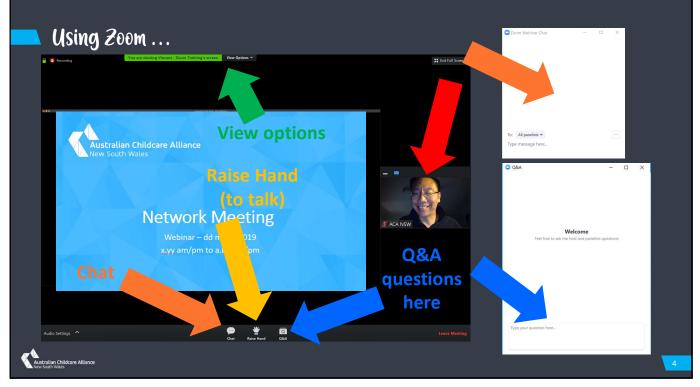


#### How you will access these presentation slides?



- A copy of these slides will be e-mailed to you within the first 10 minutes of the presentation.
- You can download the slides via the link provided for the next 2 weeks.
- ACA NSW members can view the video recording this presentation via the ACA NSW website upon login via <u>https://nsw.childcarealliance.org.au/events</u> <u>/network-meetings-2020</u> and access the corresponding presentation slides for each session.



#### Etiquettes

- Don't be shy. Please feel free to pose any questions at any time.
  - We will try and answer as many of them as possible.
  - There are no wrong questions.
- Be respectful of others.



#### About ACA NSW ...

- About 600 members
  - privately-owned long daycare operators
  - privately-owned out-of-school-hours-care operators
  - not-for-profit long daycare operators
  - not-for-profit out-of-school-hours-care operators
- Representing 55.62% of private LDCs and OSHCs
  - Over 1,600 services
  - Over 25,000 employees
  - Supporting over 125,000 children and their families









#### Better Certificate III & Diploma courses

- Over 130 graduates via Early Education and Care College (<u>www.eecc.com.au</u>) (powered by Kool Kids Training College (<u>www.kktc.com.au</u> | 1300 048 133)
- Designed by Approved Providers for Approved Providers
  - CHC30113: Certificate III in Early Childhood Education and Care (RRP: \$142 per unit, \$2,556 for the whole course)
  - CHC50113: Diploma of Early Childhood Education and Care (RRP: \$176 per unit, \$4,928 for the whole course)
- Free for eligible students via NSW Smart & Skilled training
- On-line monitoring of student activity, including reporting to APs
- Visit every 3 weeks by individualised trainer
- No ticks-and-flicks



NSW The new Smart and Skilled



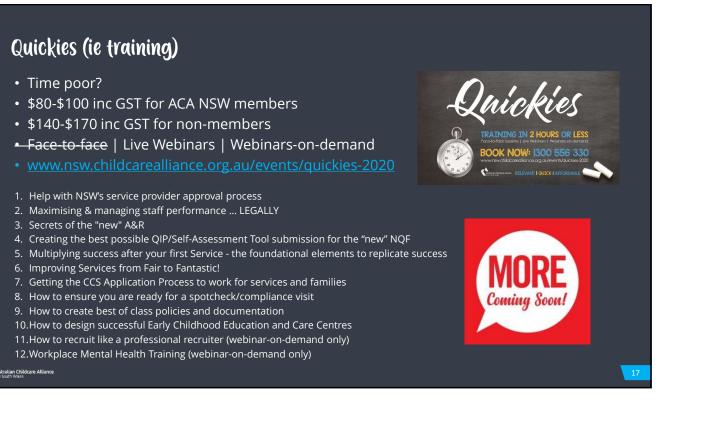








#### Wheels on the Bus Tours In 2018 and 2019, there were 8x [some out] tours. https://nsw.childcarealliance.org.au/events/2020-bus-tours Visiting 3 Exceeding rated Long Daycare services • Lunch and drinks provided VITELS ON THE BUS TOUR • \$110 inc GST for members • \$179 inc GST for non-members Saturday, 28 March 2020 • Saturday, 13 June 2020 Saturday, 29 August 2020 • Saturday, 7 November 2020 https://nsw.childcarealliance.org.au/events/2020-bus-tours • From 9.30 am to 4.00 pm Vist and learn from 3 Exceeding rated services



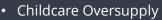
## 🔼 Quickies (ie training) — Webinars-on-Demand



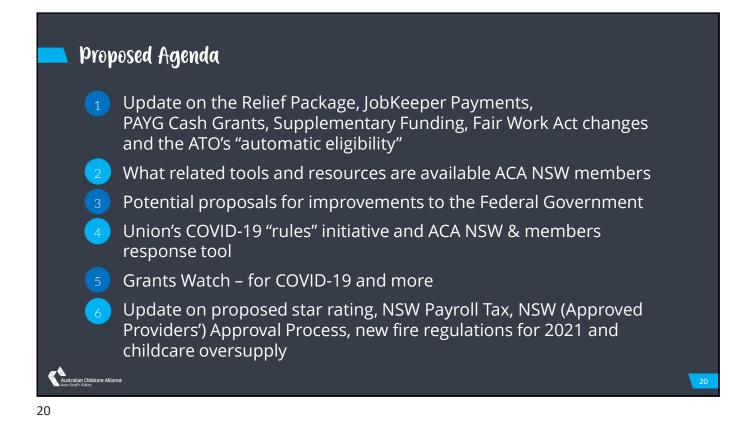
## What's currently on ACA NSW's plate

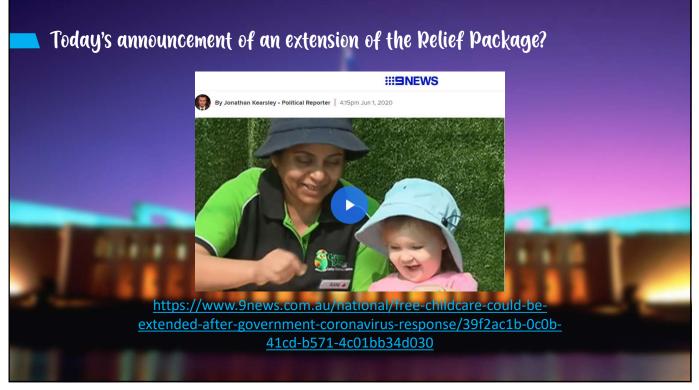
- Fair Work Commission Unions' applications to increase staff labour costs
- Universal Access (C'th) / Start Strong (NSW) funding for 3 & 4 year olds
- Dysfunctional Assessment & Ratings
- Child Care Subsidy
- ABCB's proposed Fire Regulations
- 0-5 year old ECT degrees
- National School Staring Age
- Tax deductibility of childcare fees
- Review of the National Quality
  Framework
- 19

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- NSW Payroll Tax
- Local Councils and SEPP
- Recruiting degree qualified ECTs
- NSW's Enhanced Approval Process
- Outstanding reforms for OSHC
- Excellence in Early Childhood Education Awards
- Simulated Outdoor Spaces
- Centralised Debtors Database
- ... and more. Feel free to ask.

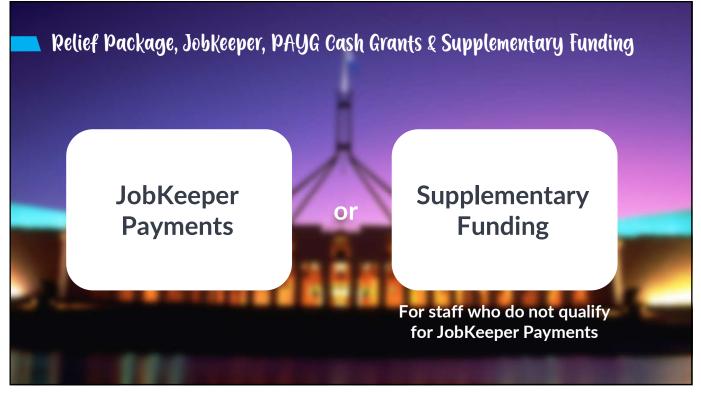












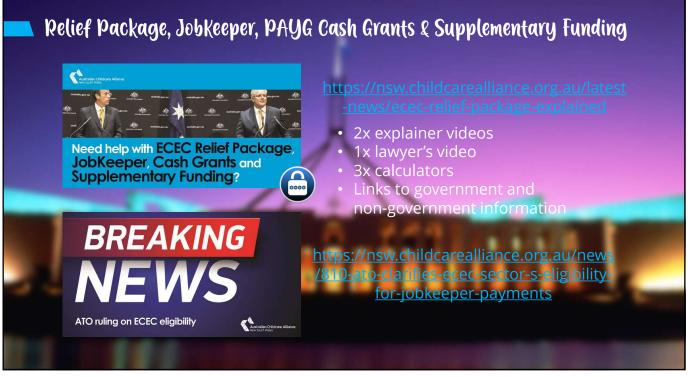
#### Early Childhood Education and Care Relief Package (2 April 2020)

Not designed to generate 100% of services' revenue prior to COVID-19 on the government's assumption that most services would be generating operating surpluses during this time.

It will impact every 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 charging considerably higher than the hourly rate cap.



Australian Tax Office: I can confirm that we do not consider the Business Continuity Payment and Exceptional Circumstances Supplementary Payment made by the Department of Education, Skills & Employment (DESE) to a childcare provider (under the Early Childhood Education & Care Relief Package) consideration for a supply.

The conditions that are set for these payments are eligibility requirements rather than the entering into any legally binding obligations. There are no legally binding obligations to provide a service or to spend the money in a particular way. In accordance with GSTR 2012/2 we do not consider these payments are consideration for a supply.

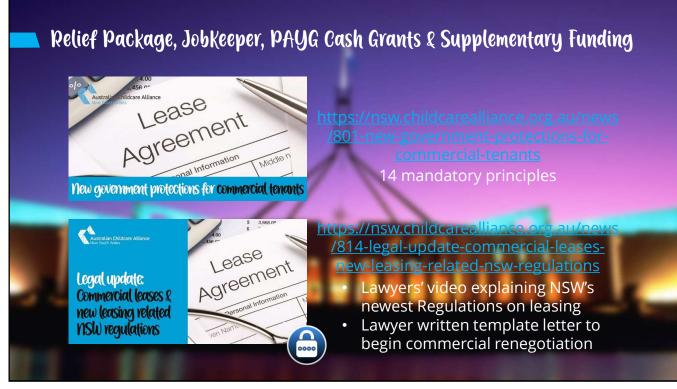
Accordingly, the payments would not be included by a childcare provider in calculating their projected GST turnover for the purposes of the JobKeeper provisions.

22 April 2020



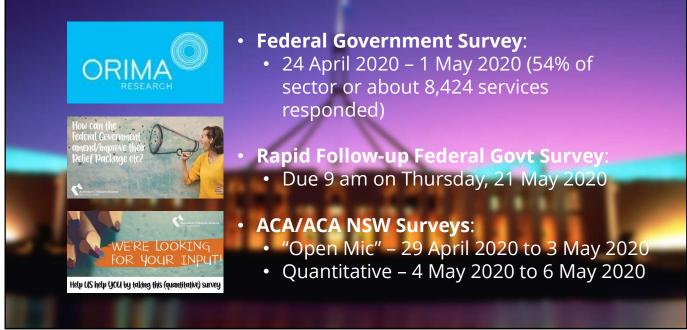


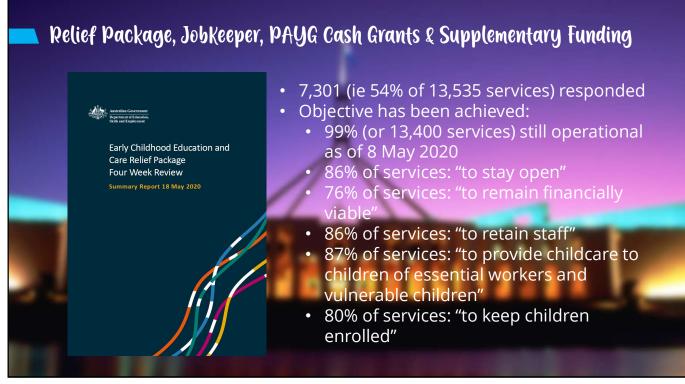


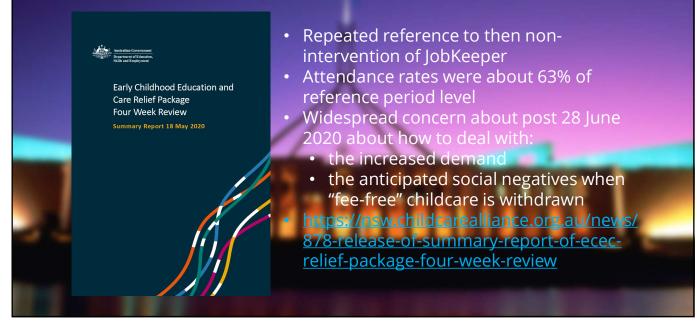


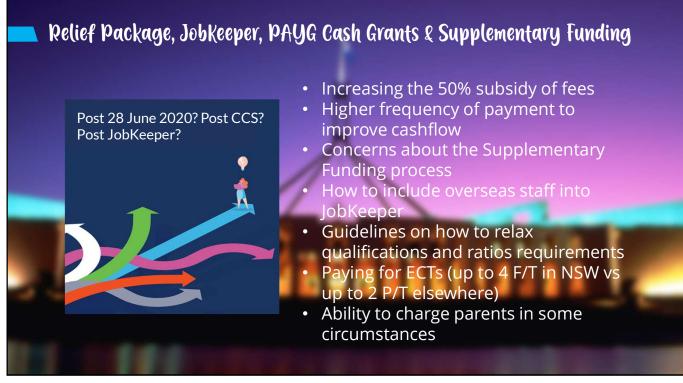


Relief Pac	ckage, JobKeeper, PAYG Cash Grants & Supplementary Funding	
DATE	Payment Type	
1 April 2020	CCS Payment for 23-27 March 2020	
8 April 2020	CCS Payment for 30 March – 3 April 2020	
9 April 2020	First Business Continuity Payment (Relief Package) for 6-10 April 2020	
16 April 2020	<b>Double</b> Business Continuity Payment (Relief Package) for 13-18 April 2020 <u>AND</u> 22-26 June 2020	
23 April 2020	Single Business Continuity Payment (Relief Package) for 20-24 April 2020	
30 April 2020	<u>Single</u> Business Continuity Payment (Relief Package) for 27 April – 1 May 2020	













#### Straw Poll: Which model do you support for post 28 June 2020?

#### **Return to CCS:**

- Benefits:
  - No need to go back to Parliament
  - Removal of funding limit subject to enrolment & attendances
  - Immediate ability to increase revenue
- Risks:
  - Different recovery speeds across Greater Sydney, NSW and Australia.
- Must retain JobKeeper till Sept

- Requests for "tweaks":
  - 1. Advance notice of changes
  - 2. Increase ceiling subsidy rate (>85%)
  - 3. Lower floor subsidy rate (<20%)
  - 4. Temporary removal of CCS cap
  - 5. "Actively Looking for Work" exemption
  - 6. Realistic ACCS Temporary Financial Hardship assessments
  - 7. Extending ACCS Transition to Work funding
  - 8. Greater flexibility for ACCS Child Wellbeing provisions/requirements
  - 9. Ability to waiver gap fees for children who are absent
  - 10. Allow for an increase in the number of allowable absences



## Straw Poll: Which model do you support for post 28 June 2020?

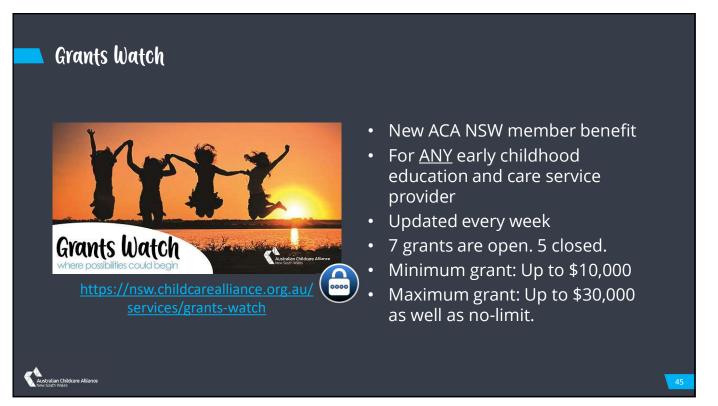
#### <u>Temporary "continuation" of</u> <u>Relief Package:</u>

- Benefits:
  - No need to go back to Parliament
  - Reliability of funding if attendances are significantly low
  - Risks:
    - Funding model does not work when demand increases above ~60%.
- Must retain JobKeeper till Sept

- Requests for "tweaks":
  - 1. Advance notice of changes
  - 2. Substantive increase to base payment above 50%
  - 3. Allow services to charge a gap fee
  - 4. Use a different reference period to calculate base payment
  - 5. Allow services to propose an alternate reference period
  - A significantly improved process for Exceptional Circumstances for Supplementary Funding
  - Apply a different base payment for new service because they are not eligible for JobKeeper or have a low proportion of JobKeeper eligible employees.







Controversy from SafeWork Australia vs SafeWork NSW



https://nsw.childcarealliance.org.au/ news/840-clarification-safeworknsw-on-social-distancing-in-ececservices

- SafeWork Australia referred to 4 m<sup>2</sup> per person in all workplaces (https://www.safeworkaustralia.gov.au/covi d 10 information workplaces/industry)
  - d-19-information-workplaces/industryinformation/early-childhoodeducation/physical-distancing).
  - SafeWork NSW said: "gatherings at childcare facilities are not subject to restrictions on how many people (including adults or children) can be on the premises (i.e they are generally exempt)".
- SafeWork NSW's statement aligns with NSW Department of Education's statement.

#### Clarification from the NSW Department of Education



- NSW Department of Education's terms for licensing:
  - OSHC services on public school grounds: 5+3 years
  - LDC services on public school grounds: 5+5 years

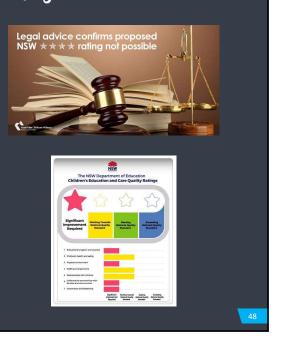
Process exists to discuss extension beyond 5+3 years subject to extenuating economic case

## NSW Department of Education's proposed star rating

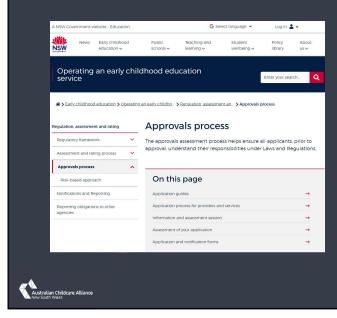
- ACA NSW has shared legal advice with the NSW Minister and NSW Department of Education on 1 May 2020.
- NSW Government finally responded on 26 May 2020 that they can because there is no prescribed format.
- <u>https://nsw.childcarealliance.org.au/news/875-nsw-department-of-education-clarifies-its-choice-to-introduce-its-nsw-star-rating-beginning-1-july-2020.</u>

#### **BACKGROUND:**

- Announced in November 2019
- ACA NSW publicly opposed it in November 2019
- Planned to begin 1 July 2020 onwards



#### NSW Department of Education's Approval Process



 ACA NSW has requested clarification about their consistency of candidates undergoing their (Enhanced) Approvals Process for Approved Providers (existing and new)

#### **BACKGROUND:**

- Introduced on 1 July 2016
- All owners, company directors, members of the P&C committees, had to be "tested"
- Changes to corporate structures or personnel also had to be "tested"

#### Anticipating new Fire Regulations in 2022

 Australian Building Codes Board (ABCB) soon to appoint fire engineer consultant to develop new fire regulations for ECEC services in high-rise and multi-storey buildings.

#### **BACKGROUND:**

- ABCB's proposed fire regulations in 2019 risked imposing <u>ALL</u> new/existing ECEC services to have sprinklers, dedicated fire corridors, etc.
- After input from ACA NSW and others, ABCB withdrew their proposed regulations and recommenced proper consultation.



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#### Proposal to abolish NSW Payroll Tax



- NSW Treasurer Perrottet proposes to abolish NSW Payroll Tax
- \$150m will be saved annually by 1,945 ECEC services.
- Proposal is anticipated to be announced as part of May 2020 budget at NSW Parliament.

#### **BACKGROUND:**

- ACA NSW has been advocated for increasing the threshold to at least \$2m.
- NSW Government decided to increase the threshold from \$500,000 to \$1m by 30 June 2021.

#### What more can be done by the NSW Government during COVID-19?



- NSW Deputy Premier, NSW Treasurer and NSW Minister for Customer Service are seeking ACA NSW members' ideas on what more can be done by the NSW Government during COVID-19, primarily on:
  - Health & safety mitigation
  - Regulatory reform
- Members are welcome to provide feedback via <u>https://nsw.childcarealliance.org.au/new</u> <u>s/843-invitation-by-nsw-government-to-</u> <u>help-improve-nsw-s-ecec-sector</u>



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# Thank You! And we would appreciate your feedback.

If you have any questions, please contact us via 1300 556 330 or nsw@childcarealliance.org.au

Don't forget to add your contact details if you need any follow-up. We haven't perfected mental telepathy yet.

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