



**ANNOUNCEMENT: S-06 #04
CHILD DEVELOPMENT OFFICE
BUREAU OF SUBSIDIZED CHILD CARE SERVICE**

**ISSUE DATE: April 13, 2006
EFFECTIVE DATE: May 1, 2006**

SUBJECT:	2006 Income Limits and Co-payment Guidelines
TO:	Child Care Information Services Agencies
FROM:	Harriet Dichter Deputy Secretary, Office of Child Development 

PURPOSE:

This announcement provides the 2006 Income Limits and Co-payment Guidelines (Guidelines) for the subsidized child care program (Attachment A). These Guidelines reflect the 2006 Federal Poverty Income Guidelines (FPIG), which are the basis for annual revisions to income limits and co-payments. This announcement also contains instructions regarding the appropriate notice to send to parents or caretakers whose weekly co-payment changes as a result of the 2006 Guidelines.

CCIS agencies must implement the 2006 Guidelines for families applying for the subsidized child care program and those families already enrolled in the subsidized child care program effective May 1, 2006.

BACKGROUND:

The subsidized child care eligibility regulations, 55 Pa.Code Chapter 3041, require the Department of Public Welfare (DPW) to revise the Guidelines annually based on revisions to the FPIG. DPW publishes the revised Income Limits and Co-payment charts annually in the Federal Register.

DISCUSSION:

Impact Report

Each CCIS will receive an e-mail containing an individualized report that indicates the impact of the Guidelines on families receiving subsidized child care. Please use this information to plan your workload starting Tuesday April 25, 2006, for implementation on May 1, 2006.

Implementation Process

The CCIS must take the following steps between Tuesday April 25, 2006 and Sunday April 30, 2006 in order to have the new co-payments effective on May 1, 2006:

- 1) The CCIS must assess eligibility for each family whose co-payment will be affected by the revised Guidelines. This will set the new co-payment for the family.
- 2) The CCIS will create a new Enrollment Summary for each family whose co-payment changes. The Enrollment Summary will be mailed centrally and will notify parents and providers of the co-payment change.
- 3) The CCIS must create a Child Care Confirmation Notice that advises parents that their co-payment has been changed.
 - All co-payment decreases are effective May 1, 2006. The text in the Child Care Confirmation Notice will be revised to reflect a decrease in co-payment due to the updated FPIG and available in CCMIS by April 25, 2006. The CCIS must issue the appropriate Child Care Confirmation Notice starting April 25, 2006, to parents or caretakers who will receive decreased co-payments beginning May 1, 2006.
 - The CCIS will not generate a Child Care Confirmation Notice to parents receiving an increase in co-payment due to the updated FPIG. Any co-payment increases will be applied at the family's next redetermination.
- 4) The CCIS must identify families whose annual income is close to 235 % of FPIG as indicated in the 2006 Guidelines and who have a redetermination due date that falls between April 18, 2006 and May 1, 2006. If any of these families would be ineligible based on 2005 Guidelines, but eligible based on the 2006 Guidelines, the CCIS should hold off processing the redetermination until May 1, 2006.
- 5) The CCIS must review the applications for subsidized child care that were received April 1, 2006 through May 1, 2006. If the family is not eligible due to the 2005 Guidelines, but will be eligible using the 2006 Guidelines, the CCIS should hold off processing the application until on or after May 1, 2006.

NEXT STEPS:

- 1) Distribute this announcement to appropriate staff.
- 2) Revise all information that you distribute about the subsidized child care program to reflect the changes in the 2006 Guidelines.
- 3) Review the upcoming e-mail from Rhoda Vega regarding FPIG impacts on families and take appropriate action.
- 4) Direct questions to your Subsidy Coordinator.