Provider Payment Rates: An Overview of State/Territory CCDF Policies

Sarah Minton
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Today’s presentation

- The CCDF Policies Database
- State/Territory reimbursement rate policies
- Additional State/Territory provider payment policies
The CCDF Policies Database

- Funded by HHS/ACF/OPRE and maintained by the Urban Institute
- A single source of detailed policy information
  - Coded from State/Territory caseworker manuals and updates
  - Captures detailed policies, with hundreds of policy variables
  - Captures policy changes over time and the exact dates they are implemented
- Data currently available for 2009 through 2018
  - New data released annually
Data collection and review process

**Collect Materials**
- State/Territory caseworker manuals
- Manual updates issued by States/Territories
- CCDF plans

**Code Materials**
- Caseworker manuals
- Policy updates
- Select CCDF plan information

**Prepare Tables**
- Selected policies from the database
- Policies in effect on October 1 of each year

**Verify Data**
- Provide draft tables to States/Territories
- Work with State/Territory staff to verify data

**Release Data**
- Yearly Book of Tables
- Data files
- Search tool
Ways to access the data

- Website and search tool ccdf.urban.org
  - Access to full database detail
  - Produce custom tables

- Annual reports
  - Selected, key policies
  - Single point in time (October 1) each year

- Full data files
  - Full database detail
  - Policies over time
Provider rate policies in the database

• Maximum reimbursement rates
  • The amount the State/Territory CCDF program will reimburse providers for care provided to children receiving CCDF subsidies
  • Often vary by provider type, age of children, amount of care provided, and geographic area

• Tiered rates
  • Base rates: The reimbursement rate for licensed providers (or unlicensed in-home providers) who have not received any additional quality add-on
  • Highest rates: The reimbursement rate for providers who have acquired the highest quality rating or accreditation
  • Additional tiers (between the base and highest) are also captured in the full database
Provider rate policies in the database (cont.)

- Rates available for:
  - Different provider types (centers, family child care homes, group child care homes, in-home providers)
  - Different provider sub-types and quality ratings (licensed, accredited, faith-based, etc.)
  - Most populous area of the state in every state, additional sub-state areas for most states
  - Different age groups (variation by age group as defined by each state)
  - Part-time vs. full-time care
  - Before-and-after school care
  - Care provided to children with special needs
Licensed center care
Maximum monthly reimbursement rates for toddlers (2018)

Toddlers defined as 35 months of age. Rates shown for most populous area of state.
Licensed or registered family child care homes
Maximum monthly reimbursement rates for toddlers (2018)

Toddlers defined as 35 months of age. Rates shown for most populous area of state.
In-home child care (child’s home)
Maximum monthly reimbursement rates for toddlers
(2018)

Toddlers defined as 35 months of age. Rates shown for most populous area of state.
Tiered reimbursement rates
(2018)

• Use of tiered rates
  • 32 States/Territories use tiered rates for center care
  • 31 States/Territories use tiered rates for family child care homes
  • 10 States/Territories use tiered rates for care provided in the child’s home

• Highest tiered rate compared to base rate for toddlers
  • Centers: tiered rates are on average 33 percent higher (ranging from 5 to 152 percent higher across states)
  • Family child care homes: tiered rates are on average 27 percent higher (ranging from 3 to 142 percent higher across states)
  • In-home providers: tiered rates are on average 27 percent higher (ranging from 3 to 110 percent higher across states)
42 States/Territories increased these rates over the last 5 years. Among these States/Territories, the average increase in these rates was 20 percent (ranging from 2 percent to 76 percent).
Change in center highest tiered rates over last 5 years
(Percent change in toddler rates between 2014 and 2018)

48 States/Territories increased these rates over the last 5 years. Among these States/Territories, the average increase in these rates was 24 percent (ranging from 2 percent to 58 percent).
Can providers require parents to pay the difference between the maximum rate and the provider’s rate? (2018)
Additional provider payment policies (2018)

- 35 States/Territories reimburse all providers for at least some days children are absent from care. An additional 19 States/Territories reimburse some providers (such as licensed providers) for these days.

- 30 States/Territories reimburse all providers for at least some days the provider is closed. An additional 10 States/Territories reimburse some providers (such as licensed providers) for these days.

- 37 States/Territories reimburse providers at a higher rate for care provided to children with special needs.*

*Data not verified; includes some missing data.
Data sources

- All data in this presentation are from the CCDF Policies Database, [https://ccdf.urban.org](https://ccdf.urban.org)

- Contact us at [CCDFDatabase@urban.org](mailto:CCDFDatabase@urban.org)

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