Summary of Most Recent Changes to Phase 2 of the Child Care Early Years Act, 2014 Ontario Regulation 138/15: Funding, Cost Sharing and Financial Assistance

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### General (page 1-5)

Category in Regulation	Current Regulation/ Requirement	New Regulation/ Requirement	Effective Dates	Points for Consideration
Definition	1. (1) "children's recreation program" is a program operated by a children's recreation service provider listed in the Schedule to Regulation 797 of the Revised Regulations of Ontario, 1990 (Recreation Programs) made under the Ministry of Tourism and Reaction Act	1. (1) Added: (b) a program that meets the description set out in subsection 6 (4) of the Act	29-Aug-16	6 (4) of the Act: 1. The purpose of the program is to provide care 2. The program includes activities that promote recreational, artistic, musical or athletic skills or provides religious, cultural, or linguistic instruction 3. The program is not operated in a person's home 4. The child care is provided for children six years old and older (Ontario, Child Care and Early Years Act, 2014, S.O. 2014, c. 11, Sched. 1, 2015)  Impact on: children's recreation programs
New Definition	Not Applicable	1. (1) "family support program" has the same meaning as in Ontario Regulation 137/15 (General) made under the Act	29-Aug-16	Any of the following programs that receive funding from the Ministry of Education: 1. Child Care Resource Centres 2. Better Beginnings, Better Futures 3. Ontario Early Years Centres 4. Parenting and Family Literacy Centres (Ontario, O.Reg. 137/15: General, 2016)  Impact on: family support programs
Definition	1. (1) "operating cost" means the gross expenditure, including administrative costs, reasonable and necessary for providing child care at a child care centre, home child care or a children's recreation program described in paragraph 8 of subsection 6 (1), less income other than revenue from fees	1. (1) "Operating cost" means the gross expenditure and includes: (a) administrative costs, (b) expenditures reasonable and necessary for providing child care at a child care centre, home child care or a children's recreation program described in paragraph 8 of <a href="subsection 6">subsection 6</a> (1), less income other than revenue from fees, and (c) expenditures reasonable and necessary for providing a family support program described in paragraph 9 of subsection 6 (1)	29-Aug-16	Costs for operation, paragraph 9 of subsection 6 (1) refers to: the establishment and provision of a family support program  Impact on: licensed child care centres, home child care and recreation programs

## Cost Sharing (page 6-8)

Category in Regulation	Current Regulation/ Requirement	New Regulation/ Requirement	Effective Date	Points for Consideration
Services	Not Applicable	6. (1). 9. The provision of a family support program.	29-Aug-16	Added to the list of cost sharing services
				Impact on: family support program
Funding and	7. (2) The amount payable to a service system manager	7. (2) The amount payable to a service system manager is,	29-Aug-16	Subsection 7 (2) of the Regulation is amended by

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cost sharing arrangements	with respect to the services described in paragraphs 1, 2 and 7 of subsection 6 (1) is, (a) for those services that are provided in municipalities, (i) 80 per cent of the total costs to be paid for the services, as set out in the agreement, and (ii) 50 per cent of the service system manager's costs of administration attributable to the agreement in respect to the services, as approved by the director; and (b) for those services that are provided in territory without municipal organization, (i) 100 per cent of the total costs to be paid for the services, as set out in the agreement, and (ii) 100 per cent of the service system manager's costs of administration attributable to the agreement in respect of the services, as approved by the director	(a) for those services that are provided in municipalities no less than, (i) 80 per cent of the total costs to be paid for the services, as set out in the agreement, and (ii) 50 per cent of the service system manager's costs of administration attributable to the agreement in respect to the services, as approved by the director; and (b) for those services that are provided in territory without municipal organization, (i) 100 per cent of the total costs to be paid for the services, as set out in the agreement, and (ii) 100 per cent of the service system manager's costs of administration attributable to the agreement in respect of the services, as approved by the director		striking out "paragraphs 1, 2 and 7" in the portion before clause (a)  Clause 7 (2) (a) of the Regulation is amended by adding "no less than" after "municipalities" in the portion before subclause (i)
Funding and cost sharing arrangements	7. (3) The amount payable to a service system manager with respect to the services described in paragraphs 3 and 4 of subsection 6 (1) is, (a) for those services that are provided in municipalities, (i) 80 per cent of the total costs to be paid for the services, including the costs of providing wage subsidies, as set out in the agreement, and (ii) 50 per cent of the service system manager's costs of administration attributable to the agreement in respect to the services, as approved by the director; and (b) for those services that are provided in territory without municipal organization, (i) 100 per cent of the total costs to be paid for the services, including the costs of providing wage subsidies, as set out in the agreement, and (ii) 100 per cent of the service system manager's costs of administration attributable to the agreement in respect of the services, as approved by the director.	7. (3) Every service system manager claiming payment of funds under <u>subsection 54 (1) of the Act</u> pursuant to a funding agreement entered into under <u>subsection 54 (3) of the Act</u> shall, at the times and in the manner required by the Minister, provide such financial reports as the Minister may require.	29-Aug-16	Subsection 54 (1) of the Act: The Minister may, (a) establish, administer, operate, and fund child care and early years programs and services, (b) provide financial assistance to individuals who are charged fees in respect of licensed child care, authorized recreational and skill building programs or extended day programs, in accordance with the regulations, and (c) fund and provide financial assistance for other programs or services prescribed by the regulations that provide or support temporary care/supervision of children. Subsection 54 (3) of the Act: The Minister may enter into agreements with service system managers, or any other individuals prescribed by the regulations, for the purposes of subsection 54 (1) (Ontario, Child Care and Early Years Act, 2014, S.O. 2014, c. 11, Sched. 1, 2015)  Impact on: licensed child care centres and home child care
Funding and cost sharing arrangements	7. (4) The amount payable to a service system manager with respect to the services described in paragraphs 5 and 6 of subsection 6 (1) is, (a) for those services that are provided in municipalities, (i) 80 per cent of he net cost of providing the services, (ii) 50 per cent of the service system manager's costs of administration attributable to the purchase of the services, as approved by the director, (iii) 50 per cent of the costs incurred by the service system manager under the agreement with respect to determining whether parents are eligible for assistance with the cost of the services	Not Applicable	29-Aug-16	

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	under subsection 8 (1), (iv) 80 per cent of the costs of providing wage subsidies or provider enhancement grants in relation to the services, and (v) 50 per cent of the service system manager's costs of administration attributable to the provision of wage subsidies or provider enhancement grants in relation to the services, as approved by the director; and (b) for those services that are provided in territory without municipal organization, (i) 100 per cent of the net cost of providing the services, (ii) 100 per cent of the service system manager's costs of administration attributable to the purchase of the services, as approved by the director, (iii) 100 per cent of the costs incurred by the service system manager under the agreement with respect to determining whether parents are eligible for assistance with the cost of the services under subsection 8 (1), (iv) 100 percent of the costs of providing wage subsidies or provider enhancement grants in relation to the services, and (v) 100 per cent of the service system manager's costs of administration attributable to the provision of wage subsidies or provider enhancement grants in relation to the services, as approved by the director.			
Funding and cost sharing arrangements	7. (5) In subsection (4), "net cost" does not include wage subsidies or provider enhancement grants	Not Applicable	29-Aug-16	Subsection 7 (5) of the Regulation is revoked
Funding and cost sharing arrangements	7. (6) The amount payable to a service system manager with respect to the service described in paragraph 8 of subsection 6 (1) is, (a) for those services that are provided in municipalities, (i) 80 per cent of the net cost of providing the service for children whose parents are eligible for assistance with the cost of the service under subsection 8 (1), (ii) 50 per cent of the service system manager's costs of administration attributable to the purchase of the service, as approved by the director, and (iii) 50 per cent of the costs incurred by the service system manager under the agreement with respect to determining whether parents are eligible for assistance with the cost of the service under subsection 8 (1); and (b) for those services that are provided in territory without municipal organization, (i) 100 per cent of the net cost of providing the service for children whose parents are eligible for assistance with the cost of the service under subsection 8 (ii), 100 per cent of the service system manager's costs of administration attributable to the purchase of the service, as approved by the director, and (iii) 100 per cent of the costs	Not Applicable	29-Aug-16	Subsection 7 (6) of the Regulation is revoked

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incurred by the service system manager under the	
agreement with respect to determining whether parents	
are eligible for assistance with the cost of the service	
under subsection 8 (1)	

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#### References

Ontario, G. o. (2015, December 3). Child Care and Early Years Act, 2014, S.O. 2014, c. 11, Sched. 1. Retrieved July 9, 2016, from Government of Ontario: https://www.ontario.ca/laws/statute/14c11

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