# 2025 CWELCC funding approach



Teleconference series

Session #1 - August

Licensed Home Child Care **Early Years & Child Care Services** August 23, 2024



## Housekeeping items

- This meeting is being **recorded** and will be shared with the presentation.
- Your microphone will be muted unless called upon during the question period.
- You can participate by using the chat function to raise any questions you have.
- You can also email us at <u>earlyyearssystemdivision@peelregion.ca</u> or contact your Early Years Specialist.

The personal information collected during this meeting is collected under the authority of the <u>Municipal Act S.O. 2001, c.25</u>. The information will be used for future reference for purposes of the Region of Peel's Human Services Department, Early Years and Child Care Services Division.

Questions about the collection of personal information and information collected should be directed to <a href="mailto:earlyyearssystemdivision@peelregion.ca">earlyyearssystemdivision@peelregion.ca</a>.

**Disclaimer:** This slide deck is shared for informational purposes only and does not replace the requirements and rules set out in the <u>Child Care and Early Years Act, 2014</u>, its <u>regulations</u>, your service agreement, the CWELCC guideline and/or the service provider handbook.

## Agenda

- What are the key changes?
- When are you going to get more information?
- How will we support you?
- What can you do to prepare?
- What is next?
- Q & A session
- Quick survey







# What are the key changes?

## What is new for 2025 (CWELCC)? 2024 2025

Revenue replacement

(we offset a portion of your fees)

Funding based on the costs of delivering child care

**Multiple grants** 

Flexible single grant for 0-6 child care system

Allocations confirmed once issued

Allocations subject to recalculation

### **Funding to LHCC Agencies**

1. LHCC agencies with head office in Peel



Peel is the overseeing SSM

2. LHCC agencies with head office outside of Peel



The SSM where the head office is located in the overseeing SSM

3. LHCC agencies with head office outside of Peel and opening new homes in Peel



Peel is the secondary SSM \*The SSM where the head office is located is the overseeing SSM

Note: Provincial guidelines (page 36) and LHCC provincial webinar describes the "overseeing" and the "secondary" CMSM

## Next fee reduction

2024 As of Jan. 1, 2025

52.75% fee reduction

- Fees are the lesser of:
  - \$22/day OR
  - Frozen fee reduced by 52.75%
- Minimum fee: \$12/day

**Have your voice heard!** Provincial consultation on proposed regulatory amendments is available from Aug. 15 to Oct. 1 at: <a href="https://www.ontariocanada.com/registry/view.do?postingId=48333&language=en">https://www.ontariocanada.com/registry/view.do?postingId=48333&language=en</a>







### **Examples of New Fee Reduction**

Example	Approved daily base-fee (frozen)	After 52.75% reduction (Dec. 31, 2022)	Fee as of January 1, 2025
Example 1 - Before and After care only (JK/SK)	\$15/day	\$12/day (reduced to minimum)	\$12/day (stays the same)
Example 2 - Infant space	\$90/day	\$42.53/day (52.75% reduction applied)	\$22/day
Example 3 - Preschool space	\$40/day	\$18.90/day (52.75% reduction applied)	\$18.90/day (under cap, stays the same)
Example 4 - Toddler space	\$60/day	\$28.35/day (52.75% reduction applied)	\$22/day





## If I'm not enrolled in CWELCC, do I qualify for any funding in 2025?

- ✓ No. "Non-participating licensees delivering child care to children aged 0-5 will no longer be eligible for routine funding" (page 3 of the memo).
- ✓ This means that your existing ELCC Agreement with Peel will end in 2024 you will not receive WEG, GOF/Base Funding, Historical, TOG (Special Purpose and Administration), EPS going forward.
- ✓ You may qualify for existing child care subsidies until children enrolled age out, become ineligible for subsidies or leave your program
- ✓ In the coming weeks, we will share communication to impacted agencies.





## When will you learn more about the CWELCC funding formula?

### **Key Dates**

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#### August 2024

Release of:

- Cost-based funding approach
- Memo
- webinar
- Online tool to estimate allocations (TBC)
- Preliminary 2025 child care allocations

Provincial consultation on regulatory amendments (Aug. 15- Oct. 1)

#### Fall 2024

- Update regulations
- 2025 guidelines (including 6-12 approach)
- 2025 funding

#### Jan 1, 2025

Effective date of:



- New funding approach
- New fee cap \$22/day

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#### **Summer 2024**

- Review of provincial package
- Assess impacts
- Information sessions
- Agency engagement and supports
- Advocacy



- Review
- Assess impacts
- Information sessions
- Get clarification
- Agency engagement
- Advocacy
- 2025 budget templates

#### December 2024

- Peel guidelines released
- Agency allocations communicated through GovGrants
- Funding teleconference

### Roadmap and target timelines

#### **August:**

What are the key changes & timelines? How will we support you?

- Overview
- Target timelines
- Resources
- Things you may need to think of or do to prepare for this change

#### **October:**

How can you use the funding? How will you report and be accountable for the funding?

- How to use the funding
- Eligible/ineligible expenses
- Cost reviews
- Reporting
- Audit expectations & accountability

### **December:** Release

- Guidelines
  - GovGrants announcement -Allocation details
  - 2025 funding teleconference





How you will be funded? What is the process?

- Benchmarks
- Top-ups
- Profit-surplus
- Revenue calculations
- Examples

#### **November:**

What are your obligations under CWELCC?

- Guideline expectations & requirements
- Other updates (if applicable)

#### Jan 1, 2025

Effective date of:

- New funding approach
- New fee cap
- Payments begin







# How will we support you?



## How will we support you?

- ✓ Series of teleconferences and resources (per roadmap)
- ✓ EYS connect within 2 weeks of the teleconference.
- ✓ Centralized Q & A through your EYS and our email: earlyyearssystemdivision@peelregion.ca
- √ CDRCP's financial literacy course
- ✓ Other tools calculators, examples (TBD)



## What can I do to prepare?

- Review the provincial package.
- Listen to the provincial webinar (<a href="https://vimeo.com/user/224327029/folder/21786437">https://vimeo.com/user/224327029/folder/21786437</a>).
- Participate in:
  - Our teleconferences
  - CDRCP's financial literacy course
- Submit accurate and timely data reporting
- Start thinking about your 2025 budget and operational plan.
- Ask questions.





### What is next?

- Send us your questions to <u>earlyyearssystemdivision@peelregion.ca</u>.
  - Answers will be shared at the teleconferences based on the roadmap release plan.
- Q & A document will be shared in the coming week.
- Stay tuned!
  - Next teleconference: Late September
  - Purpose:
    - How will you be funded?
    - What is the process?







## **Quick Survey**



## **Survey Questions**

- 1. Do you think the roadmap is clear and easy to understand?
- 2. Do you think the roll out plan will support you in understanding the new funding framework and what it means for your child care program?
- 3. Do you think the resources and supports we identified will help you to understand the changes of the new funding framework?



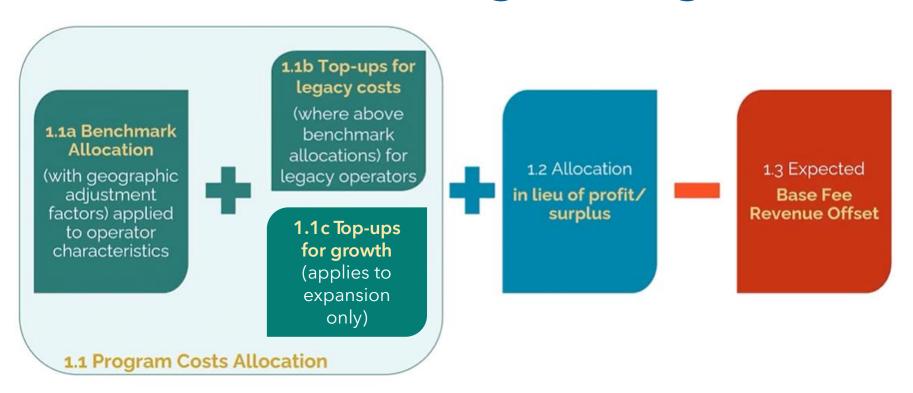
## Thank you!





## Appendix: high eve overview of cost-based funding

## Cost-based funding at a high-level



Source: Slide 3 of provincial centre-based <u>webinar</u>, Partially modified to add 1.1c