



2025 EYCC Funding Updates Part 1 Licensed Home Child Care

Teleconference series

Early Years and Child Care Services

January 20, 2025

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.

Use the chat function to post your questions. You can also email us at earlyyearssystemdivision@peelregion.ca or contact your Early Years Specialist.

The personal information collected during this meeting is collected under the authority of the [Municipal Act S.O. 2001, c.25](#). 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 earlyyearssystemdivision@peelregion.ca.

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

Agenda

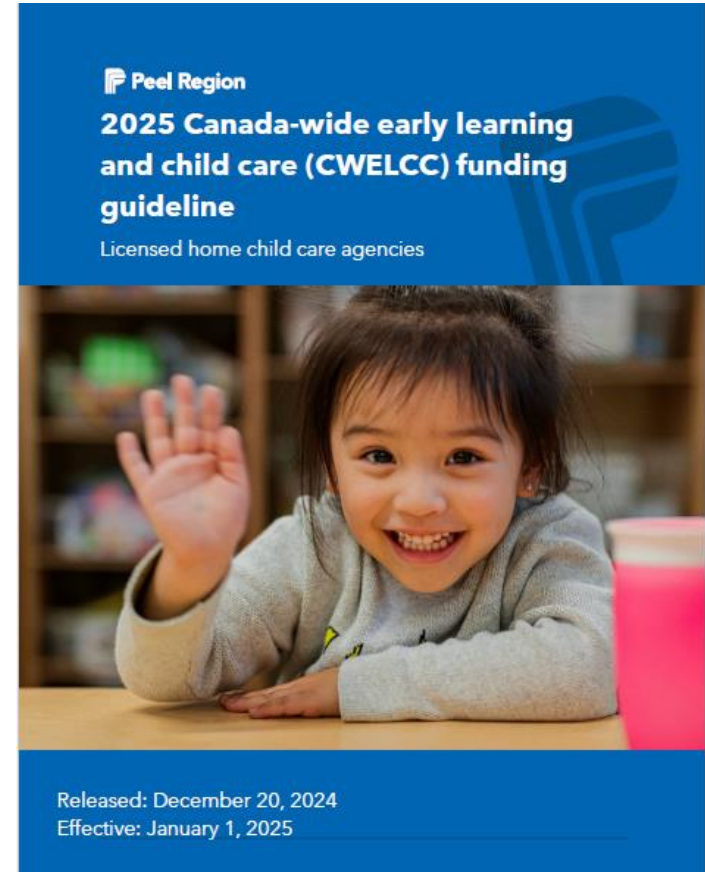
1. 2025 CWELCC Recap - Things You Must Do if You Participate in CWELCC

- Key Terms: Fees
- Changes to Fee Reduction
- Workforce Requirements to Home Visitors and Home Providers
- Workforce Notation Requirements
- Maintaining Service Levels Included in Your Base Fee
- Changes to Closure Days
- Parent Handbook Requirements

2. Next Steps & Action Required

3. Resources and Tools

4. Question Period



2025 CWELCC Recap

Effective January 1, 2025



Things You Must Do If You Participate in CWELCC

Part 1: Will be covered today

1. Reduce/maintain and communicate your base fees in your Parent Handbook
2. Meet eligible home visit staff wages and benefits requirements
3. Maintain workforce requirements to home providers
4. Maintain service levels

Part 2: To be covered on January 27

1. Use CWELCC funding to support eligible costs
2. Meet reporting and accountability requirements
3. Authentically participate as per Peel's Service Provider Handbook

Key Terms: Fees

1. **Base fee:** any fee that a family must pay that is required for the delivery of child care services, such as daily fees, registration and other mandatory fees (one-time or recurring).
2. **Registration fee:** a common mandatory fee that a family pays when first registering their child to secure a spot in the program.
3. **Prepaid/deposit fee:** a payment that a family pays upfront for child care service.
 - It can be used to hold a spot for the child in the program.
 - If the child attends the program, the deposit is deducted from the total amount owed for child care.



You Must Reduce Your Base Fees

- As of January 1, 2025, you must reduce your base fee for CWELCC eligible children to:
 - \$22 per day; or
 - maintain the base fee you were charging on December 31, 2024, if it was less than \$22.
- The CCEYA requires you to include all mandatory fees in the calculation of your daily base fee to comply with the \$22/day fee cap.



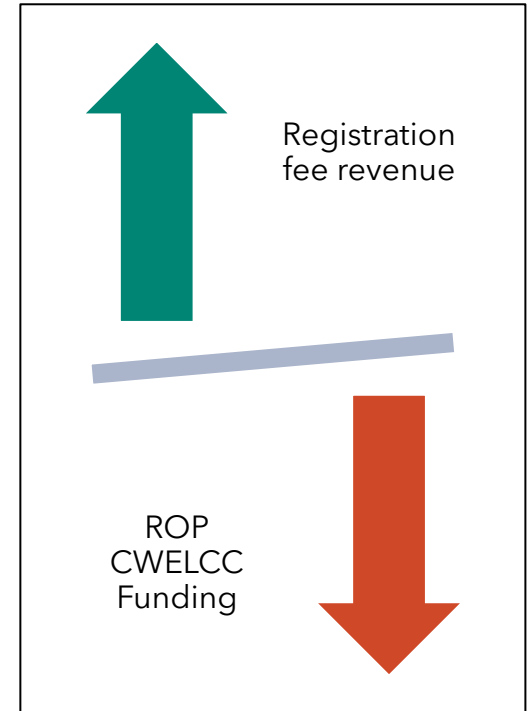
Mandatory Fees - Registration Fees

What is new starting January 1, 2025 under the CCEYA?

- Registration fees **and other mandatory fees** are now included in the \$22/day base fee cap.

Was registration fee revenue included in CWELCC funding formula?

- Yes, all mandatory fees families pay, like base fees, registration fees, and other mandatory fees were included in your 2025 projected revenue.
- This amount is listed under the "Revenue Offset Budget" category in GovGrants.
- Since the Revenue Offset is a negative amount, it reduces the CWELCC funding you receive from the Region as you are already receiving this revenue from families.



Options for Registration Fees

What are your options for registration fees for 2025?

Option 1:

Peel's Recommendation:

You stop charging registration fees and other mandatory fees

- These fees will not increase the amount of funding you get to keep.
- Charging them creates extra administrative work without benefiting your funding.
- Agencies with rates at the \$22/day base fee cap cannot add registration fees

Option 2:

You continue charging a registration fee and other mandatory fees.

- You must let us know by **January 31, 2025** if you do so.
- This amount will be included in your revenue offset and would reduce the amount of funding you receive from the Region.
- Please see the guideline for detailed requirements related to the new rules for registration fees.

Note: Projected revenue from 2025 registration and other mandatory fees is not included in the Revenue Offset amount in GovGrants.

Prepaid Fees or Deposits

Reminder:
A deposit is an
upfront payment
for child care
service.

- Agencies can continue to collect deposits.
- Deposits **must** be calculated based on the new reduced daily fee.
- You can determine:
 - the number of service days the deposit will cover (e.g. 10 days for a two week period; 21.75 days for a month, etc.).
 - when to apply the deposit to the child's account (e.g. first month of enrollment, after three months of enrollment, last month the program in August or December, etc.).
- You must be transparent with families. All information related to your fee policy **must** be clearly outlined in your Parent Handbook.

Note: Fee deposits or prepaid fees do not need to be divided across the year and added to your regular daily fee. They are considered "deferred revenue" and are earned when used by families.

Meet Staff Wages and Benefit Requirements – Home Visitor

Follow Ontario's minimum wage standards

Maintain 2024 LHCC Base Funding wage and benefit enhancements

Meet 2025 WEG requirements (cap: \$32.81/hour).

Follow the new Workforce Compensation Funding Order of Operations to comply with rules for new 2025 Wage Ceiling and Wage Floor

Ensure eligible staff receive **at minimum their 2024 wages.**



Workforce Notation Requirements

- Eligible home visitor staff should receive **at minimum their 2024 wages** amount.
 - The change in how LHCC Base Funding is included in the calculation for WCF should not impact how much staff receive.
- The pay stub notation requirements remains the same. The only change is how your payroll notations are calculated.
 - Use the 2025 Staff Wages Planning Tool emailed to you on December 12, 2024 if you need help with the calculations.
- Wage stability is not a new funding program.

See CWELCC Guideline for more details and Appendix for an example of a calculation.

Meet Workforce Requirements - Home Child Care Providers

- Maintain 2024 Base Funding enhancements to home providers in 2025 using your existing distribution plan.
- Meet 2025 Home Child Care Enhancement Grant (HCCEG) requirements for eligible home providers.
 - In 2025, the HCCEG cap is \$328.10 per day for full HCCEG (\$196.86 for partial HCCEG).

IMPORTANT: Keep accurate records to verify payments, including LHCC Base Funding and HCCEG to home providers



Maintain Service Levels Included in Your Base Fees

- You **must** maintain all programs, services as of March 22, 2022, or at your CWELCC enrolment date.
- You cannot change base fees to non-base fees.
- Changes to service levels may result in funding adjustments or recoveries. You **must**:
 - Communicate any changes to your operations by email to EarlyYearsSystemDivision@peelregion.ca one month in advance.
 - Report your active homes in the OCCMS attendance comments monthly.



Closure Days

What has not changed?

- If fees are not charged those closure days do not count towards the 20-day limit; includes statutory holidays.
- Events outside of your control (natural disasters, pandemics, or strikes) continue to be excluded.
- You must disclose in your Parent Handbook your closure days and if fees are charged.

What is has changed for 2025:

- Statutory holidays are now included in the 20-day annual closure limit if fees are charged.

Note:

- We will be looking at the impacts of this change to inform a transition plan regarding the change in statutory holidays. You do not need to make changes at this time.

Parent Handbook Requirements

Update your Parent Handbook so families are aware of:

- The \$22 per day base fee cap.
- Your fee payment approach (accepted methods of payment).
- Your fee payment schedule (how often are fees collected: weekly, monthly etc.).
- Base fees and non-base fees charged.
- Operating hours and holiday closures (you must specify what days you are open or closed and whether fees are charged for closed days).
- Circumstances in which refunds or credits will or will not be provided.

Important: These are regulatory requirements under the CCEYA. We will collect a copy of your Parent Handbook in Q1.

Next Steps



Action Required for Child Care Fees

By January 1, 2025: Reduce your daily base fee to \$22/day (or maintain if lower).

By January 31, 2025: Email us before this date if you plan to continue charging registration or other mandatory fees to families.

By January 10, 2025: Share the Region's "Memo to Families" regarding information about child care fees.

By March 3, 2025: If you collected prepaid fees higher than the daily cap of \$22, for services on or after January 1, 2025, you must issue a credit or refund for the difference by this date.

Reminder: we will also collect your updated Parent Handbook in Q1

Resources and Tools

Resources:

- Peel's 2025 CWELCC Funding Guideline
- EYCC Service Provider Handbook

Tools:

- 2025 CWELCC Daily Rates Calculator Tool
- 2025 Staff Wages Planning Tool
- Operating Budget Template

Resources, including all of Peel's CWELCC teleconference series will be posted on our website: [Funding support and resources - peelregion.ca](https://www.peelregion.ca/funding-support-and-resources/)



Questions?

**Send us your questions to
earlyyearssystemdivision@peelregion.ca**



Complete Our Survey

Your feedback is important to us.

Please take a moment to complete this short survey on today's session:

<https://forms.office.com/r/9xsFuk4Vwf>

We will share this link in the chat.



Thank you!

Next teleconference: January 27, 2025



Appendices



Appendix 1: 2025 CWELCC Payment Schedule

- You will receive 12.5% of your total allocation each month for January, February and March.
- Beginning in April and onwards, you will receive approximately 6.95% of your total 2025 Cost-Based allocation.
- This means your payments will be significantly higher from January to March than from April to December.
- The example shown is for illustrative purposes using a Notional Allocation of \$1,000,000.

Month	Payment %	Payment \$
Jan	12.50%	\$125,000
Feb	12.50%	\$125,000
Mar	12.50%	\$125,000
Apr	6.95%	\$69,500
May	6.95%	\$69,500
Jun	6.95%	\$69,500
Jul	6.95%	\$69,500
Aug	6.94%	\$69,400
Sep	6.94%	\$69,400
Oct	6.94%	\$69,400
Nov	6.94%	\$69,400
Dec	6.94%	\$69,400
Total	100.00%	\$1,000,000

Appendix 2: Fee Compliance Examples

Example 1: Complying with the \$22 cap

Daily Fee: \$19.55/day

Mandatory Registration Fee: \$236.25/year

Number of Service Days: 261

Pro-rated registration fee: $\$236.25 \div 261 = \$0.90/\text{day}$

**Combined Fee: $\$19.55 + \$0.90 = \$20.45$
(compliant)**

Example 2: Exceeding the \$22 cap

Daily Fee: \$21.50/day

Mandatory Registration Fee: \$300/year

Number of Service Days: 261

Pro-rated Fee: $\$300 \div 261 = \$1.15/\text{day}$

**Combined Fee: $\$21.50 + \$1.15 = \$22.65$
(non-compliant)**

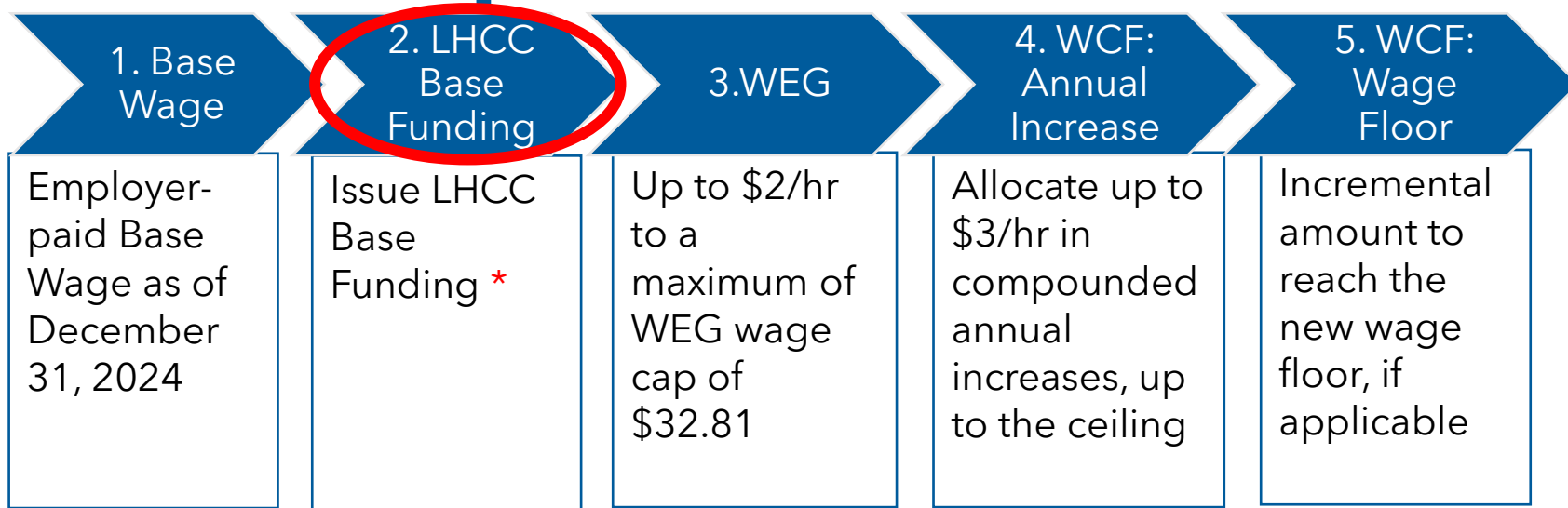
**Adjustment Needed: Eliminate or reduce
registration fee to \$130.50 to comply**

Appendix 3: Workforce Funding Example

2024 Current Wage Structure		2025 New Wage Structure	
Base Wage	\$25.00	Base Wage	\$25.00
Wage Enhancement Grant	\$2.00	LHCC Base Funding	\$2.00
Subtotal	\$27.00	Historical/Pay Equity	\$0.50
WCF Annual Increase	\$2.00	Wage Enhancement Grant	\$2.00
WCF Wage Floor	\$0.00	WCF Annual Increase	\$0.50
Subtotal	\$29.00	Subtotal*	\$30.00
LHCC Base Funding	\$2.00	WCF Floor	\$0.00
Historical/Pay Equity	\$0.50	2025 Total	\$30.00
2024 Total	\$31.50	2025 Wage	\$31.50
2024 Wage	\$31.50	WCF to Maintain Wage \$31.50 - \$30.00	\$1.50

***Note:** The 2024 wage rate of \$31.50 will be maintained until they qualify for additional increases through WCF.

Appendix 4: 2025 WCF Wage Grant Order of Operations



Important: Effective January 1, 2025, the Ministry of Education requires that LHCC Base Funding be incorporated into base wages **before** applying any additional wage enhancements such as WEG and WCF.

*LHCC Base Funding is also refers to staff wages and benefits, historical, and pay equity.

Appendix 5: 2025 WCF Example

Example of Mary's Wages:

2024: \$28.50/hour (with all enhancements, WEG, WCF, LHCC Base Funding)

2025: \$27.00/hour (with new order of operations, LHCC Base Funding first)

2025: \$28.50/hour (which stabilizes Mary's wage at 2024 levels with wage enhancements and new order of operations)

In 2025: Mary will receive an additional \$1.50/hour in Workforce Compensation Funding (\$28.50 - \$27.00) to ensure her total hourly pay remains at \$28.50/hour, at a minimum.