

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 \$2.55 = \$109.65 - \$15.00 = \$94.65
 Hours Billed x Hourly Rate = Sub Total - Family Contribution = CDC Payment Amount

Part-time and Full-time Reimbursement

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

- Part-time: Billing 1 to 30 hours, reimbursement is the hourly rate multiplied by 30 hours.
- Part-time: Billing 31 to 60 hours, reimbursement is the hourly rate multiplied by 60 hours.
- Full-time: Billing 61 to 90 hours, reimbursement is the hourly rate multiplied by 90 hours.

Example: 43 [rounded to 60] x \$6.20 = \$372.00 - \$15.00 = \$357.00
 Hours Billed [rounded] x Hourly Rate = Sub Total - Family Contribution = CDC Payment Amount

Explanation of factors

Hours that can be billed

Providers should bill based on a child's enrollment. See the [CDC Handbook](#) for the Enrollment Billing Rules.

Child care provider hourly rates

Provider rates are based on the child's age, the provider type, and the provider's Quality Level (licensed) or training level (license exempt-related and unrelated). See the [CDC Handbook](#) for the most current hourly and bi-weekly rates.

Family Contribution

The Family Contribution (FC) amount is withheld from the provider's CDC reimbursement, and providers may charge the family for this amount. However, if the CDC reimbursement exceeds what is charged to non-subsidy family's the FC amount should be adjusted, or not charged. FC amounts and limits can be found in the CDC Handbook, and the FC amount for each child is 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. See the [CDC Handbook](#) for the Enrollment Billing Rules.

Bi-weekly Hour Limits

The maximum hours a provider can be reimbursed every two weeks is based on the provider type: License Exempt-Related and Unrelated, and Licensed Family Homes - 2,016 hours; Licensed Group Homes - 4,032 hours; Licensed Child Care Centers - no maximum hour limit.