# POLICY Payment of ELC Fees



# **DOCUMENT INFORMATION**

**Document Title:** Payment of ELC Fees Policy

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# **AMENDMENT HISTORY**

Version	Date	Changes Made
1.0		Version history unrecorded.
2.0	05/2023	policy maintenance, minor formatting edits withing text, information added regarding staff discounts.
3.0	11/2024	policy maintenance, updated CCS eligibility (effective July 2023), added content to responsibility of approved provider/management, sources checked for currency and hyperlinks updated, new policy template and Board approved preamble.

# 1 Preamble

NT Christian Schools is an organisation that exists to advance the Christian religion through the provision of high-quality education and training services and religious instruction. A holistic and relational approach to learning for each individual student, underpinned by a biblical world view provides an education for the whole person, for the whole of life.

We believe that the Christian faith is a life-transforming faith that will be authentically evidenced in a believer's actions. The bible exhorts us to purse godliness and to model biblical standards of behaviour. Everything we do, our practices, our conduct, our use and stewardship of resources is an act of worship to God and a witness to those around us.

All members of the NT Christian Schools community are to be committed to ensuring a safe and caring environment for students, staff and the whole community in a manner that is consistent with the Christian ethos and beliefs of NT Christian Schools.

Employees and those a policy applies to are fully supported by NT Christian Schools in ensuring compliance with these documents.

# 2 Purpose

Under the Education and Care Services National Regulations, an approved provider must ensure that policies and procedures are in place for the payment of fees and the provision of a statement of fees charged by the service and take reasonable steps to ensure policies and procedures are followed. (ACECQA, 2021).

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.

# 3 This policy applies to

This applies to children, families, staff, management, approved provider, nominated supervisor, students, volunteers and visitors of the service.

The policy is available to all parents, carers, students, volunteers and contractors via the NT Christian Schools website and on request from any office of NT Christian Schools.

The policy is available to all staff and Directors of the Board via the NT Christian Schools Canvas *Policy and Advisory Library*.

# 4 Policy

# 4.1 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 Child Care Subsidy (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:

# 4.2 Fees

# 4.2.1 Enrolment Fee And Bond Payment

An enrolment fee of \$300 is charged upon confirmation of enrolment. This fee must be paid prior to commencement at the Service. This fee also acts as a bond, to hold a child's position at the Service

This fee will be refunded to families if all accounts are paid in full and no amount is outstanding when the child leaves the Service. Parents may choose to have this fee credited against their remaining account at the end of their enrolment.

# 4.2.2 General Fees

CCS is paid directly to the Service, and this is used as a fee reduction (visible on a family's statement)

Fees are charged for each session of care and vary depending on the age of the child in care

Families are required to make a co-contribution to their childcare fees. This is the difference between the fee charged and the childcare subsidy amount- the 'gap fee'

'Gap fees' must be paid via Electronic Funds Transfer (EFT)

Fees must be kept in advance of a child's attendance

A dated receipt will be provided for each payment via email

Fees are to be paid fortnightly through a direct debit system. If families wish to pay fees on a weekly or monthly basis, it is a requirement that the family pay in advance and are not in arrears

Fees are payable in advance for every session that a child is enrolled at the Service. This includes pupil free days, 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

Fees are charged for full sessions only (regardless of the actual attendance hours any day)

Families are requested to contact the Service if their child is unable to attend a particular session

Casual days may be offered to families if available within the Service's license.

## 4.2.3 Late Fees

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 \$25.00 per 10 minutes block or part thereof will be incurred by the family, after the 15-minute grace period provided.

A review of the child's enrolment will occur where families are consistently late with fee payment.

# 4.2.4 Change Of Fees

Fees are subject to change at any time provided a minimum of four weeks written notice is given to all families (Regulation 172 requires a minimum of 14 days' notice)

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.

# 4.3 Child Care Subsidy

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 Child Care Subsidy

### Parents must:

- care for their child at least 2 nights per fortnight or have 14% share of care
- be liable for childcare fees at an approved early childhood education care service
- meet residency requirements

# The child must:

- be 13 or under
- not attending secondary school (unless an exemption applies)
- meet immunisation requirements

Childcare must be provided by an approved provider

Families level of Child Care Subsidy will be determined by:

family income estimate

- activity level
- Aboriginal and Torres Strait Islander children
- number of children in care
- type of early learning and childcare Service

Child Care Subsidy 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 are the responsibility of the family. The family will be referred to contact Centrelink directly for any enquiries regarding CCS payments.

Child care <u>discounts for early childhood workforce</u> will only be offered as outlined in the CCS Handbook.

# 4.4 Additional Child Care Subsidy

Additional Child Care Subsidy (ACCS) provides extra help with the cost of early education and care

There are four different payments under Additional Child Care Subsidy:

- <u>Child wellbeing</u> 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
- <u>Grandparents</u> to help grandparents on income support who are the principal caregiver of their grandchildren. Families are required to contact Centrelink directly regarding this payment
- <u>Temporary financial hardship</u> to help families experiencing financial hardship. Families are required to contact Centrelink directly regarding this payment
- <u>Transition to work</u> to help low-income families transitioning from income support to work. Families are required to contact Centrelink directly regarding this payment.

If a family is experiencing financial difficulties, a suitable payment plan may be arranged with authorisation of the approved provider.

# 4.5 Payment Of Fees

Families are required to pay fees using the Service's direct debit system. The family is required to provide banking details to facilitate set up of the direct debit account.

Fees and charges associated with direct debit system are outlined upon enrolment

A dishonour fee will apply for direct debit transactions where there are insufficient funds to cover the fees

Families will be issued with a *Statement of Entitlement* on a fortnightly 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.

# 4.6 Absences From The 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

[Fee charging practices are commercial decisions made by each childcare service and are not a matter regulated by the Family Assistance Law. Source: Australian Government Department of Education]

Under the Child Care Subsidy 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)

Allowable absences can be taken for any reason. Families do not have to provide evidence Additional absences can be claimed for the specified reasons as defined by the Family

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 emergency (declared by the Australian Government), such as bushfire or flood, extra allowable absences for the duration of the emergency will be automatically applied in the CCS system

# 4.7 Debt Recovery Procedure

Assistance Law

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.

# 4.8 Termination Of Enrolment

Parents/guardians 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 Child Care Subsidy, 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.

# 5 Roles and Responsibility

# 5.1 Responsibilities Of Management

The approved provider and nominated supervisor are responsible for:

- ensuring that obligations under the Education and Care Services National Regulations are met
- ensuring the service and all Persons with Management and Control (PMC) comply with the rules under Family Assistance Law (FAL)
- ensuring Persons with Management and Control (PMC) are considered 'fit and proper' persons
- taking reasonable steps to ensure all educators, staff and volunteers follow the Payment of Fees Policy and procedure
- · 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
- providing families with receipts of fees paid
- 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 or changes to the way fees are collected

[Please note: Reg. 172 states a minimum of at least 14 days' notice regarding changes to policies must be provided to families]

# 5.2 Responsibilities Of Families

Families are required to:

- provide the Service with the correct enrolment details to facilitate the CCS claim, if required, including:
  - Centrelink Reference Numbers for child and CCS claimant
  - 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.

# 5.2.1 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 of full, of childcare 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.

# 5.3 Staff Discounts

Our Service offers educators a staff discount for children that attend our Service, after CCS has been applied. The staff discount applies to employees who are employed, contracted or engaged to work with our services as an educator, early childhood teacher or cook.

Centre directors are eligible to receive the staff discount if they hold an early childhood education and care qualification and are working at a Service. The staff discount is calculated at 50% of full-service fees after CCS has been applied and does not affect CCS eligibility. (Department of Education – Childcare discount for early childhood workforce). (Staff must continue to pay at least 5% of the gap fee).

# 5.4 Complaints Relating To The Administration Of Child Care Subsidy

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

Phone: 1800 664 231

Email: tipoffline@education.gov.au

# The Australian Children's Education and Care 6 **Quality Authority**

### National Quality Standard (NQS) 6.1

QUALITY 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 supported effective decision making and operation of the service			

### **Education and Care Services National Regulations** 6.2

Regulation	Definition	
111	Administrative space	
168	Education and care services must have policies and procedures	
170	Policies and procedures to be followed	
171	Policies and procedures to be kept available	
172	Notification of change to policies and procedures.	

## **Definitions and acronyms** 7

The following terms used throughout this policy are defined as follows:

Term	Definition
ccs	Child Care Subsidy
СРІ	Consumer Price Index

### **Resources For Families** 8

- **Child Care Subsidy**
- **Centrelink Customer Reference Number**
- Absences from childcare- Australian Government

## **Continuous Improvement Reflection** 9

Policies will be reviewed regularly and updated when need identified in consultation with families, staff and management.

# 10 Related Resources – NTCS PAL / Childcare Desktop

- Fee Increase Letter General
- Overdue Fee Payment Letter
- Overdue Fee Payment Procedure
- Payment Plan Template
- Staff Discount Application

# 11 Related legislation and policy

# 11.1 NT Christian School policies and procedures

- CCS Accounts Policy
- Child Care Subsidy (CCS) Governance Policy
- NT Christian Schools Complaints Policy
- Delivery of Children To, and Collection From Education and Care Service Premises
- ELC Enrolment Policy
- Fraud Prevention Policy
- Governance Policy
- Orientation of Families Policy
- Privacy and Confidentiality Policy
- Record Management Policy
- Termination of Enrolment Policy

# 11.2 Legislation

- Child Care Subsidy Secretary's Rules 2017
- Child Care Subsidy Minister's Rules 2017
- Family Law Act 1975
- A New Tax System (Family Assistance) Act 1999
- Family Assistance Law Incorporating all related legislation as identified within the Child Care Provider Handbook in <a href="https://www.education.gov.au/early-childhood/resources/child-care-provider-handbook">https://www.education.gov.au/early-childhood/resources/child-care-provider-handbook</a>

# 11.3 Other relevant resources

- Australian Children's Education & Care Quality Authority. (2014).
- Australian Children's Education & Care Quality Authority. (2023). <u>Guide-to-the-NQF-March-2023.pdf</u>
- Australian Children's Education & Care Quality Authority. (2021). <u>Payment of Service</u>
   <u>Fees and Provision of a Statement of Fees Charged by the Service Policy Guidelines</u>
- Australian Government Department of Education <u>Child care discount for early childhood workforce</u> <u>Department of Education</u>, <u>Australian Government</u>
- Australian Government Department of Education Child Care Provider Handbook
- Child Care Provider Handbook Department of Education, Australian Government
- Australian Government Department of Education Early Childhood and Care Early Childhood - Department of Education, Australian Government
- Australian Government Department of Education (2024). Help in an emergency
- Education and Care Services National Law Act 2010. (Amended 2023).
- Education and Care Services National Regulations. (Amended 2023).

# 11.4 1.1 Acknowledgement

Policy adapted from Childcare Centre Desktop © 2024