

1 **CHAPTER 809. CHILD CARE SERVICES**

2
3 **ADOPTED RULES WITH PREAMBLE TO BE SUBMITTED TO THE TEXAS**
4 **REGISTER. THIS DOCUMENT WILL HAVE NO SUBSTANTIVE CHANGES BUT IS**
5 **SUBJECT TO FORMATTING CHANGES AS REQUIRED BY THE TEXAS REGISTER.**
6

7 The Texas Workforce Commission (Commission) adopts the following new sections, *with*
8 *changes*, to Chapter 809, relating to Child Care Services, as published in the May 16, 2008, issue
9 of the *Texas Register* (33 TexReg 3909):

10
11 Subchapter C. Eligibility for Child Care Services, §809.50 and §809.51

12
13 The Commission adopts amendments, *without changes*, to the following sections of Chapter 809,
14 relating to Child Care Services, as published in the May 16, 2008, issue of the *Texas Register* (33
15 TexReg 3909):

16 Subchapter B. General Management, §809.19

17 Subchapter C. Eligibility for Child Care Services, §§809.43, 809.44, 809.46, and 809.48

18 Subchapter D. Parent Rights and Responsibilities, §809.74 and §809.75

19
20
21 The Commission adopts amendments, *with changes*, to the following section of Chapter 809,
22 relating to Child Care Services, as published in the May 16, 2008, issue of the *Texas Register* (33
23 TexReg 3909):

24 Subchapter B. General Management, §809.13 and §809.20

25
26
27 The Commission adopts the repeal of the following sections of Chapter 809, relating to Child
28 Care Services, as published in the May 16, 2008, issue of the *Texas Register* (33 TexReg 3909):

29 Subchapter C. Eligibility for Child Care Services, §§809.50 - 809.52

30
31
32 **PART I. PURPOSE, BACKGROUND, AND AUTHORITY**

33 **PART II. EXPLANATION OF INDIVIDUAL PROVISIONS WITH COMMENTS AND**
34 **RESPONSES**

35
36 **PART I. PURPOSE, BACKGROUND, AND AUTHORITY**

37 The Commission adopts amendments to the Child Care Services rules, Chapter 809, to address:

- 38
39 --a legislatively mandated increase in reimbursement rates for child care providers that obtain
40 Texas School Ready!™ certification (TSRC) or meet the Texas Rising Star Provider criteria;
41 --child care for a parent's extended temporary medical incapacitation or temporary cessation of
42 work, education, or training; and
43 --continued eligibility for wraparound child care--i.e., care provided before and after a child care
44 program's designated hours--for children who are receiving Commission-funded child care and
45 are enrolled in Head Start, public prekindergarten (pre-K), or a school-readiness integration
46 program.

1
2 The Commission also makes several technical corrections and clarifications to Chapter 809 by:
3 --changing incorrect citations;
4 --using common phrases and language throughout the rules; and
5 --providing clarifying language that aligns the rules with Commission intent and current practice.
6

7 **PART II. EXPLANATION OF INDIVIDUAL PROVISIONS WITH COMMENTS AND**
8 **RESPONSES**

9 **(Note: Minor editorial changes are made that do not change the meaning of the rules and,**
10 **therefore, are not discussed in the Explanation of Individual Provisions.)**
11

12 **SUBCHAPTER B. GENERAL MANAGEMENT**

13 **The Commission adopts the following amendments to Subchapter B:**
14

15 **§809.13. Board Policies for Child Care Services**

16 Section 809.13, relating to Local Workforce Development Board (Board) policies for child care
17 services, requires Boards to:

- 18 --conduct fraud fact-finding; and
19 --establish policies regarding personal responsibility agreement (PRA) sanctions.
20

21 Section 809.13(d)(7) changes the reference from §§809.48, 809.50, and 809.51 to §809.48 and
22 §809.50 resulting from the repeal of §§809.50 - 809.52 and the adoption of new §809.50.
23

24 Section 809.13(d)(11) changes the reference from §809.71(b)(2) to §809.71(3) to reflect the
25 correct provision for transferring a child from one provider to another.
26

27 Section 809.13(d)(13) changes the reference from §809.92(b)(3) to §809.92(b)(4) to reflect the
28 correct provision for attendance standards and procedures.
29

30 Section 809.13(d)(15) is amended to clarify that Boards are required to develop procedures for
31 fraud fact-finding--not to investigate fraud--by replacing the term "investigating" with the term
32 "fact-finding" to reflect the language used in §809.111. This change also aligns with current
33 practices and principles from the January 2007 rule amendment, which states that it is the
34 Commission's responsibility--not the Boards' responsibility--to determine if a person has
35 committed fraud, and it is the Boards' role to research facts, not to investigate whether fraud has
36 occurred. This policy is contained in WD Letter 59-06, Change 1, issued February 2, 2007, and
37 entitled "Requirements for Reporting, Fact-Finding, and Prosecution of Fraud, Waste, Theft, and
38 Program Abuse Cases, and Collection of Overpayments: *Update*."
39

40 New §809.13(d)(16) requires Boards to establish policies regarding sanctions imposed when a
41 parent fails to comply with the provisions of the PRA as referenced in §809.76(c). Because a
42 Board has the flexibility to terminate child care when a parent fails to comply with the provisions
43 of the PRA, this sanction policy could affect the provision of workforce services and, therefore,
44 as required by Commission rule §801.51(f) and as detailed in WD Letter 10-07, issued February
45 2, 2007, and entitled "Adoption of Local Workforce Development Board Policies in Open
46 Meetings," Board members must adopt such policies in an open meeting.

1
2 **Comment:** One individual commented on the proposed new §809.13(d)(17) requiring
3 Boards to establish a policy concerning continued child care for children enrolled in Head
4 Start, Early Head Start, or a public pre-K program as provided in §809.50(g). The
5 commenter agreed that Boards should have flexibility to develop a policy on continued
6 child care for children enrolled in Head Start, Early Head Start, or a public pre-K
7 program. The commenter stated this was due to the limited resources and extended need
8 for subsidized child care services in the commenter's area.
9

10 **Response:** The Commission appreciates the comment, but has modified the rule
11 language in §809.50(g), thus making the proposed additional policy requirement
12 unnecessary. Therefore, proposed §809.13(d)(17) is not included in the adopted rules.
13 The modified rule language in §809.50(g) is simplified to allow Boards to establish
14 higher income eligibility for families with a child who is enrolled in Head Start, Early
15 Head Start, or public pre-K provided that the higher income limit does not exceed 85% of
16 the state median income (SMI) for a family of the same size. However, even with this
17 modification, Boards are still required to have a policy on whether they will have a higher
18 income limit as set forth in §809.13(5) related to Boards' authority to establish income
19 limits.
20

21 **§809.19. Assessing the Parent Share of Cost**

22 Section 809.19(a)(2)(C) relating to parent share of cost for children receiving and formerly
23 receiving protective services child care pursuant to §809.49 and §809.54(c)(1) is amended to
24 clarify that a parent's exemption from the parent share of cost is applicable when a child's
25 eligibility for child care is determined by the Texas Department of Family and Protective
26 Services (DFPS) for a child currently or formerly receiving protective services. The exemption
27 from the parent share of cost applies to children receiving DFPS protective services as well as
28 children formerly receiving protective services for whom DFPS has determined that child care is
29 integral to that service need as provided by §809.54(c)(1). The prior rule language did not
30 specify that a parent of a child who formerly received protective services is exempt, but it is
31 current practice and the intent of the Commission.
32

33 **§809.20. Maximum Provider Reimbursement Rates**

34 Section 809.20(b) replaces the term "graduated" reimbursement rates with the term "enhanced"
35 reimbursement rates to describe the minimum 5% increase in rates for certain providers.
36 Enhanced rates may also be graduated, but this is not a requirement. Use of the term enhanced
37 aligns with language used in Article IX, §19.111 of the General Appropriations Act, 80th Texas
38 Legislature, Regular Session (2007), which requires the enhancement of reimbursement rates for
39 child care providers that obtain certification under the TSRC system or meet Texas Rising Star
40 Provider criteria.
41

42 New §809.20(b)(3) requires Boards to establish enhanced reimbursement rates for child care
43 providers that obtain certification under the TSRC system. This new paragraph implements the
44 direction of the Texas Legislature as provided in Article IX, §19.111 of the General
45 Appropriations Act, 80th Texas Legislature, Regular Session (2007).
46

1 The Commission emphasizes that although Boards must establish enhanced reimbursement rates
2 for infants, toddlers, and preschool children attending a certified Texas School Ready!™ facility,
3 Boards have the flexibility to establish enhanced reimbursement rates for school-age children
4 enrolled in such facilities.

5
6 However, an enhanced reimbursement rate must be applied to all age groups and classrooms for
7 Texas Rising Star Providers and child care providers participating in a Texas Early Education
8 Model (TEEM) school readiness integration project developed by the State Center for Early
9 Childhood Development at the University of Texas Health Science Center (State Center).
10 School-age children or other TWC-subsidized children in the TEEM facility are not excluded
11 from the enhanced reimbursement rates.

12
13 **Comment:** One commenter suggested that basic child care reimbursement rates be
14 established on at least the 50th percentile of the current market rate study, and the enhanced
15 rates be established at 125% of the basic rate using a graduated scale based on TRS stars.
16 The commenter noted the current rates limit parent choice since higher-priced providers do
17 not participate or limit participation with child care services.

18
19 **Response:** The Commission appreciates the comment. However, the actual amount or
20 percentage of the reimbursement rates is not subject to this rulemaking--thus, the
21 Commission cannot address this issue.

22 23 **SUBCHAPTER C. ELIGIBILITY FOR CHILD CARE SERVICES**

24 **The Commission adopts the following amendments to Subchapter C:**

25 26 **§809.43. Priority for Child Care Services**

27 Section 809.43(a)(2)(B) clarifies that a child is included in the second priority group if the parent
28 is a qualified veteran "or qualified spouse." The phrase "or qualified spouse" is added to align
29 with the definition in §801.23 of the Commission's Local Workforce Development Boards rules.

30 31 **§809.44. Calculating Family Income**

32 Section 809.44 clarifies that income sources listed are used for determining both eligibility and
33 parent share of cost. The section also states that family income does not include any income
34 sources specifically excluded by federal law or regulation.

35
36 Section 809.44(a) adds the phrase "and the parent share of cost" to make the list of income items
37 also applicable to determining parent share of cost. This change aligns with Boards'
38 longstanding practice of using the income inclusions and exclusions both for determining
39 eligibility and for determining parent share of cost.

40
41 New §809.44(b)(11) adds a comprehensive exclusion to cover any income sources specifically
42 excluded by federal law or regulation. Allowing a comprehensive exclusion for family income
43 sources that are specifically excluded by federal law or regulation forgoes the need for a
44 Commission rule change any time federal legislation or regulation is amended to exclude a
45 specific income source from being counted toward eligibility for a federally funded program.

1 **§809.46. Temporary Assistance for Needy Families Applicant Child Care**

2 Section 809.46(c) changes the reference from §§809.50 - 809.52 to §809.50 resulting from the
3 repeal of §§809.50 - 809.52 and the adoption of new §809.50.

4
5 Section 809.46(e) changes the reference from §§809.50 - 809.52 to §809.50 resulting from the
6 repeal of §§809.50 - 809.52 and the adoption of new §809.50.

7
8 **§809.48. Transitional Child Care**

9 Section 809.48 is amended to incorporate into Transitional child care the reduction of work and
10 education requirements allowed for At-Risk child care. Section 809.48 also aligns Transitional
11 child care with At-Risk child care by including the provisions related to counting secondary
12 credit hours.

13
14 Section 809.48(b) replaces the phrase "children in families at risk of becoming dependent on
15 public assistance" with "At-Risk child care" as set forth in new §809.50.

16
17 New §809.48(f) allows a Board to reduce the work, education, and job training activity
18 requirements if a parent's documented medical disability or need to care for a physically or
19 mentally disabled family member prevents the parent from participating in the activities for the
20 required hours per week.

21
22 New §809.48(g) specifies the education credit-hour equivalences for meeting the required
23 education activity hours per week, specifically:

24 --§809.48(g)(1) states that each credit hour of postsecondary education counts as three hours of
25 education activity per week; and

26 --§809.48(g)(2) states that each credit hour of a condensed postsecondary education course
27 counts as six hours of education activity per week.

28
29 **Comment:** One commenter requested guidance for determining the amount and criteria by
30 which the work, education, and job training activity requirements can be reduced.

31
32 **Response:** The provision allowing Boards the flexibility to reduce the work, education, and
33 job training activity requirements for parents with a medical disability or who need to care
34 for a disabled family member is currently in rule for children living at low incomes. The rule
35 amendment extends this allowance to Transitional child care with the creation of new
36 §809.50, At-Risk Child Care. Boards have the flexibility to establish the documentation
37 criteria necessary to determine the appropriate reduction in hours. Medical documentation of
38 the disability may assist Boards in determining the appropriate participation requirements on
39 a case-by-case basis; however, because child care services are for parents who require care in
40 order to work or attend a job training or educational program, the activity requirement hours
41 cannot be reduced to zero.

42
43 **§809.50. Child Care for Children Living at Low Incomes**

44 Section 809.50 is repealed and the common provisions of §§809.50 - 809.52 are consolidated
45 into new §809.50, At-Risk Child Care.

1 **§809.51. Child Care for Children with Disabilities**

2 Section 809.51 is repealed and the common provisions of §§809.50 - 809.52 are consolidated
3 into new §809.50, At-Risk Child Care.

4
5 **§809.52. Child Care for Children of Teen Parents**

6 Section 809.52 is repealed and the common provisions of §§809.50 - 809.52 are consolidated
7 into new §809.50, At-Risk Child Care.

8
9 **§809.50. At-Risk Child Care**

10 New §809.50 consolidates and streamlines the rule language contained in repealed §§809.50 -
11 809.52 by combining similar provisions into one section rather than three separate sections.

12
13 New §809.50(a) establishes the eligibility requirements for At-Risk child care. Section
14 809.50(a)(1) sets income limits--as established by the Board, and §809.50(a)(2) sets forth the
15 work, education, and job training requirements for a parent to be determined eligible for child
16 care. These requirements are unchanged from repealed §809.50(a) and §809.51(a).

17
18 New §809.50(b) allows Boards to reduce the work, education, and job training activity
19 requirements if a parent's documented medical disability or need to care for a physically or
20 mentally disabled family member prevents the parent from participating in the activities for the
21 required hours per week. These requirements are unchanged from repealed §809.50(b) and
22 §809.51(b).

23
24 New §809.50(c)(1) - (2) specifies the education credit hour equivalences for meeting the required
25 education activity hours per week. These requirements are unchanged from repealed §809.50(c)
26 and §809.51(c). Section 809.50(c)(3) states that teen parents attending high school or the
27 equivalent shall be considered as meeting the education requirements. This incorporates the
28 requirement of repealed §809.52(a)(1).

29
30 New §809.50(d) states that when calculating income eligibility for a child with disabilities, a
31 Board must deduct the cost of the child's ongoing medical expenses from the family income.
32 This incorporates the requirements of repealed §809.51(a)(1).

33
34 New §809.50(e) allows Boards to establish a higher income eligibility limit for teen parents than
35 those specified in §809.41(a)(2)(A). This incorporates the requirements of repealed
36 §809.52(a)(2).

37
38 New §809.50(f) states that a teen parent's family income is based solely on the teen parent's
39 income and size of the teen's family as defined in §809.2(8). This is unchanged from repealed
40 §809.52(b).

41
42 New §809.50(g) addresses eligibility for wraparound child care--i.e., child care provided before
43 and after an education program--for children who are receiving Commission-funded child care
44 and are enrolled in Head Start, public pre-K, or a school-readiness integration program.

1 Section 809.50(g) states that Boards may establish a higher income eligibility limit for families
2 with a child who is enrolled in Head Start, Early Head Start, or public pre-K provided that the
3 higher income limit does not exceed 85% of the state median income for a family of the same
4 size.

5
6 Allowing Boards to establish higher income limits for families with a child enrolled in Head
7 Start, Early Head Start, or public pre-K assists in the availability of full-day child care pursuant
8 to §809.14(b). The continuation of child care under these provisions is allowed on the basis of
9 the child meeting the federal requirements described in §809.42(c)(2) as long as the parent is
10 able to meet all other Board eligibility requirements. With the federal requirements establishing
11 the eligibility income limit at 85% of SMI, this rule only affects Boards with income limits set
12 below 85% of SMI.

13
14 Regarding wraparound child care for children receiving Commission-funded child care and who
15 are enrolled in Head Start, Early Head Start, or public pre-K, the Texas Legislature--as provided
16 in Texas Human Resources Code §72.003, Texas Government Code §2308.3165, and Texas
17 Education Code, Chapter 29--has placed increased emphasis on local coordination among early
18 childhood education programs in order to support integration across these programs. The
19 continued provision of child care services assists in the extension of early childhood education
20 program hours to full day and full year.

21
22 However, the varying eligibility periods among Commission-funded child care services, Head
23 Start, and public pre-K have been identified as barriers that may prevent a child in Commission-
24 funded child care from completing a Head Start or public pre-K program during the school year.
25 Head Start and public pre-K eligibility are determined prior to the school or program year.
26 Children are deemed eligible to remain in these programs regardless of changes in a family's
27 work or income status. However, children in Commission-funded child care who are receiving
28 wraparound care while enrolled in a Head Start or public pre-K program lose eligibility for
29 Commission-funded child care during the school year when a family's income or work hours
30 change. These early education programs have identified the Child Care and Development Fund
31 (CCDF) eligibility period as a barrier to a child's ability to continue participating in the early
32 education program.

33
34 The Commission adopts this amendment with the intent of mitigating this barrier and to further
35 the intent of the Texas Legislature in Texas Human Resources Code §72.003, Texas Government
36 Code §2308.3165, and Texas Education Code, Chapter 29.

37
38
39 **Comment:** Regarding the continuation of care for a child enrolled in early education as
40 described in §809.50(g), two commenters stated that guidance is needed on whether
41 Boards can terminate or sanction child care if a family fails to pay their share of cost, is
42 delinquent with parent fees, does not redetermine eligibility for the Board's eligibility
43 period, has absences in excess of the Board's policy, or if the parent does not comply with
44 the Parent Responsibility Agreement. The commenters asked under which of these
45 circumstances child care would be terminated--with the exception of any children
46 enrolled in one of these three programs.

1
2 **Response:** The Commission appreciates the comment and understands the commenters'
3 implication that the proposed rule language may have inadvertently created additional
4 barriers for families by allowing one child in the family to remain eligible while other
5 children in the family may lose eligibility. Therefore, the rules at §809.50(g) have been
6 simplified to state that Boards may establish a higher income eligibility limit for families
7 with a child who is enrolled in Head Start, Early Head Start, or public pre-K provided
8 that the higher income limit does not exceed 85% of SMI for a family of the same size.
9 This modification makes all of the children in the family--not just the child(ren) in these
10 programs--eligible to continue receiving child care services as long as the family's
11 income does not exceed 85% of SMI and all other eligibility requirements are met. As
12 such, this modification still requires the parent to comply with all of the circumstances
13 described by the commenter in order to maintain eligibility.
14

15 This modification is similar to the requirements in §809.50(e), which allows Boards to
16 establish a higher income eligibility limit for teen parents than the eligibility limit
17 established pursuant to §809.41(a)(2)(A) provided that the higher income limit does not
18 exceed 85% of SMI for a family of the same size.
19

20 **Comment:** One commenter further stated that §809.14(b) referenced in this section is
21 not a valid citation.
22

23 **Response:** The adopted provision aligns with the intent of §809.14(b), which requires
24 that, pursuant to Texas Education Code §29.158, and in a manner consistent with federal
25 law and regulations, a Board coordinate with school districts, Head Start, and Early Head
26 Start program providers to ensure, to the greatest extent practicable, that full-day, full-
27 year child care is available to meet the needs of low-income parents who are working or
28 attending a job training or educational program. The specific reference to §809.14(b),
29 however, has been removed through modification of this section.
30

31 **Comment:** One commenter asked whether there will there be a change to §809.43 of the
32 child care rules to indicate that these children are to be served as a priority group.
33

34 The commenter also asked if the parent's case is being terminated because of fraud,
35 would child care services be allowed to continue for the child enrolled in these programs.
36

37 **Response:** The Commission appreciates the comment. Families with a child who is
38 enrolled in Head Start, Early Head Start, or public pre-K are not considered a priority
39 group. Therefore, §809.43 will not be amended to reflect priority status for families with
40 a child in these programs.
41

42 If child care services for the parent are terminated because of fraud, then child care
43 services must not continue--even for the child enrolled in these programs.
44

45 **§809.51. Child Care during Temporary Interruptions in Work, Education, or Training**

46 New §809.51 addresses child care during a parent's:

1 --extended temporary medical incapacitation; and
2 --temporary cessation of work, education, or job training activities.

3
4 Child care during extended temporary medical incapacitation and temporary cessation of work,
5 education, or training is not addressed in current rules. In both circumstances, a parent remains
6 employed, in school, or in training but is temporarily unable to meet the weekly work or
7 attendance hour requirements, thereby causing the parent to potentially become ineligible for
8 child care.

9
10 New §809.51(a) applies to the temporary cessation of work, education, or job training activities.
11 This situation may occur when an individual remains employed but is temporarily not working,
12 such as with public school employees and students who may no longer be meeting the hourly
13 work, education, or job training requirements during semester or summer breaks. Section
14 809.51(a) states that if a parent has a temporary cessation of work, education, or job training
15 activities and is unable to meet the requirements described in §809.50(a)(2), child care may be
16 suspended for no more than 90 calendar days from the documented effective date of the
17 cessation of these activities. During the suspension of child care based on the temporary
18 cessation of work, the parent will not be receiving subsidized child care, but the parent will also
19 not be subject to the child care waiting list when they return to their work, education, or job
20 training activities pursuant to their work and attendance hour requirements described in
21 §809.50(a)(2).

22
23 **Comment:** Thirteen commenters supported the rule change to allow a suspension of child
24 care for temporary cessation of work, education, or job training. However, the commenters
25 expressed concern that 90 calendar days would not be enough time to adequately cover all
26 circumstances. Further, the commenters noted that across the state, universities, colleges,
27 and independent school districts have different class schedules in which most breaks exceed
28 90 days. Six of the commenters suggested that the suspension time frame range from 100 to
29 120 days, the majority recommended 120 days.

30
31 Seven of the commenters recommended that Boards be given the flexibility to extend the
32 suspension period beyond 90 days. One commenter stated that since Boards do not incur any
33 costs while child care is suspended, the number of days should be left to the discretion of the
34 Boards.

35
36 **Response:** The Commission's intent is that child care services be available to support
37 parents who require child care in order to work or attend a job training or educational
38 program, or seek employment as outlined in §809.41(d). The Commission believes that
39 during extended periods where there is a more prolonged cessation of work, education, or job
40 training activities, parents should be encouraged to continue with summer education, training
41 courses, or other employment in order to expedite their move toward self-sufficiency.
42 Further, the focus of the Agency is to provide workforce services including job training and
43 job search services. Part of this focus is to assist people with sustaining economic prosperity.
44 Prolonged periods of being removed from the workforce--i.e., not earning a wage or training
45 for a job--do not promote sustained economic prosperity. The Commission believes that 90
46 days of temporary cessation of work activities is appropriate. Anything longer than 90 days

1 is not temporary--it is a prolonged period of economic inactivity that should not be
2 encouraged.

3
4 **Comment:** Two commenters asked how the rules should be applied during relatively short
5 school breaks such as Thanksgiving, Christmas, spring break, and other holidays. One
6 commenter noted that if the intention is only to cover summer breaks, a minimum of 120
7 days would be adequate; however, a minimum of 150 days would be needed if the
8 suspension is intended to also include these shorter breaks. Another commenter suggested
9 allowing child care services to continue for working parents who also participate in training
10 programs but whose total participation hours become reduced because of these shorter
11 breaks. Often parents work while going to school, but during these short breaks do not have
12 enough total hours to meet participation requirements. The commenter suggested modifying
13 the rule to allow a reduction in the work, education, or job training activity requirements if
14 such breaks prevent the parent from participating for the required hours per week.

15
16 **Response:** The Commission appreciates the comment. The 90 days of suspended care is not
17 a maximum amount for a one-year period. Rather, a Board may suspend care for up to 90
18 days for each event. Therefore, other breaks such as Thanksgiving, Christmas, spring break,
19 and other holidays are sufficiently covered. Regarding the continuation of child care services
20 for working parents who also participate in training programs, Boards currently have the
21 discretion to either continue care or suspend care during these brief breaks. The Commission
22 recognizes that it may not be an efficient use of administrative time to go through the process
23 of suspending care for only two to three weeks and that this may also create a burden on
24 providers if the care is suspended.

25
26 New §809.51(b) applies to temporary medical incapacitation. This situation may result from a
27 health impairment that necessitates an employed parent, or a parent in education or job training,
28 to have an extended temporary cessation or reduction in work or attendance hours causing them
29 to be unable to meet the requirements described in §809.50(a)(2). The parent remains employed,
30 in school or in training, but cannot work, attend school or training for an extended period of time,
31 though the parent intends to return to his or her employment, education, or job training following
32 the temporary incapacitation. Section 809.51(b) states that if a parent has a documented
33 temporary medical incapacitation and is unable to meet the work, education, or job training
34 requirements described in §809.50(a)(2), the following shall apply:

- 35
36 --Child care may be allowed to continue for no more than 60 calendar days from the documented
37 effective date of the temporary medical incapacitation; and
38 --Child care may be suspended for no more than 30 calendar days after the end of the 60-day
39 calendar period following the documented temporary medical incapacitation.

40
41 **Comment:** Nine commenters asked that Boards be allowed to continue child care services
42 for up to 60 days. One commenter stated that basing the continuation of care on the
43 individual family's circumstances for up to 60 days is a reasonable policy and limit, and
44 further stated that 60 days has been the Board's practice since no current rule directly
45 addresses this issue.

1 Three commenters stated that 30 days of care during a temporary medical incapacitation may
2 not be sufficient for some commonly seen incapacitations. Two commenters cited the
3 example of childbirth where the parent is typically incapacitated for an average of 45 days.
4 In this situation, even if the mother is physically able to return to work after 30 days, child
5 care is difficult to obtain because many providers will not care for a child less than six weeks
6 of age.
7

8 One commenter stated that 30 days of continued care followed by 60 days of suspended care
9 will be problematic if a parent is not able to return to work before 30 days. Citing the
10 examples of major surgeries and injuries, the commenter stated that a parent is typically
11 unable to return to work for at least 6 weeks during which time the parent is restricted from
12 lifting and other physical activities necessary to care for a child. The commenter stated that
13 by limiting care to 30 days, the Commission will be inhibiting the parent's ability to
14 recuperate and could actually lengthen the time before the parent is able to return to work.
15 The commenter further stated that if the parent returns to work beyond 30 days, securing a
16 provider will be difficult due to many regulated providers having limited slots for young
17 children. To prevent these problems, the commenter asked the Commission to consider
18 allowing care for up to 60 days.
19

20 Two commenters stated that allowing at least 60 days of continued care would be more
21 reasonable to support the parent given that the longer time frame aligns more closely with the
22 Family and Medical Leave Act.
23

24 Three commenters stated that 30 days of continued care is not adequate for a parent to both
25 recuperate from a medical issue and to take care of a child/ren when care is discontinued.
26 One commenter stated that if the medical documentation excuses the parent from work, then
27 that should be reason enough to continue care until the parent is able to return to work. To
28 further support this, the commenter stated that medical complications typically lengthen the
29 incapacitation period, and if the parent cannot work, should the child/ren be watched by an
30 incapacitated parent? These commenters stated that 60 days is more reasonable to support
31 the parent's ability to return to work.
32

33 **Response:** The Commission agrees and has modified the rules to state that child care may be
34 allowed to continue for no more than 60 calendar days from the documented effective date of
35 the temporary medical incapacitation. This change should accommodate parents in the
36 situations described by the commenters.
37

38 **Comment:** Six commenters asked that Boards be given discretion for determining how long
39 child care can continue after a parent has a temporary medical incapacitation and is not able
40 to meet the activity requirements. The commenters stated that because individual family
41 needs vary, the determination should be based on the medical documentation provided by the
42 parent.
43

44 **Response:** The Commission understands the need for Board discretion in determining the
45 length of care during temporary medical incapacitations and has modified the rules to allow
46 discretion for determining the length of continued care for up to 60 days. Further, the

1 Commission believes that setting a maximum number of paid care days establishes
2 consistency among the local workforce development areas. While some Boards may be able
3 to afford a longer period of child care, it is important that all parents be provided the same
4 treatment.

5
6 **Comment:** One commenter stated that Boards should be able to grant a waiver to extend
7 child care services beyond 30 days if the parent presents medical documentation showing
8 that the parent is unable to care for the child.

9
10 **Response:** The Commission believes that the rule modification to allow up to 60 days of
11 continued care instead of 30 days provides a sufficient time and a waiver would not be
12 necessary.

13
14 **Comment:** One commenter expressed gratitude to the Commission for addressing
15 temporary medical incapacitation and stated that it will provide recovery time for the
16 customer and offer some stabilization for the child. The commenter further agreed with the
17 Commission's proposed rule allowing the provider to fill open slots created by the
18 suspension.

19
20 **Response:** The Commission appreciates the comment and support.

21
22 The following new provisions apply to both the temporary cessation of work, education, or job
23 training activities and medical incapacitation:

24
25 New §809.51(c) states that upon the parent's return to work, education, or job training activities,
26 a Board is not required to resume child care at the same provider used prior to the documented
27 temporary cessation of these activities or medical incapacitation. The Commission believes that
28 requiring the provider to hold the slot open for the child places an undue financial burden on the
29 child care provider. Additionally, the parent is not required to reapply for child care services or
30 return to the child care wait list.

31
32 New §809.51(d) sets forth the required documentation a parent must provide prior to the
33 suspension of child care during temporary interruptions in work, education, or job training, or
34 temporary medical incapacitation.

35
36 Section 809.51(d)(1) states that a parent must provide documentation from the employer or
37 training provider stating that the parent will be returning to work or job training activities
38 following the temporary cessation of these activities or medical incapacitation.

39
40 If a parent becomes incapacitated because of a sudden illness or medical emergency, the 60-day
41 maximum period in which child care services may continue allows the parent adequate time to
42 obtain and provide the documentation. Boards may determine what is considered acceptable
43 documentation from the employer or training provider.

44
45 Section 809.51(d)(2) states that a parent must provide written notification to the child care
46 contractor of his or her intent to enroll in an educational institution following the temporary

1 cessation of educational activities. Boards may determine what is considered acceptable and
2 timely written notification of the parent's intent to return to the educational program.

3
4 **Comment:** One commenter stated that documentation of registration for the fall semester
5 often is not available prior to the end of the spring semester and requested that the
6 documentation be required to be provided prior to reinstating care following a suspension
7 period. Additionally, one commenter noted that the requirement that a parent must provide
8 documentation prior to any suspension of services creates a burden for college students who
9 may not have registered for the next semester prior to the last day of classes. If they have not
10 registered, it may be difficult to get a letter from the college or training program stating they
11 plan to return. This seems like an unnecessary step since child care will not resume at the
12 end of the suspension unless they are actively enrolled and attending school.

13
14 **Response:** The Commission agrees and has modified the rules to state that prior to any
15 suspension of child care as described in this section, a parent must provide written
16 notification to the child care contractor of the parent's intent to enroll in an education
17 institution following the temporary cessation of educational activities. Boards may
18 determine the requirements of the written notification.

20 **SUBCHAPTER D. PARENT RIGHTS AND RESPONSIBILITIES**

21 **The Commission adopts the following amendments to Subchapter D:**

22 **§809.74. Parent Appeal Rights**

23
24 Section 809.74(a) is amended to include Choices caseworkers and FSE&T caseworkers and to
25 add the suspension of child care as an action for which a parent has the right to request a hearing
26 pursuant to Chapter 823 of the Commission's rules. The Commission believes the suspension of
27 care as described under new §809.51 is an adverse action, pursuant to §823.2(2), similar to the
28 currently appealable denial, delay, termination or reduction in child care services and, therefore,
29 it is eligible for appeal by the parent. However, as described in the following section--
30 §809.75(b)--child care must not continue during the appeal.

31
32 Sections 809.74(d) and (e) are removed because the information is contained in §809.74(a).

33
34 **Comment:** One commenter questioned the need or benefit--even for the customer--to add a
35 formalized appeal process for this priority group. The commenter stated that with Choices
36 child care being very fluid with frequent enrollments and terminations occurring, it is likely
37 that a Choices recipient would be reenrolled in child care before the appeal on the
38 termination could be submitted. The commenter further stated that providers are adversely
39 impacted whenever payments to them are expected but never made because the
40 reimbursement is later deemed ineligible. Additionally, the commenter stated that Choices
41 customers could incur out-of-pocket child care costs which may not be affordable to them
42 and which are not incurred under the current process.

43
44 **Response:** The appeal provisions for Choices customers are not new requirements and were
45 in Chapter 811 Choices rules and Chapter 809 Child Care Services rules prior to the adoption
46 of the new Chapter 823 Integrated Complaints, Hearings, and Appeals rules. The revisions

1 made to this section of the rules are simply to streamline existing language and to add
2 suspensions as an adverse action that can be appealed.

3
4 Further, the Commission does not foresee problems with providers not receiving payments
5 for child care. Unless and until the provider has been notified that child care will be
6 discontinued as of a certain date, child care should continue seamlessly with providers
7 reimbursed for the care provided.

8
9 **§809.75. Child Care during Appeal**

10 Section 809.75(b)(7) removes the term "parent fees" and replaces it with the term "parent share
11 of cost" to align with terminology used throughout this chapter.

12
13 New §809.75(b)(9) states that child care shall not continue during the appeal if the appeal is due
14 to the suspension of child care services pursuant to §809.51 (related to Child Care during
15 Temporary Interruptions in Work, Education, or Training). If, for example, the Board's child
16 care contractor determines that the length of the suspension period for temporary work cessation
17 or medical incapacitation should be 30 days rather than the maximum allowable 60 or 90 days,
18 parents may appeal the length of the suspension period. However, because child care services
19 will be suspended for only a limited amount of time with the understanding that services will
20 continue following the brief suspension period, allowing child care to continue during any appeal
21 would essentially nullify the suspension period.

22
23 **Comment:** One commenter stated that the proposed rule change will significantly increase
24 Boards' administrative costs for hearing appeals since appeal rights for Choices recipients are
25 currently limited. The commenter further stated that a customer who has child care denied
26 under Choices or FSE&T has not participated according to Choices program rules and so the
27 appeal should be based on nonparticipation with child care program requirements, not the
28 denial of a support service. In summary, the commenter stated that child care is provided
29 only as a condition of Choices program participation, not apart from the Choices program
30 itself.

31
32 In reference to §809.75(b)(5), the commenter asked what is meant by a "sanctions finding"
33 against the parent participating in the Choices program.

34
35 **Response:** The Commission again emphasizes that the appeal rights for Choices customers
36 are not new provisions, but instead have been longstanding requirements under the Chapter
37 811 Choices rules and Chapter 809 Child Care Services rules. Under current rules, parents
38 may appeal denials, delays, reductions, or terminations of their child's eligibility or
39 enrollment in child care. However, the Commission believes that suspension of care is also
40 an adverse action as defined in Chapter 823. Therefore, an amendment to this section is
41 necessary to give parents the right to appeal suspensions. With suspensions being the only
42 new appealable action and with Boards already responsible for conducting hearings, the
43 Commission does not anticipate that Boards' administrative costs will increase significantly
44 as a result of these rule changes.

1 With regard to §809.75(b)(5), the term "sanctions finding" refers to a determination made by
2 DFPS in which there is either a disqualification or a penalty applied to a case because a
3 customer failed to comply with a program requirement.
4

5 **COMMENTS WERE RECEIVED FROM:**

6 Susan Ashmore, Director, Workforce Solutions Alamo
7 Lisa Colyer, Child Care Contract Manager, Workforce Solutions of West Central Texas
8 Brenda Cox, Workforce Solutions, South Plains
9 Ann L. McCain, Workforce Solutions of Central Texas
10 Rachel Mitchell, Child Care Contract Manager, Workforce Solutions Texoma
11 Mark Murtagh, Urban Planner II, Workforce Solutions for North Central Texas
12 Randy Reed, Deputy Executive Director, Workforce Solutions Northeast Texas
13 Joyce Sneed, Child Care Contract Manager, Concho Valley WDB
14 Beejay Williams, Deputy Director, Workforce Solutions
15 Lisa Witkowski, Future Workforce Director, Workforce Solutions for Tarrant County
16 Ron Hubbard, Early Childhood Coordinator, City of Austin Health and Human Services
17 Department
18 Shari Anderson, Child Care Assistance Sr. Manager, ChildCareGroup
19 Patricia Walker Looper, ChildCare Associates Director, Tarrant County CCMS
20 Susan Thomas, Rural Alamo Child Care Coordinator
21

22 The Agency hereby certifies that the adoption has been reviewed by legal counsel and found to
23 be within the Agency's legal authority to adopt.
24

25 The rules are adopted under Texas Labor Code §301.0015 and §302.002(d), which provide the
26 Commission with the authority to adopt, amend, or repeal such rules as it deems necessary for
27 the effective administration of Agency services and activities, and the Texas Human Resources
28 Code §44.002, regarding Administrative Rules.
29

30 The adopted rules will affect Texas Labor Code, Title 4, particularly Chapters 301 and 302, as
31 well as Texas Government Code, Chapter 2308.
32

1 **Chapter 809. CHILD CARE SERVICES**

2
3
4 **SUBCHAPTER B. GENERAL MANAGEMENT**

5
6 **§809.13. Board Policies for Child Care Services**

- 7
8 (a) A Board shall develop, adopt, and modify its policies for the design and management
9 of the delivery of child care services in a public process in accordance with Chapter
10 801 of this title.
11
12 (b) A Board shall maintain written copies of the policies that are required by federal
13 and state law, or as requested by the Commission, and make such policies
14 available to the Commission and the public upon request.
15
16 (c) A Board shall also submit any modifications, amendments, or new policies to the
17 Commission no later than two weeks after adoption of the policy by the Board.
18
19 (d) At a minimum, a Board shall develop policies related to:
20
21 (1) how the Board determines that the parent is making progress toward
22 successful completion of a job training or educational program as described in
23 §809.2(1);
24
25 (2) maintenance of a waiting list as described in §809.18(b);
26
27 (3) assessment of a parent share of cost as described in §809.19, including the
28 reimbursement of providers when a parent fails to pay the parent share of cost;
29
30 (4) maximum reimbursement rates as provided in §809.20, including policies
31 related to reimbursement of providers that offer transportation;
32
33 (5) family income limits as described in Subchapter C of this chapter (relating to
34 Eligibility for Child Care Services);
35
36 (6) provision of child care services to a child with disabilities up to the age of 19 as
37 described in §809.41(a)(1)(B);
38
39 (7) minimum activity requirements for parents as described in §809.48 and §809.50;
40
41 (8) time limits for the provision of child care while the parent is attending an
42 educational program as described in §809.41(b);
43
44 (9) frequency of eligibility redetermination as described in §809.42(b)(2);
45
46 (10) Board priority groups as described in §809.43(a);

- 1
2 (11) transfer of a child from one provider to another as described in §809.71(3);
3
4 (12) provider eligibility for listed family homes as provided in §809.91(b), if
5 the Board chooses to include listed family homes as eligible providers;
6
7 (13) attendance standards and procedures as provided in §809.92(b)(4), including
8 provisions consistent with §809.54(f) (relating to Continuity of Care for custody
9 and visitation arrangements);
10
11 (14) providers charging the difference between their published rate and the
12 Board's reimbursement rate as provided in §809.92(d);
13
14 (15) procedures for fraud fact-finding as provided in §809.111; and
15
16 (16) procedures for imposing sanctions when a parent fails to comply with the
17 provisions of the parent responsibility agreement (PRA) as described in
18 §809.76(c).
19

20 **§809.19. Assessing the Parent Share of Cost**
21

- 22 (a) For child care funds allocated by the Commission pursuant to its allocation rules
23 (generally, Chapter 800, General Administration, Subchapter B, Allocation and
24 Funding, and specifically, §800.58, Child Care), including local public transferred
25 funds and local private donated funds, as provided in §809.17, the following shall
26 apply.
27

- 28 (1) A Board shall set a parent share of cost policy that assesses the parent share of
29 cost in a manner that results in the parent share of cost:

30 (A) being assessed to all parents, except in instances when an exemption under
31 paragraph (2) of this subsection applies;
32

33 (B) being an amount determined by a sliding fee scale based on the family's size
34 and gross monthly income, and also may consider the number of children in
35 care; and
36

37 (C) not exceeding the cost of care.
38

- 39
40 (2) Parents who are one or more of the following are exempt from paying the parent
41 share of cost:

42 (A) Parents who are participating in Choices;
43

44 (B) Parents who are participating in FSE&T services; or
45
46

1 (C) Parents who have children who are receiving protective services child care
2 pursuant to §809.49 and §809.54(c)(1), unless DFPS assesses the parent
3 share of cost.
4

5 (3) Teen parents who are not covered under exemptions listed in paragraph (2) of this
6 subsection shall be assessed a parent share of cost. The teen parent's share of cost
7 is based solely on the teen parent's income and size of the teen's family as defined
8 in §809.2(8).
9

10 (b) For child care services funded from sources other than those specified in subsection (a)
11 of this section, a Board shall set a parent share of cost policy based on a sliding fee
12 scale. The sliding fee scale may be the same as or different from the provisions
13 contained in subsection (a) of this section.
14

15 (c) A Board shall establish a policy regarding reimbursement of providers when parents
16 fail to pay the parent share of cost.
17

18 (d) The Board or its child care contractor may review the assessed parent share of cost for
19 possible reduction if there are extenuating circumstances that jeopardize a family's
20 self-sufficiency. The Board or its child care contractor may reduce the assessed parent
21 share of cost if warranted by these circumstances.
22

23 (e) If the parent is not covered by an exemption as specified in subsection (a)(2) of this
24 section, then the Board or its child care contractor shall not waive the assessed parent
25 share of cost under any circumstances.
26

27 (f) If the parent share of cost, based on family income and family size, is calculated to be
28 zero, then the Board or its child care contractor shall not charge the parent a minimum
29 share of cost amount.
30

31 **§809.20. Maximum Provider Reimbursement Rates**

32
33 (a) Based on local factors, including a market rate survey provided by the Commission, a
34 Board shall establish maximum reimbursement rates for child care subsidies to ensure
35 that the rates provide equal access to child care in the local market and in a manner
36 consistent with state and federal statutes and regulations governing child care.
37

38 (b) A Board shall establish enhanced reimbursement rates for:

39
40 (1) child care providers participating in integrated school readiness models developed
41 by the State Center;

42
43 (2) Texas Rising Star Providers pursuant to Texas Government Code §2308.315; and

44
45 (3) child care providers that obtain Texas School Ready!TM certification pursuant to
46 Texas Education Code §29.161.

- 1
2 (c) The minimum reimbursement rates established under subsection (b) of this section
3 shall be at least 5% greater than the maximum rate established for providers not
4 meeting the requirements of subsection (b) of this section for the same category of
5 care up to, but not to exceed, the provider's published rate.
6
7 (d) A Board or its child care contractor shall ensure that providers that are reimbursed
8 for additional staff or equipment needed to assist in the care of a child with
9 disabilities are paid a rate up to 190% of the provider's reimbursement rate for a child
10 of that same age. The higher rate shall take into consideration the estimated cost of
11 the additional staff needed by a child with disabilities. The Board shall ensure that a
12 professional, who is familiar with assessing the needs of children with disabilities,
13 certifies the need for the higher reimbursement rate described in subsection (b) of
14 this section.
15
16 (e) The Board shall determine whether to reimburse providers that offer transportation
17 as long as the combined total of the provider's published rate, plus the transportation
18 rate, is subject to the maximum reimbursement rate established in subsection (a) of
19 this section.
20

21 **SUBCHAPTER C. ELIGIBILITY FOR CHILD CARE SERVICES**

22 **§809.43. Priority for Child Care Services**

- 23
24 (a) A Board shall ensure that child care services are prioritized among the following three
25 priority groups:
26
27 (1) The first priority group is assured child care services and includes children of
28 parents eligible for the following:
29
30 (A) Choices child care as referenced in §809.45;
31
32 (B) Temporary Assistance for Needy Families (TANF) Applicant child care as
33 referenced in §809.46;
34
35 (C) FSE&T child care as referenced in §809.47; and
36
37 (D) Transitional child care as referenced in §809.48.
38
39 (2) The second priority group is served subject to the availability of funds and
40 includes, in the order of priority:
41
42 (A) children who need to receive protective services child care as referenced in
43 §809.49;
44
45

1 (B) children of a qualified veteran or qualified spouse as defined in §801.23 of
2 this title;

3
4 (C) children of a foster youth as defined in §801.23 of this title;

5
6 (D) children of teen parents as defined in §809.2; and

7
8 (E) children with disabilities as defined in §809.2.

9
10 (3) The third priority group includes any other priority adopted by the Board.

11
12 (b) A Board shall not establish a priority group under subsection (a)(3) of this section
13 based on the parent's choice of an individual provider or provider type.

14
15 **§809.44. Calculating Family Income**

16
17 (a) Unless otherwise required by federal or state law, the family income for purposes of
18 determining eligibility and the parent share of cost means the monthly total of the
19 following items for each member of the family (as defined in §809.2(8)):

20
21 (1) Total gross earnings. These earnings include wages, salaries, commissions, tips,
22 piece-rate payments, and cash bonuses earned.

23
24 (2) Net income from self-employment. Net income includes gross receipts minus
25 business-related expenses from a person's own business, professional enterprise,
26 or partnership, which result in the person's net income. Net income also includes
27 gross receipts minus operating expenses from the operation of a farm.

28
29 (3) Pensions, annuities, life insurance, and retirement income. This includes Social
30 Security pensions, veteran's pensions and survivor's benefits and any cash benefit
31 paid to retirees or their survivors by a former employer, or by a union, either
32 directly or through an insurance company. This also includes payments from
33 annuities and life insurance.

34
35 (4) Taxable capital gains, dividends, and interest. These earnings include capital
36 gains from the sale of property and earnings from dividends from stock holdings,
37 and interest on savings or bonds.

38
39 (5) Rental income. This includes net income from rental of a house, homestead,
40 store, or other property, or rental income from boarders or lodgers.

41
42 (6) Public assistance payments. These payments include TANF as authorized under
43 Chapters 31 or 34 of the Texas Human Resources Code, refugee assistance, Social
44 Security Disability Insurance, Supplemental Security Income, and general
45 assistance (such as cash payments from a county or city).

- 1 (7) Income from estate and trust funds. These payments include income from estates,
2 trust funds, inheritances, or royalties.
3
4 (8) Unemployment compensation. This includes unemployment payments from
5 governmental unemployment insurance agencies or private companies and strike
6 benefits while a person is unemployed or on strike.
7
8 (9) Workers' compensation income, death benefit payments and other disability
9 payments. These payments include compensation received periodically from
10 private or public sources for on-the-job injuries.
11
12 (10) Spousal maintenance or alimony. This includes any payment made to a spouse or
13 former spouse under a separation or divorce agreement.
14
15 (11) Child support. These payments include court-ordered child support, any
16 maintenance or allowance used for current living costs provided by parents to a
17 minor child who is a student, or any informal child support cash payments made
18 by an absent parent for the maintenance of a minor.
19
20 (12) Court settlements or judgments. This includes awards for exemplary or punitive
21 damages, noneconomic damages, and compensation for lost wages or profits, if
22 the court settlement or judgment clearly allocates damages among these
23 categories.
24

25 (b) Income to the family that is not included in subsection (a) of this section is excluded in
26 determining the total family income. Specifically, family income does not include:
27

- 28 (1) Food stamps;
29
30 (2) Monthly monetary allowances provided to or for children of Vietnam veterans
31 born with certain birth defects;
32
33 (3) Educational scholarships, grants, and loans;
34
35 (4) Earned Income Tax Credit (EITC) and the Advanced EITC;
36
37 (5) Individual Development Account (IDA) withdrawals;
38
39 (6) Tax refunds;
40
41 (7) VISTA and AmeriCorps living allowances and stipends;
42
43 (8) Noncash or in-kind benefits received in lieu of wages;
44
45 (9) Foster care payments;
46

1 (10) Special military pay or allowances, which include subsistence allowances,
2 housing allowances, family separation allowances, or special allowances for duty
3 subject to hostile fire or imminent danger; and
4

5 (11) Any income sources specifically excluded by federal law or regulation.
6

7 **§809.46. Temporary Assistance for Needy Families Applicant Child Care**
8

9 (a) A parent is eligible for TANF Applicant child care if the parent:
10

11 (1) receives a referral from the Health and Human Services Commission (HHSC) to
12 attend a Workforce Orientation for Applicants (WOA);
13

14 (2) locates employment or has increased earnings prior to TANF certification; and
15

16 (3) needs child care to accept or retain employment.
17

18 (b) To receive TANF Applicant child care, the parent shall be working and not have
19 voluntarily terminated paid employment of at least 25 hours a week within 30 days
20 prior to receiving the referral from HHSC to attend a WOA, unless the voluntary
21 termination was for good cause connected with the parent's work.
22

23 (c) Subject to the availability of funds and the continued employment of the parent, TANF
24 Applicant child care shall be provided for up to 12 months or until the family reaches
25 the Board's income limit for eligibility under any provision contained in §809.50,
26 whichever occurs first.
27

28 (d) Parents who are employed fewer than 25 hours a week at the time they apply for
29 temporary cash assistance are limited to 90 days of TANF Applicant child care.
30 Applicant child care may be extended to a total of 12 months, inclusive of the 90 days,
31 if before the end of the 90-day period, the applicant increases the hours of employment
32 to a minimum of 25 hours a week.
33

34 (e) Subject to the availability of funds, a parent whose time limit for TANF Applicant
35 child care has expired may continue to be eligible for child care services provided the
36 parent and child are otherwise eligible under any provision contained in §809.50.
37

38 **§809.48. Transitional Child Care**
39

40 (a) A parent is eligible for Transitional child care services if the parent:
41

42 (1) has been denied TANF because of increased earnings; or

1
2 (2) has been denied temporary cash assistance within 30 days because of expiration
3 of TANF time limits; and

4
5 (3) requires child care to work or attend a job training or educational program for a
6 combination of at least 25 hours per week for a single-parent family or 50 hours
7 per week for a two-parent family, or a higher number of hours per week as
8 established by a Board.

9
10 (b) Boards may establish an income eligibility limit for Transitional child care that is
11 higher than the eligibility limit for At-Risk child care, pursuant to §809.50, provided
12 that the higher income limit does not exceed 85% of the state median income for a
13 family of the same size.

14
15 (c) Transitional child care shall be available for:

16
17 (1) a period of up to 12 months from the effective date of the TANF denial; or

18
19 (2) a period of up to 18 months from the effective date of the TANF denial in the case
20 of a former TANF recipient who was eligible for child caretaker exemptions
21 pursuant to Texas Human Resources Code §31.012(c) and voluntarily participates
22 in the Choices program.

23
24 (d) Former TANF recipients who are not employed when TANF expires, including
25 recipients who are engaged in a Choices activity except as provided under subsection
26 (e) of this section, shall receive up to four weeks of Transitional child care in order to
27 allow these individuals to search for work as needed.

28
29 (e) Former TANF recipients who are engaged in a Choices activity, are meeting the
30 requirements of Chapter 811 of this title, and are denied TANF because of receipt of
31 child support shall be eligible to receive Transitional child care services until the date
32 on which the individual completes the activity, as defined by the Board.

33
34 (f) A Board may allow a reduction to the requirement in subsection (a)(3) of this section
35 if a parent's documented medical disability or need to care for a physically or mentally
36 disabled family member prevents the parent from participating in work, education, or
37 job training activities for the required hours per week.

38
39 (g) For purposes of meeting the education requirements stipulated in subsection (a)(3) of
40 this section, the following shall apply:
41

- 1 (1) each credit hour of postsecondary education counts as three hours of education
2 activity per week; and
3
4 (2) each credit hour of a condensed postsecondary education course counts as six
5 education activity hours per week.
6

7 **§809.50. At-Risk Child Care**
8

- 9 (a) A parent is eligible for child care services under this section if:
10
11 (1) the family income does not exceed the income limit established by the Board
12 pursuant to §809.41(a)(2)(A); and
13
14 (2) child care is required for the parent to work or attend a job training or educational
15 program for a minimum of 25 hours per week for a single-parent family or 50
16 hours per week for a two-parent family, or a higher number of hours per week as
17 established by the Board.
18
19 (b) A Board may allow a reduction to the work, education, or job training activity
20 requirements in subsection (a)(2) of this section if a parent's documented medical
21 disability or need to care for a physically or mentally disabled family member prevents
22 the parent from participating in these activities for the required hours per week.
23
24 (c) For purposes of meeting the education requirements stipulated in subsection (a)(2) of
25 this section, the following shall apply:
26
27 (1) each credit hour of postsecondary education counts as three hours of education
28 activity per week;
29
30 (2) each credit hour of a condensed postsecondary education course counts as six
31 education activity hours per week; and
32
33 (3) teen parents attending high school or the equivalent shall be considered as
34 meeting the education requirements in subsection (a)(2) of this section.
35
36 (d) When calculating income eligibility for a child with disabilities, a Board shall deduct
37 the cost of the child's ongoing medical expenses from the family income.
38
39 (e) Boards may establish a higher income eligibility limit for teen parents than the
40 eligibility limit established pursuant to §809.41(a)(2)(A) provided that the higher
41 income limit does not exceed 85% of the state median income for a family of the same
42 size.
43
44 (f) A teen parent's family income is based solely on the teen parent's income and size of
45 the teen's family as defined in §809.2(8).

- 1
2 (g) Boards may establish a higher income eligibility limit for families with a child who is
3 enrolled in Head Start, Early Head Start, or public pre-K provided that the higher
4 income limit does not exceed 85% of the state median income for a family of the same
5 size.
6

7 **§809.51. Child Care during Temporary Interruptions in Work, Education, or Job**
8 **Training**
9

- 10 (a) If a parent has a temporary cessation of work, education, or job training activities and
11 is unable to meet the requirements described in §809.50(a)(2), child care may be
12 suspended for no more than 90 calendar days from the documented effective date of
13 the cessation of these activities.
14
- 15 (b) If a parent has a documented temporary medical incapacitation and is unable to meet
16 the work, education, or job training requirements described in §809.50(a)(2), the
17 following shall apply:
18
- 19 (1) Child care may be allowed to continue for no more than 60 calendar days from
20 the documented effective date of the temporary medical incapacitation; and
21
- 22 (2) Child care may be suspended for no more than 30 calendar days after the end of
23 the 60-day calendar period following the documented temporary medical
24 incapacitation, as described in subsection (b)(1) of this section.
25
- 26 (c) Upon the parent's return to work, education, or job training activities, a Board is not
27 required to resume child care at the same provider used prior to the documented
28 temporary cessation of these activities or medical incapacitation.
29
- 30 (d) Prior to any suspension of child care as described in this section, a parent must
31 provide:
32
- 33 (1) documentation from the employer or training provider stating that the parent will
34 be returning to work or job training activities following the temporary cessation of
35 these activities or medical incapacitation; or
36
- 37 (2) written notification to the child care contractor of the parent's intent to enroll in
38 an educational institution following the temporary cessation of educational
39 activities.
40

41 **SUBCHAPTER D. PARENT RIGHTS AND RESPONSIBILITIES**
42

43 **§809.74. Parent Appeal Rights**
44

- 45 (a) Unless otherwise stated in this section, a parent may request a hearing pursuant to
46 Chapter 823 of this title, if the parent's eligibility or child's enrollment is denied,
47 delayed, reduced, suspended, or terminated by the Board's child care contractor,
48 Choices caseworker, or FSE&T caseworker.

1
2 (b) A parent may have an individual represent him or her during this process.

3
4 (c) A parent of a child in protective services may not appeal pursuant to Chapter 823 of
5 this title, but shall follow the procedures established by DFPS.

6
7 **§809.75 Child Care during Appeal**

8
9 (a) For a child currently enrolled in child care, a Board shall ensure that child care services
10 continue during the appeal process until a decision is reached, if the parent requests a
11 hearing.

12
13 (b) A Board shall ensure that child care does not continue during the appeal process if the
14 parent's eligibility or child's enrollment is denied, delayed, reduced, suspended, or
15 terminated because of:

16
17 (1) excessive absences;

18
19 (2) voluntary withdrawal from child care;

20
21 (3) change in federal or state laws or regulations that affect the parent's eligibility;

22
23 (4) lack of funding because of increases in the number of enrolled children in state and
24 Board priority groups;

25
26 (5) a sanctions finding against the parent participating in the Choices program;

27
28 (6) voluntary withdrawal of a parent from the Choices program;

29
30 (7) nonpayment of parent share of cost;

31
32 (8) a parent's failure to report, within 10 days of occurrence, any change in the family's
33 circumstances that would have rendered the family ineligible for subsidized child
34 care; or

35
36 (9) a suspension of child care services pursuant to §809.51 (related to Child Care
37 during Temporary Interruptions in Work, Education, or Training).

38
39 (c) The cost of providing services during the appeal process is subject to recovery from the
40 parent by the Board, if the appeal decision is rendered against the parent.

41