



## **FINAL 2024 RULE IMPLEMENTATION** (DEC. 2024 UPDATE)

The 2024 Child Care and Development Fund (CCDF) Final Rule updates regulations (45 CFR Part 98) to help working families afford child care and broadly support child care quality and accessibility in communities. New policies included **in this rule** are designed to:

- Lower child care costs for families
- Improve payments to child care providers
- Increase child care options for families
- Make enrollment easier and faster for families

### **Co-Payments Capped at 7% of Family Income**

States must limit all family co-payments for child care to seven percent or less of family income, **reducing costs for families.**

<b>States in Compliance (29)</b>			
Arkansas	Louisiana	New Jersey	South Dakota
Arizona	Maryland	New Mexico	Tennessee
California	Michigan	Nevada	Utah
District of Columbia	Mississippi	Oklahoma	Virginia
Georgia	North Dakota	Oregon	Washington
Iowa	Nebraska	Rhode Island	West Virginia
Kansas	New Hampshire	South Carolina	Wyoming
Kentucky			

*\*As of November 8, 2024. Data based on the FFY 2025-2027 CCDF Plan approval decisions.*

*The following 10 states have a temporary waiver to provide additional time to come into compliance with this requirement: Alabama, Colorado, Connecticut, Florida, Maine, Massachusetts, Missouri, Montana, New York, and Wisconsin. The following states have a pending temporary waiver request: Minnesota, North Carolina, and Ohio. States have until December 30, 2024 to request a temporary waiver.*

## Enrollment–Based Payments to Providers

States must make payments to child care providers based on child enrollment to align with generally-accepted payment practices in the private market. This policy will help **stabilize child care operations, make it easier for child care providers to serve families, and increase parent choices in finding care that meets their families’ needs.**

States in Compliance (23)			
Alabama	Kansas	North Dakota	Texas
California	Kentucky	New Hampshire	Utah
Connecticut	Louisiana	New Jersey	Wisconsin
District of Columbia	Massachusetts	New Mexico	West Virginia
Hawaii	Maryland	South Dakota	Wyoming
Indiana	Mississippi	Tennessee	

*\*As of November 8, 2024. Data based on the FFY 2025–2027 CCDF Plan approval decisions.*

*The following 18 states have a temporary waiver to provide additional time to come into compliance with this requirement: Arizona, Arkansas, Colorado, Florida, Georgia, Iowa, Maine, Missouri, Montana, Nebraska, Nevada, New York, Oregon, Pennsylvania, Rhode Island, South Carolina, Virginia, and Washington. The following states have a pending temporary waiver request: Minnesota, North Carolina, and Ohio. States have until December 30, 2024 to request a temporary waiver.*

## Prospective Payments to Providers

States must pay child care providers in advance of or at the beginning of the delivery of child care services to align with generally accepted private-pay practices. This policy will **support stability of child care operations and increase parent choices in finding child care that meets their families’ needs.**

States in Compliance (6)	
Hawaii	North Dakota
Kansas	Utah
Maryland	Wisconsin

*\*As of November 8, 2024. Data based on the FFY 2025–2027 CCDF Plan approval decisions.*

*The following 29 states have a temporary waiver to provide additional time to come into compliance with this requirement: Alabama, Arizona, Arkansas, California, Colorado, Connecticut, District of Columbia, Florida, Georgia, Iowa, Maine, Massachusetts, Mississippi, Missouri, Montana, Nebraska, Nevada, New Jersey, New York, Oregon, Pennsylvania, Rhode Island, South Carolina, South Dakota, Tennessee, Virginia, Washington, West Virginia, and Wyoming. The following states have a pending temporary waiver request: Minnesota, North Carolina, and Ohio. States have until December 30, 2024 to request a temporary waiver.*

## Grants & Contracts for Direct Services

States are required to use some grants or contracts to provide direct child care services, as one of many strategies to **increase the supply and quality of child care and increase parents’ choices in finding child care that meets their families’ needs**. At a minimum, states must use some grants or contracts to provide direct services for some children with disabilities, infants and toddlers, and children in underserved geographic areas.

For Infants and Toddlers	For Children from Underserved Areas	For Children with Disabilities
States in Compliance (10)	States in Compliance (9)	States in Compliance (6)
California	California	California
Illinois	Illinois	Illinois
Kansas	Kansas	Kansas
Louisiana	Louisiana	
Massachusetts	Massachusetts	Massachusetts
Nevada		
New Jersey	New Jersey	
New York	New York	New York
Oregon	Oregon	Oregon
Pennsylvania	Pennsylvania	

*\*As of December 6, 2024. Data based on the FFY 2025-2027 CCDF Plan approval decisions.*

*The following 20 states have a temporary waiver to provide additional time to come into compliance with the requirement to use grants or contracts for infants and toddlers, children from underserved areas, and children with disabilities: Alabama, Arizona, Colorado, Connecticut, Florida, Georgia, Iowa, Maine, Mississippi, Missouri, Montana, Nebraska, Rhode Island, South Carolina, Tennessee, Virginia, Washington, West Virginia, Wisconsin, and Wyoming. Nevada also has a temporary waiver to provide additional time to come into compliance with the requirement to use grants or contracts for children from underserved areas and children with disabilities. New Jersey and Pennsylvania have temporary waivers to provide additional time to come into compliance with the requirement to use grants or contracts for children with disabilities. The following states have a pending temporary waiver request: North Carolina, North Dakota, and Ohio. States have until December 30, 2024 to request a temporary waiver.*