child is unable to attend.
- Under the CCS families are allowed 42 absence days per child, per financial year and may be entitled to additional absence days in certain circumstances. (See Child Care Subsidy Handbook)
- Additional absences can be claimed for the specified reasons as defined by the Family Assistance
 Law.
- Records and evidence will be kept by the service for each additional absence, where required.
- Families can view their absence count through their Centrelink online account via myGov.
- In a period of local emergency, such as bushfire or pandemic, and our service is temporarily shut down on public health advice, families *may* be provided with additional absence days as per Family Assistance Law legislation.
- If our service is forced to close as a result of a public health directive, such as a pandemic like COVID-19, we will waive gap fees as directed to by the Government.

Financial Difficulties

- If a family is experiencing financial difficulties, a suitable payment plan may be arranged with authorisation of the Approved Provider.
- Families can apply for Additional Child Care Subsidy (ACCS) through Centrelink for additional fee assistance.
- There are four different payments under Additional Child Care Subsidy:
 - o Additional Child Care Subsidy (child wellbeing)—to help children who are at risk of serious abuse or neglect. The approved provider is involved in determining children who may require additional support who are at risk of harm.

- Additional Child Care Subsidy (grandparent)—to help grandparents on income support who
 are the principal caregiver of their grandchildren. Families are required to contact Centrelink
 directly regarding this payment.
- Additional Child Care Subsidy (temporary financial hardship)—to help families experiencing financial hardship. Families are required to contact Centrelink directly regarding this payment.
- Additional Child Care Subsidy (transition to work)—to help low-income families transitioning from income support to work. Families are required to contact Centrelink directly regarding this payment.

Debt Recovery Procedure

- If a family fails to pay the required fees on time, a reminder letter will be issued after **one week** and then again, after **two weeks** if the fees are still outstanding.
- At any time of the debt recovery process the family will be encouraged to enter a debt agreement with the service to repay outstanding fees. A written contract will be provided for the family to sign outlining repayment plan details. The repayment plan will provide information as to the duration and amount of the repayments as well as steps that will be taken if the repayment plan is not adhered to.
- A child's position will be terminated if payment has not been made after **three weeks**, for which the family will receive a final letter terminating the child's position. At this time the service will initiate its debt collection process, following privacy and conditional requirements.

Late Fees

- Our service is not licensed or insured to have children on the premises after hours. This is a breach of the Education and Care Regulations.
- It is unacceptable to pick children up late from the service. A late fee will apply where children are not picked up prior to closing time.
- Currently, a fee of \$10.00 per child for every 5 minute block or part thereof will be incurred by the family and \$20 per child for every 5 minutes (habitual lateness).
- A review of the child's enrolment will occur where families are consistently late with fee payment.

Change of Fees

Fees are subject to change at any time provided a minimum of four weeks written notice is given to
all families.

CCS hourly rate caps may be increased by the <u>CPI</u> at the commencement of each financial year, Any
CCS hourly rate increases are governed by CCS and are automatically adjusted through our CCS
Software.

Termination of Enrolment

- Parents are to provide two weeks written notice of their intention to withdraw a child from the service.
- If termination from the service is required without notification, families may lose their CCS, resulting in the payment of requirement for full fees to be charged.
- In some circumstances CCS may not be paid for sessions if the child has not physically started care.
- Additionally, CCS may not be paid for absences submitted after a child's last physical day of care, unless conditions have been met as specified by Family Assistance Law.

Responsibility of Management

The Nominated Supervisor is responsible for:

- ensuring all families are aware of our Payment of Fees Policy.
- ensuring enrolments are submitted correctly with the appropriate enrolment information.
- providing families with regular statement of fees payable.
- notifying families of any overdue fees.
- providing families with reminder letters as required.
- terminating enrolment of children should fees not be paid.
- discussing fee payment with families if required.
- providing at least 4 weeks written notice to families of any fee increases.

Responsibility of Families

- Provide the Service with the correct enrolment details to facilitate the CCS claim, if required, including:
 - o Centrelink Reference Numbers for child and CCS claimant
 - o Date of Birth for child and CCS claimant
- Ensure payment of fees as per policy.
- Notify Centrelink of any changes that may affect their CCS entitlement.
- Confirm their child's enrolment through the parents myGov account.

Third Party Payments

Parents are generally liable to pay the co-contribution for childcare fees. Only state and territory governments (and their agencies) can contribute to the cost, in part or full, of child care fees for families.

Where an agreement has been made between an employer or charity to assist in the contribution of fees the fees must be reduced accordingly before CCS has been applied.

Our service will record all documentation regarding any third party payments.

Complaints relating to the administration of Child Care Subsidy

Families who wish to raise concerns regarding the management of CCS should speak with the Nominated Supervisor in the first instance. The Nominated Supervisor will follow the steps as outlined in this policy, including advising the Approved Provider of all grievances.

Families can raise concerns regarding management of the CCS to the dedicated Child Care Tip-Off Line either via phone or email:

Phone: 1800 664 231

Email: tipoffline@dese.gov.au

Resources and information for families

Child Care Subsidy

Centrelink Customer Reference Number

Absences from childcare- Australian Government

Resources for Management- (Available on Childcare Centre Desktop- letters QA7)

Overdue Fee Payment Procedure- including non-payment of fees letters to parents.

Source

Australian Children's Education & Care Quality Authority. (2014).

Australian Government Department of Education, Skills and Employment Child Care Provider Handbook

https://www.dese.gov.au/resources-child-care-providers/child-care-provider-handbook

Australian Government Department of Education, Skills and Employment *Early Childhood and Care* https://www.dese.gov.au/early-childhood

Australian Government Department of Education, Skills and Employment Information for child care providers when a period of local emergency occurs

Education and Care Services National Law Act 2010. (Amended 2018).

Education and Care Services National Regulations. (2011).

Guide to the Education and Care Services National Law and the Education and Care Services National Regulations. (2017).

Guide to the National Quality Framework. (2017). (Amended 2020).

Kearns, K. (2017). *The Business of Childcare* (4th Ed.). Revised National Quality Standard. (2018)

REVIEW

POLICY REVIEWED BY	J Vlassco	Centre Coordinator	December 2021
POLICY REVIEWED	December 2021	NEXT REVIEW DATE	December 2023