The 30 hour Extended Entitlement Programme

Update May 2017 v1



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Introduction

The extended free childcare entitlement for working parents of three and four-year olds will provide eligible parents with a total of 30 hours of free childcare per week, over 38 weeks or the equivalent number of hours across more weeks per year.

Entitlement

All 3 and 4 year olds will continue to be eligible for 15 hours per week of free early education. This is a universal entitlement for all children.

The new entitlement is an extension of the current entitlement and provides an additional 15 hours of free childcare for children that are eligible

It aims to be a work incentive

The free entitlement is restricted to childcare arrangements that enable parents to take up paid work, to continue in paid work or to increase paid work.

Parents who are studying will not qualify for the new entitlement, unless they meet the eligibility criteria.

Underpinned by new Legislation - The Childcare Act 2016

Following agreement by both Houses on the text of the Bill it received Royal Assent on 16th March 2016. The Bill is now an Act of Parliament (law).

Timetable

www.ealing.gov.uk

The 30hr Childcare entitlement will be rolled out nationally from **September 2017**

DfE Statutory Guidance

The "Early education and childcare. Statutory guidance for local authorities. March 2017" which includes statutory guidance on the 30hr extended entitlement is now available on EGFL.

DfE Operational Guidance

It is expected to be released in two parts Mid April & Mid June. Part 1 is available on EGFL



1. Eligibility Criteria for the additional 15 hours:

The new entitlement is an extension of the current universal entitlement and provides an additional 15 hours of free childcare for children that are eligible A child is entitled to free early years provision if the child has attained the age of three, is under compulsory school age and the child's parent(s) meets the eligibility criteria set out below.

- the parent of the child (and their partner where applicable) should be seeking the free childcare to enable them to work;
- the parent of the child (and their partner where applicable) should also be in qualifying paid work.
 Each parent or the single parent in a lone parent household will need to expect to earn the equivalent of 16 hours at the national living wage or their national minimum wage rate over the forthcoming quarter;
- where one or both parents are in receipt of benefits in connection with sickness or parenting, they are treated as though they are in paid work;
- where one parent (in a couple household) is in receipt or could be entitled to be in receipt of specific benefits related to caring, incapacity for work or limited capability for work that they are treated as though they are in paid work;
- where a parent is in a 'start-up period' (i.e. they are newly self-employed) they do not need to demonstrate that they meet the income criteria for 12 months in order to qualify for the extended entitlement.
- if either or both parents' income exceeds £100,000 they will not be eligible for the extended entitlement.



2. The relevant dates in relation to the age criterion are the same as for the three-year-olds eligible for 15 hours of free provision.

Eligibility for free early education for two-, three- and four-year- olds

Three & four year-olds (who meet the eligibility criteria) are entitled to an additional 15 hours of free early years provision from the start of the term beginning on or following the date set out below:

- Children born in the period 1st January to 31st March: 1st April following the child's third birthday, or second birthday, as applicable
- Children born in the period 1st April to 31st August: 1st September following the child's third birthday, or second birthday, as applicable
- Children born in the period 1st September to 31st December: 1st January following the child's third birthday, or second birthday, as applicable

These dates are consistent with those used for determining the start of compulsory education.



Ealing Parental Demand Survey

In December 2016 we completed a Parental Demand Survey to ascertain the likely demand from parents and also how it may impact on their employment status.

Overview of the key findings: Parents said:

Demand	(Note: HMRC estimated that 80% of eligible parents would take up their entitlement)
92.2%	They definitely would or very likely to utilise the additional 15 hours if eligible 86.8% of parents would use between 11-15 of the additional hours
71.3%	It would be likely that they would switch to another provider to use the full 30hrs if their current provider could only delivery 15 hours
76.7%	They would use the additional 15hours even if it meant the child had to go to different providers

Paying for Childcare

59.1%	Currently pay for additional hours: 36.4% pay for 15-20hours
95.2%	Said it would significantly reduce the cost of childcare and 94.3% would use the additional 15 hours towards the childcare they currently pay for.

Impact on Employment

78.1%	It would be likely to increase their hours of work or look for another job
91.2%	Parents not in employment said it would be likely that they would look for work to become eligible



Ealing Parental Demand Survey Demand from eligible parents will be high across the borough

Demand by School Quadrant Area	Acton	Ealing & Hanwell	GNP	Southall
% Would or Very Likely use additional 15hrs if eligible	97.6%	91.2%	95.6%	96.0%
% Would use 11-15hrs per week	92.7%	82.7%	97.8%	91.7%
% likely that they would switch to another provider to use the full 30hrs if their current provider could only delivery 15 hours	64.9%	65.9%	73.8%	68.2%
Paying for Childcare	Acton	Ealing & Hanwell	GNP	Southall
% stating it would significantly reduce the cost of childcare	100%	92.6%	97.2%	96.3%
% stating that they would use the additional 15hours towards the childcare they currently pay for	100%	93.3%	94.2%	100%



Ealing Parental Demand Survey: SEND

In March/April 2017 we completed a Parental Demand Survey to ascertain the likely demand from parents (20 parental responses in total):

Overview of the key findings: Parents said:

Demand

- 90% (18/20) Parents stated that they definitely would or very likely to use the additional 15 hours if eligible
- 85% (17/20) would want to use their full entitlement of 11-15hours
- 35% (7/20) would switch provider to use their full 30hr entitlement if their current one only offered 15 hours

Type of Service

- 75% (15) would like more flexibility in nursery hours
- 60% (12) would like full time Monday to Friday 9am-3pm
- 15% (3) would like fully flexible provision 8am-6pm
- 5% (1) would like holiday provision
- 45% (9) would require transport

Paying for additional Childcare

- 30% (6) agreed it would significantly reduce the cost of childcare
- 20% (4) would be willing to pay top up fees



Ealing Parental Demand Survey

Conclusions

- Demand from eligible parents will be high across all quadrant areas
- Parents are looking to utilise their full entitlement
- A significant % would switch providers if they did not offer 30hrs
- If parents are currently paying for childcare, a high % will want to use their entitlement instead of paying.
- The survey indicates that the those parents who are not currently employed will seek employment and those in work intend to increase their hours to become eligible.



How do parents apply for the 30hr extended entitlement?

Parents are now able to apply for the 30hr Extended entitlement at the following website

- Parents can either apply for Tax-Free Childcare or 30 hours free childcare or sign into your childcare service account at the address above.
- It's one single application but HMRC will check their eligibility for both.
- When they start they will temporarily leave this site to sign in or set up at the Government Gateway
- Once your identity's been verified they'll be brought back to this site to complete their application.
- Sign up should take around 20 minutes.

https://childcare-support.tax.service.gov.uk/par/app/applynow

If parents encounter any problems with the application process or accessing the childcare account, they
should direct their queries to the childcare service Customer Interaction Centre on <u>0300 123 4097</u>.

Information they will require to complete the process

- Child Date of Birth
- Parents National Insurance Number
- Access to a mobile phone or landline

Details of one or more of the following:

- UK Passport
- Details of any other government support they get e.g. Tax Credits
- P60 or recent pay slip
- If self employed, the Unique Taxpayer Reference
- The date they started, or are due to start work



The parental process for applying

1.
Parents Apply directly to HMRC



- In order to access the 30 hr entitlement, Parents will need to declare that they expect to earn the equivalent of 16 hours national minimum or living wage on average each week over the next guarter.
- They are able to apply online or through a dedicated phone line

2.
HMRC responds
& supplies
voucher number

- If eligible they are issued a 'voucher number' with which they can choose to use with up to three providers.
- •The voucher lasts for 3 months before parents must reconfirm their status

3.
Parent contacts
Provider with
voucher number

 Parent presents the voucher number to the Provider as a means to secure hours



4.
Provider validates
eligibility on LA
Portal



 Provider validates eligibility by entering the Voucher Code on the automated LA Portal

5.
LA Confirms
Eligibility Code and arranges monthly payments

 Recording and payment arrangements agreed



Parental process: What happens at the 3 month confirmation?

1.
HMRC notifies
Parent 4 weeks
before expiry of
voucher

 HMRC notifies parent 4 weeks before expiry of the voucher with a reminder to reconfirm status



2.
Parent
reconfirms
details

- If successful the voucher number is confirmed for the next three months-Previous steps 3-5 apply
- If the family circumstances have changed and they become ineligible they enter
- •The "grace period"



3.
Parent contacts
Provider with
voucher number

 Even if ineligible the Parent presents the Voucher number to Provider

Grace period

It is estimated that only approx. 6 % of parents will become ineligible. This has been confirmed through the Early Innovator trials

Grace Period-Exceptional Circumstances

The DfE recognise that there may be circumstances where the grace period should be longer. In such circumstances, the DfE propose that local authorities should have the discretion to extend the grace period for a short time.

4.
Provider checks
eligibility on LA
Portal



 Provider checks eligibility by entering the Voucher Code on the LAs Portal. "Grace period is confirmed & calculated.

LA Confirms Eligibility Code and arranges monthly payments to end of grace period

5.

 Recording and payment arrangements agreed to the end of the "grace period"



What to do if a parent presents a Voucher

The HMRC Parental Online Application Portal is now open

The HMRC online portal for Parents to apply for 30hr extended entitlement has been opened ahead of schedule. This means that parents can now apply to the HMRC, and if they are eligible will receive an 11-digit eligibility code. If they are seeking a 30hr place, they may present the code to you for verification.

The online portal is not yet operational

The Borough has commissioned an online portal to assist with online verification and will also link to monitoring and payments. Unfortunately this will not be operational until June/July, but the LA can check eligibility on behalf of provider, through a web based Eligibility Checking Service (ECS)

The interim process for Providers is as follows:

- 1. We have been informed that we are all legally obliged to seek consent from the parent to make a verification check and that this be recorded. We have devised a template which you can adapt for your setting (See update on EGFL)
- 2. Please call the Ealing Family Information Service (FIS) on 020 8825 5588 and inform them that you have received a 30hr. Eligibility Code from the Parent

You will need the following information to pass on to the FIS operator

- Surname of Parent
- Child's date of Birth
- National Insurance Number
- 11 digit Voucher Code

Ealing FIS will then check the validity of the Voucher and confirm this with you

What to do next

www.ealing.gov.uk

It will be up to each provider to determine whether at this stage, they will use the verification to confirm a place from September, or whether it would mean that the parent would be on the waiting list.



Funding rates from April 2017

LAs will be required to allocate 93% of funding to providers in 2017/18 and 95% from 2018/19.

Ealing's Proposed Early Years Single Funding Formula (EYSFF) 2017/18	Maintained Nursery School	Maintained Nursery Class & Private Nurseries	Voluntary Nurseries , Pre-schools & play groups	Independent nursery classes
 Base rates for: Universal 15 hours & Additional 15hrs 	£4.64	£4.64	£4.64	£4.64
Quality: QTS	£0.26	£0.26	£0.26	£0.26
Quality: EYPS	£0.22	£0.22	£0.22	£0.22
Deprivation	£0.26	£0.26	£0.26	£0.26

Exam	ples

Base rate + QTS = £ 4.90

Base rate + QTS + Deprivation = £ 5.16

Deprivation is a mandatory supplement. This will be allocated to 25% most deprived postcodes linked to IDACI (Income Deprivation Affecting Children)



Funding rates from April 2017

In addition to the base rate, there are other funding sources to be considered			
Supporting Children with Special Educational Needs			
Disability Access Fund	If a child is in receipt of disability living allowance they will receive a one off payment of £615 pa (this is the rate for 2017/18 and the value may change per annum)		
Inclusion Fund	An element of the Inclusion fund (£500k) has been made available to assist providers with additional costs. The details of the fund and application process will be available shortly		
Incentive to provide 30hr places 2017/18			
	There will be a one off fund of £450k in 2017/18 used to incentivise and implement		

There will be a one off fund of £450k in 2017/18 used to incentivise and implement the 30hr programme

The details of the fund and application process will be available shortly

New childcare funding opportunities for parents

- Tax Free Childcare Funding
- Online childcare account. For every £8 parents pay in the Government will pay in an additional £2 up to £2,000 per child/ £4,000 for children with disabilities
- Childcare Tax Credit
- Childcare Element of Universal Credit (Ealing roll out Oct 2017)
- Childcare Vouchers



Tax Free Childcare Overview

- Tax-Free Childcare is a new government scheme to help working parents with the cost of childcare.
- Parents will be able to open an online account, which they can use to pay for childcare from a registered provider.
- For every £8 a parent pays in, the government will pay in an extra £2. Parents can receive up to £2,000 per child, per year, towards their childcare costs, or £4,000 for disabled children.
- The scheme will be available for children up to the age of 12, or 17 for children with disabilities.
- To qualify, parents will have to be in work, and each expecting to earn at least £115 a week. Each parent must not have income over £100,000 per year.

Tax-Free Childcare scheme launch to parents

- Tax-Free Childcare will be launched from April 2017. The scheme will be rolled out gradually to families, with parents of the youngest children able to apply first.
- Parents will be able to apply for all their children at the same time, when their youngest child becomes eligible.

Sign Up now to receive parental fees from Tax Free Childcare

• Use this service, as a Provider, to sign up to Tax-Free Childcare and get into your account to update your details. You need to do this so that parents who've successfully applied for Tax-Free Childcare can make payments to you.

https://childcare-support.tax.service.gov.uk/ccp/signup/entrypage

Local authority schools use their local authority's UTR to sign-up. The **UTR number for Schools** in **Ealing** is: 87013 89036

The guidance states that it should be the postcode that your Unique Taxpayer Reference is registered to. Therefore the postcode for Schools in Ealing will be **W5 2HL**.



Examples of Delivery Models

• **Single provider, single site** - one provider provides the full 30 hours childcare in their setting.

E.g. a daycare nursery provides the full 30 hours in their nursery; a childminder provides 30 hours childcare from their home

• **Co-provider**, **single site** - two or more providers, share the 30 hours childcare, but deliver care from the same site.

E.g. a school provides 15 hours of childcare, with an after school club providing the remaining 15 hours at the same site

Walking distance partnership - two or more providers link up to provide the 30 hours childcare in partnership with each other.

E.g. a school provides 15 hours in their nursery, and a childminder who lives close to the school provides the additional 15 hours.

E.g. a day nursery provides childcare in the morning, drops the child to a school nursery for 15 hours and then collects the child at the end of the school day.

 Innovative/Blended/Flexible offers - providers develop a flexible offer to meet the needs of working parents.

Partnerships can also support other aspects of delivering the entitlement e.g. staff training, family support



Partnership Working / blended model examples:

Single Provider Single Site

Co-Provider -Single Site

Walking distance Partnership

Provider A Provides
 30hrs
 within their
 setting on a
 single site

Provider A

Provider B

- Provides 15hrs within their setting on a single site
- Provides 15 hrs within their setting on a single site

Provider A

Provider C

- Provides 15hrs within their setting on their site
- Provides 15 hrs within their setting on a different site in walking distance

Blended Flexible partnership single site

Before School

 Provider D-Single Site

30hr in the day

 Provider A Single Site

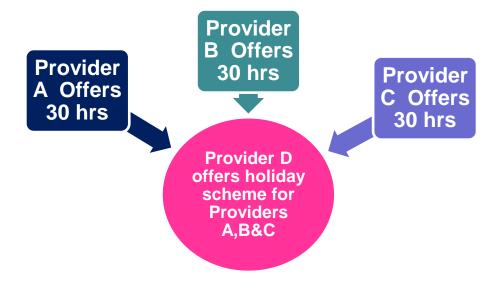
After school

 Provider D -Single Site

Holiday

 Provider D -Single Site

Blended Flexible partnership-Multiple sites





Partnership Working benefits & challenges

Benefits

- Children can experience different types of childcare
- Maximising resources (space, staff)
- Share expertise
- Maximise strengths and learn from each other
- Share risks
- New business opportunities
- Efficient delivery
- Create economies of scale
- Reduce costs
- Improve sustainability

Challenges

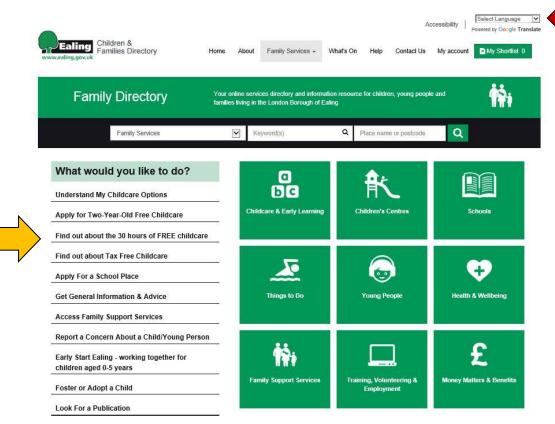
- Developing trust
- Time consuming
- Actual or perceived loss of autonomy
- Impact on decision making
- Working across different cultures, language, ways of working
- Roles and responsibilities
- Competition for places



30hr extended entitlement key update-Information for Parents in Ealing

Consistent messaging to parents-Ealing

- Summary for parents and FAQs on 30hrs & Tax free Childcare is now available for parents on the Ealing Children & Families Directory-under Family Services
- https://www.ealingfamiliesdirectory.org.uk/kb5/ealing/directory/family.page?familycha nnel=0



Don't forget that all the pages can be translated into over 100 community languages to view & print



30hr extended entitlement key update-Link to info & application to HMRC



Consistent messaging to parents-National

- One stop website for parents-HMRC "Childcare Choices"
- https://www.childcarechoices.gov. uk/
- Promotional resources will be available & distributed shortly
 - Web copy
 - Social media copy
 - Newsletter/email copy
 - Printable poster & leaflet



Parents can apply.
They are directed through the website

Parents can also access a childcare calculator to get an estimate of what they may receive

https://www.gov.uk/childcare-calculator



30hr extended entitlement Key updates

DfE Statutory Guidance

The Early education and childcare Statutory Guidance, including 30hrs is now available.
 on EGFL

DfE 30hrs Operation Guidance (Part 1)

Part 1 is available now on EGFL and the second part will be released in June.

Go live dates for parents online applications

Applications can now be made

30hr Provider meetings- area based format at the EEC

- After feedback from our meetings and business planning workshops, we are currently planning the next series of events in May.
- We will bring all the elements together, statutory & operational guidance, grace periods, funding, parental application process, but will hold them in area based formats to assist providers from all sectors to understand who is working in the area, their intentions regarding 30hrs delivery and to assist partnership working. Book through CPD online

Wednesday	Wednesday	Wednesday	
24 th May	24 th May	24 th May	
9.00am-12.30pm	1.00pm-4.30pm	7.00pm-9.00pm	
Room 18	Room 18	Room 18	
Providers from	Providers from	Childminders from all	
Acton & Hanger	Central Ealing	areas	
Lane Area	Area		

Thursday	Friday	
25 th May	26 th May	
9.00am-12.30pm	9.00am-12.30pm	
Room 18	Room 8&9	
Providers from	Providers from	
Greenford, Northolt & Perivale Area	Southall Area	

