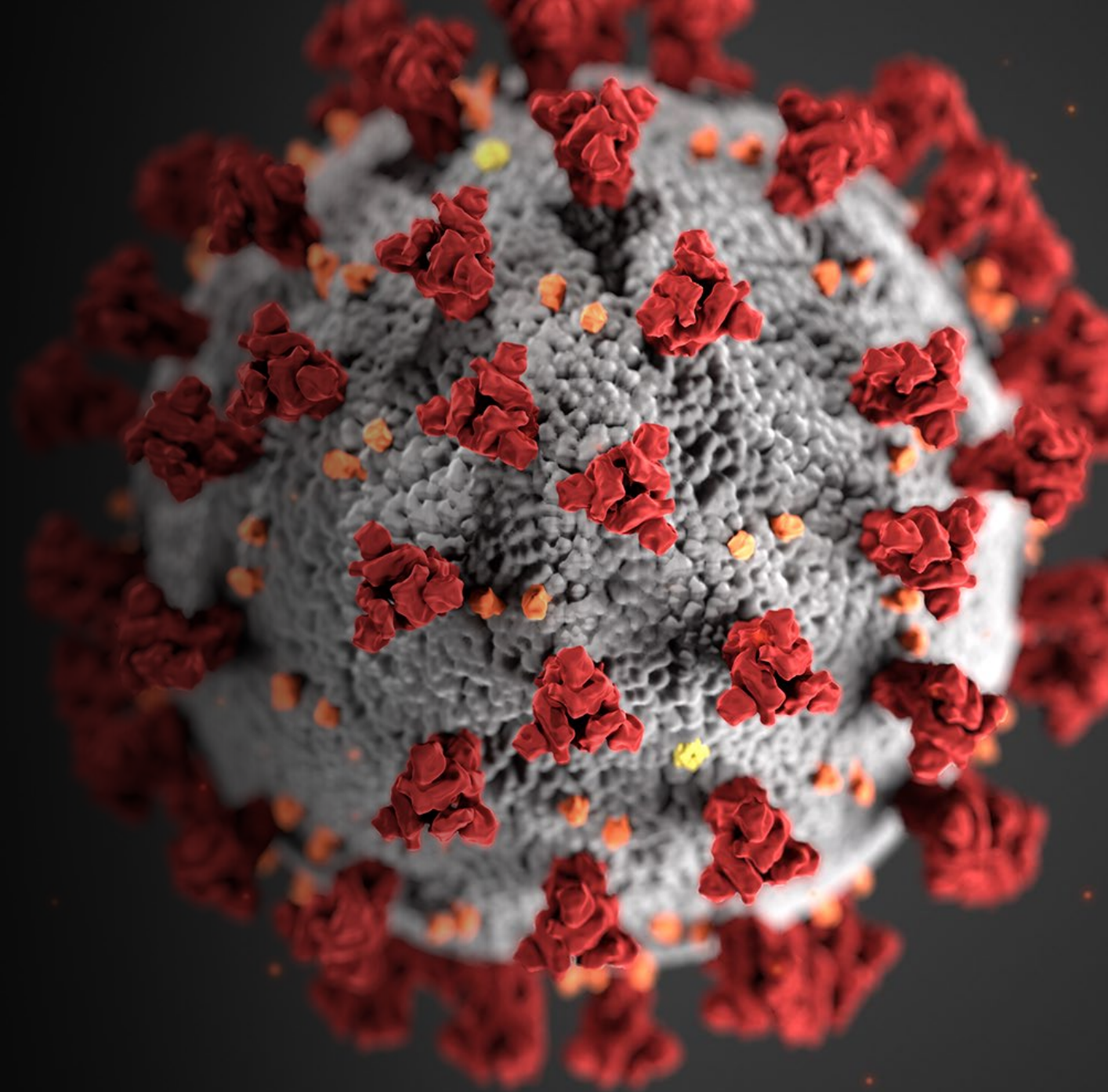


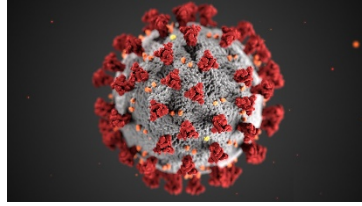
# COVID-19 and the ECEC Sector

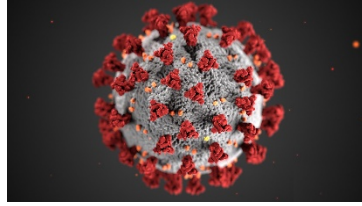
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# Topics to Be Covered

- ACA Advocacy
- Business Stimulus Package
- Job Keeper
- Child Care Relief Package
- Operating in the World of COVID 19

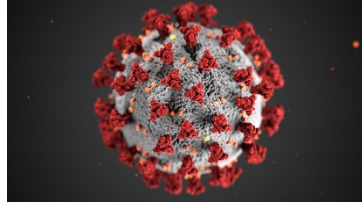




# ACA Advocacy

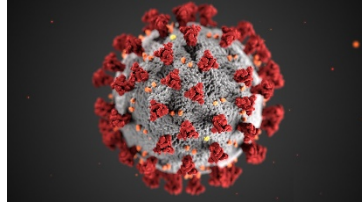
## ➤ ACA asks included:

- Paying subsidies of 85% up to the CCS hourly rate based on bookings as at Week Ending March 1 2020
- The Capacity to waive Gap fees for families who were absent through this period
- Amend Cessation of Care Requirements to allow absences to be paid on the last day of attendance



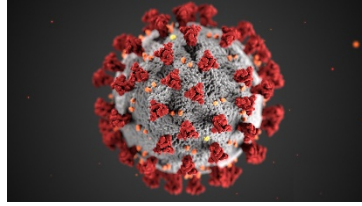
# The Voice of Members

- All survey data from members showed a significant decline in enrolments at services from March 23, 2020
- The consistent ask was to try find a way to ensure an amount of revenue which allowed services to survive through the crisis
- Providers clear message was that they would not survive with the ever increasing withdrawal of enrolments



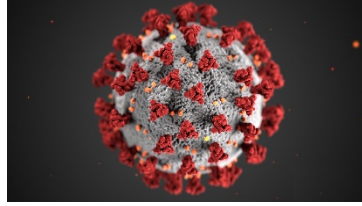
# Business Stimulus Package

- Available to all business with turnover up to \$50m(excl Not For Profit)
- Up to \$100,000 in relief
- Supporting apprentices and trainees
- Increasing the instant asset write-off



# Job Keeper Package

- \$1500 per fortnight for all eligible employees
- Eligible employees Full Time, Part Time and Long Term Casual
- Almost all ECEC employers will qualify for JobKeeper Package as a result of Child Care Relief Package
- Available to all employer types incl private and NFP
- The payment is before tax with Superannuation applicable on an employees normal pay.



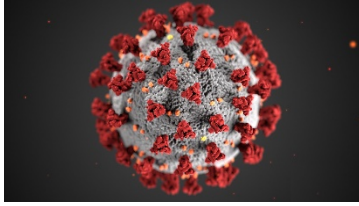
# Job Keeper Package

- Employees who currently earn less than \$1500 are expected to have a top up payment
- The Government expects payments to flow from early May

\*\*\*\*We acknowledge that until JobKeeper money flows services may find themselves with significant cash flow issues. Please note this is something we are addressing directly with Government. I would also encourage you to direct these queries through the CCS Helpdesk



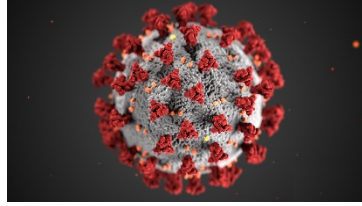




# Child Care Relief Package – How Does It Work?

- Begins from Monday April 6, 2020
- Each service will receive a lump sum payment from the Government
- The payments will be made weekly in advance
- The first payment is due Thursday April 9
- The payment will replace existing CCS and ACCS payments
- No parent contribution allowed



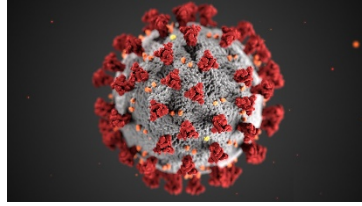


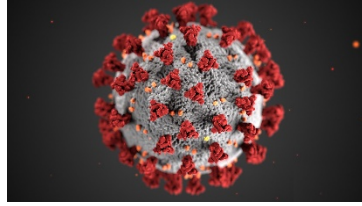
# Child Care Relief Package – How much will I receive?

- The payment will be calculated on your revenue between February 17 and March 1, 2020
- If your hourly rate is under the rate cap and your total revenue was \$50,000 for that fortnight, the Government will pay you \$25,000 per fortnight, or \$12,500 per week.
- If your hourly rate is above the rate cap then the payment amount will be proportionately less than 50% depending on how far above the rate cap your fees are
- Your payment will be capped at \$11.98 per hour based on the number of sessions you have for the same reference period

# Child Care Relief Package – What if it is not enough?

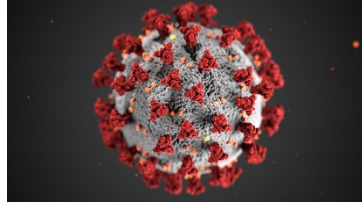
- Services may determine that the combination of childcare relief package, jobkeeper and business stimulus is still not enough to break even
- Services have the opportunity for review on a case by case basis(Specific Form available early next week)
- To be introduced for a 3 month period to begin with
- Funding % to be reviewed in four weeks





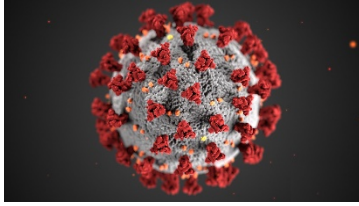
# Child Care Relief Package – What else do I need to know?

- It was not designed to generate 100% of the revenue generated prior to COVID on the assumption that most services would have been generating operating surpluses during this time
- It will impact each service differently.
- Those who may be more negatively impacted include:
  - Those with payroll expenses in excess of 75% of revenue;
  - Those with lease costs that exceed 15% of revenue;
  - Those who are considerably higher than the hourly rate cap



# Child Care Relief Package – What else do I need to know?

- The Child Care Relief package may only work for services if combined with the Job Keeper package and the SME Business Stimulus package
- It is expected that in most circumstances (with both Child Care Relief and Job Keeper) it will guarantee approx. 80% of existing revenue
- Services with a high proportion of ACCS families will receive a top up payment



LEADERSHIP

QUALITY

INTEGRITY

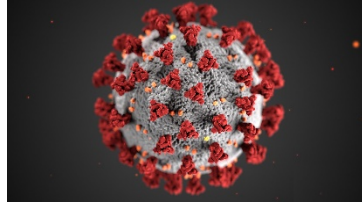
RESPECT

COLLABORATION



Australian Childcare Alliance

# Thank you



KEEP  
CALM  
AND  
CARRY  
ON

AND

- WASH YOUR HANDS!
- SOCIAL DISTANCE
- STAY HOME IF SICK
- AVOID HANDSHAKES
- SEE A DOCTOR IF YOU  
HAVE A FEVER AND DRY  
COUGH



Australian Childcare Alliance