

Child Care Reimbursement Amounts

The Child Development and Care (CDC) subsidy program reimburses child care providers in two ways:

Hourly Reimbursement

In each two-week pay period, the reimbursement amount for License Exempt-Related and License Exempt-Unrelated providers equals the [hours billed](#) multiplied by the provider's [hourly rate](#), minus the [Family Contribution](#).

Example: 43 x \$1.60 = \$68.80 - \$15 = \$53.80
 Hours Billed x Hourly Rate = Sub Total - Family Contribution = CDC Payment Amount

Block Reimbursement

In each two-week pay period, the reimbursement amount for Child Care Centers, Group Homes and Family Homes is the block reimbursement as follows (minus the [Family Contribution](#)):

- Billing 1 to 30 hours, reimbursement is the [hourly rate](#) multiplied by the [hours billed](#).
- Billing 31 to 60 hours, reimbursement is the hourly rate multiplied by 60 hours.
- Billing 61 to 80 hours, reimbursement is the hourly rate multiplied by 80 hours.
- Billing 81 or more hours, reimbursement is the hourly rate multiplied by 90 hours.

Example: 43 [rounded to 60] x \$2.75 = \$165 - \$15 = \$150.00
 Hours Billed [rounded] x Hourly Rate = Sub Total - Family Contribution = CDC Payment Amount

Explanation of factors

What hours can be billed?

CDC providers can bill for the hours that a child is in care, as well as when the child is absent but has normally been in care.

Child care provider hourly rates

Found in the [CDC Handbook](#), hourly rates are based on the child's age, the provider type, and the provider's Star Rating or training level.

Family Contribution

Amounts and limits can also be found in the CDC Handbook, as well as on the DHS-198, CDC Provider Notice.

Other factors that may affect or limit the payment amount

Approved hours

The hours available for payment that all assigned providers share for the child in a two week pay period. (This is based on the family's eligibility.)

Absence Hour Limits

Child absence hours are limited to 360 hours per child per fiscal year (Oct. 1-Sept. 30) and limited to 10 days, when no care hours are billed.

Bi-weekly Hour Limits

The maximum hours a provider can be reimbursed per two-week pay period is based on the provider's type; License Exempt-Related, License Exempt-Unrelated, and Family Homes have a maximum of 2,016 hours; Group Homes have a maximum of 4,032 hours; and child care centers do not have a maximum hour limit.