



BRIEFING PAPER

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Coronavirus: Childcare FAQs

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Summary

The Government has stated that the coronavirus outbreak presents “particular challenges and risks to those operating in an educational or childcare context.” This is both because of the need or tendency for people to learn in groups and because of the harmful impact that a break in education may have on a child’s development and progression to further study or employment.

What is in the best interests of those in education and childcare settings during the outbreak will, the Government believes, “vary according to the level of risk which presents itself in a particular place at a particular time.”¹

This briefing paper provides brief information in response to some key questions regarding the impact of the coronavirus outbreak on childcare providers and parents whose children attend such settings, including:

- The current position on the closure of childcare providers and the continuing provision of childcare for the children of key workers and vulnerable children
- Whether parents should be charged while their child’s childcare provider is closed
- Whose children can still attend childcare settings
- Whether childcare providers that have remained open are required to follow the Early Years Foundation Stage (EYFS) statutory framework
- What financial support is available to childcare providers during the coronavirus outbreak
- Whether childcare providers can furlough workers and access the Coronavirus Job Retention Scheme
- How the Coronavirus Act 2020 affects childcare providers

Section one covers questions of particular relevance for parents and carers. Section two focuses more on issues of concern to childcare providers themselves.

This is a fast-moving issue and the briefing should be read as correct at the time of publication. The briefing covers England only.

¹ [Coronavirus Bill Explanatory Notes](#), paras 70-1.

1. Closures of childcare providers: FAQs

1.1 What is the current position on childcare closures?

In a [statement](#) on 18 March 2020, the Education Secretary, Gavin Williamson, announced that after schools in England shut their gates on Friday 20 March they would “remain closed until further notice”. He stated that this would be “for all children except those of key workers and the children of the most vulnerable.” He added that the Government expected early years providers to do the same.² This covers all children at registered childcare providers, including nurseries and childminders. The closures will continue until further notice.³

The Department for Education (DfE) has published guidance for parents on the closures:

- DfE, [What parents and carers need to know about schools and education during the coronavirus outbreak](#), last updated 23 April 2020.
- DfE, [Supporting your children's education during coronavirus \(COVID-19\)](#), last updated 19 April 2019.

The Department has also published a range of guidance for childcare providers and other education settings. This can be accessed at:

- DfE, [Coronavirus \(COVID-19\): guidance for schools and other educational settings](#), last updated 24 April 2020.

1.2 Who can still attend childcare settings?

Childcare providers are being asked by the Government to “remain open for children of critical workers and vulnerable children where they can.”⁴

The [DfE's guidance for parents and carers](#) (see section 1.1 above) defines vulnerable children as children who:

- are assessed as being in need under section 17 of the *Children Act 1989*, including children who have a child in need plan, a child protection plan or who are a looked after child.
- have an education, health and care (EHC) plan whose needs cannot be met safely in the home environment
- have been assessed as otherwise vulnerable by educational providers or local authorities (including children's social care services), and who are therefore in need of continued education provision.

² HC Deb, [Educational Settings](#), vol 673, c 1083, 18 March 2020.

³ Department for Education (DfE), [Closure of educational settings: information for parents and carers](#), 20 March 2020.

⁴ DfE, [What parents and carers need to know about schools and education during the coronavirus outbreak](#), 23 April 2020.

The guidance adds that vulnerable children could include “children on the edge of receiving support from children’s social care services, adopted children, or those who are young carers, and others at the provider and local authority discretion.”⁵

[Guidance for education providers on maintain educational provision](#) states that parents whose work is critical to the Covid-19 response includes those who work in the following sectors:

- Health and social care
- Education and childcare
- Key public services
- Local and national government
- Public safety and national security
- Transport
- Utilities, communication and financial services

The guidance provides more information on which workers within each of these sectors is classed as a key worker.⁶

Do vulnerable children and the children of key workers have to attend childcare?

While the children of key workers are able to attend childcare settings, there is no requirement for parents and carers to send their children if they do not wish to do so.⁷ DfE [guidance on maintaining educational provision](#) further states that many key workers may be able to ensure their child is kept at home and that “every child who can be safely cared for at home must be”.⁸

Regarding vulnerable children, the [guidance for parents and carers states](#):

Is it compulsory for parents of vulnerable children to accept their place offer?

There is an expectation that vulnerable children who have a social worker will attend provision, so long as they do not have underlying health conditions that put them at higher risk than others. In circumstances where a parent does not want to bring their child to an education setting, and their child is considered vulnerable, the social worker and education provider should explore the reasons for this, directly with the parent.

[...]

Those with an EHC plan should be risk-assessed by their education setting in consultation with the local authority and parents, to decide whether they need to continue to be offered a

⁵ DfE, [What parents and carers need to know about schools and education during the coronavirus outbreak](#), 23 April 2020.

⁶ DfE, [Guidance for schools, childcare providers, colleges and local authorities in England on maintaining educational provision](#), 19 March 2020.

⁷ DfE, [What parents and carers need to know about schools and education during the coronavirus outbreak](#), last updated 23 April 2020.

⁸ DfE, [Guidance for schools, childcare providers, colleges and local authorities in England on maintaining educational provision](#), last updated 19 March 2020.

school/college place in order to meet their needs, or whether they can safely have their needs met at home. This could include, if necessary, carers, therapists or clinicians visiting the home to provide any essential services. Many children and young people with EHC plans can safely remain at home.⁹

[DfE guidance on supporting vulnerable children](#) sets out the expectations concerning attendance for the different categories of vulnerable children. It also outlines how providers should follow up on non-attendance.¹⁰

What if only one parent is a key worker?

The DfE's [guidance for parents and carers](#) states that children with at least one parent or carer who is critical to the COVID-19 response can attend childcare if required.¹¹ As noted above, however, DfE guidance for providers also states that where children can be safely cared for at home they should be.

What if a child's normal childcare provider is closed?

While the Government expects the majority of settings to stay open for the children of key workers and vulnerable children, it has acknowledged that this may not be possible for some. The guidance for parents and carers states that where a setting is not able to stay open, the Government will "work with local areas to use neighbouring...childcare providers to continue to support vulnerable children and children of critical workers."¹²

[DfE guidance for childcare providers](#) notes that "local authorities are responsible for coordinating a response to the new arrangements" and should "use the critical worker list and the definition of vulnerable children to support childcare settings to ensure that there are sufficient places for the children of critical workers and vulnerable children." The guidance adds that local authorities are "also responsible for monitoring demand and capacity" and this "may involve working with childcare settings to provide places in alternative settings if necessary." While in the first instance local authorities should try to find alternative provision in their area, the guidance states that, if this is not possible, they "should consider working with neighbouring local authorities while keeping in mind the impact on children."¹³

On 23 April 2020, the Government announced that, in exceptional circumstances, local authorities can move Government funding for the early years entitlements between settings if necessary to make sure that sufficient childcare places are available for vulnerable children and the

⁹ DfE, [What parents and carers need to know about schools and education during the coronavirus outbreak](#), last updated 23 April 2020.

¹⁰ DfE, [Supporting vulnerable children and young people during the coronavirus \(COVID-19\) outbreak](#), last updated 19 April 2020.

¹¹ DfE, [What parents and carers need to know about schools and education during the coronavirus outbreak](#), last updated 23 April 2020.

¹² As above.

¹³ DfE, [Actions for early years and childcare providers during the coronavirus outbreak](#), 24 April 2020.

children of critical workers.¹⁴ On 28 April 2020, the DfE published [guidance on the use of the early entitlements funding during the coronavirus outbreak](#), which provides further information.¹⁵

The Government has stated that, where there are areas with limited availability of provision, “a cluster or hub model could support necessary provision for the children of critical workers and vulnerable children.” It has also noted, however, that clusters or hubs may “increase the public health risk.” The DfE has published [guidance](#) for those considering introducing a cluster or hub model, and for those where such a model is already operating.¹⁶

1.3 How many children are still attending childcare providers?

On 21 April 2020, the Department for Education published [statistics on attendance in education settings since 23 March 2020](#). It is planned that the figures will be published on a weekly basis. The statistics covers both schools and nurseries.

The attendance rate amongst pupils in educational establishments was around 0.9% during the Easter holidays and has been between 1.6% and 1.9% since the Easter break ended.

Following publication of the statistics, concerns were raised about the low proportion of vulnerable children attending education settings. For example, an article in Children and Young People Now estimated that only 5% of all vulnerable children attended schools and nurseries during the Easter holidays.¹⁷

As noted above, [DfE guidance on supporting vulnerable children](#) sets out the expectations relating to attendance for the different categories of vulnerable children. It also outlines how providers should follow up on non-attendance.¹⁸

1.4 Should parents be charged while childcare providers are closed?

Policies on fees and enforced closures should be set out in contracts and terms and conditions agreed between parents and childcare providers. Although these will not mention coronavirus specifically, they may include the policy on enforced closures more generally. Parents may like to check the terms and conditions set out by their childcare provider and discuss any concerns they have with the provider.

Organisations within the early years sector have similarly advised providers to check their terms and conditions and contracts regarding

¹⁴ DfE, [Councils given flexibility with free childcare funding](#), 23 April 2020.

¹⁵ DfE, [Use of free early education entitlements funding during the coronavirus outbreak](#), 28 April 2020.

¹⁶ DfE, [Cluster and hub provision: coronavirus \(COVID-19\)](#), 24 April 2020.

¹⁷ Children and Young People Now, ['Very low numbers of vulnerable children attending school, figures reveal'](#), 22 April 2020.

¹⁸ DfE, [Supporting vulnerable children and young people during the coronavirus \(COVID-19\) outbreak](#), last updated 19 April 2020.

charges, sickness and enforced closure. For example, the National Day Nurseries Association has [advised](#) providers to “check your T&Cs to ensure that parents know where they stand in terms of payments if their child has to stay away from nursery or your nursery has to close for a period of time.”¹⁹

The Government has announced a range of measures aimed at providing financial support to childcare providers during the coronavirus outbreak (see section 2.5 below). It has also noted, however, that in many cases the insurance that early years providers have will not cover them for lost income during coronavirus related closures.²⁰

In its guidance for parents and carers, the DfE states the following regarding the charging of parents during the closures:

The government acknowledges that in many cases, the insurance that early years providers have will not cover them for income lost during coronavirus (COVID-19) related closures.

That is why the government has set out a range of support for businesses to reduce the impact of coronavirus (COVID-19) on them, including for early years providers. This includes a business rate holiday for all private childcare providers for one year from 1 April.

We urge all childcare settings to be reasonable and balanced in their dealings with parents, given the great uncertainty they will also be facing.²¹

¹⁹ [Nursery business support for coronavirus / COVID-19. National Day Nurseries Association](#), last accessed 24 March 2020.

²⁰ DfE, [What parents and carers need to know about schools and education during the coronavirus outbreak](#), 23 April 2020.

²¹ As above.

2. Childcare providers during the coronavirus outbreak: FAQs

2.1 Do childcare providers that are open have to follow the Early Years Foundation Stage?

The [Early Years Foundation Stage \(EYFS\) statutory framework](#) sets the standards that all early years providers must meet to ensure that children aged 0 to 5 learn and develop well and are kept healthy and safe.

On 23 April 2020 the Government laid [regulations](#) temporarily disapplying and modifying certain elements of the EYFS statutory framework.²² For example, the regulations provide that early years providers will be required to use “reasonable endeavours” to meet the learning and development requirements outlined in the EYFS, instead of this being something they “must do”.²³

The Government has stated that the regulations “will allow providers greater flexibility to respond to changes in workforce availability and potential fluctuations in demand, while still providing care that is high quality and safe.”²⁴

The regulations came into force on 24 April and are set to remain in place until 25 September 2020, although they will be reviewed on a monthly basis and may be lifted earlier.²⁵

Statutory guidance published by the DfE on 24 April 2020 provides more information on the changes: [Early years foundation stage: coronavirus disapplications](#).

2.2 What financial support is available to childcare providers?

In his statement announcing the closure of schools and childcare providers (see section 2.1 above), the Education Secretary stated that he was “working with Her Majesty’s Treasury on the financial support that will be required.”²⁶

The Government has announced a range of measures aimed at supporting small businesses generally, and childcare providers specifically, during the coronavirus outbreak:

- On 17 March 2020, the Government [announced](#) that it will **continue to pay funding to local authorities for the early education entitlements for two, three and four year olds**

²² [The Early Years Foundation Stage \(Learning and Development and Welfare Requirements\) \(Coronavirus\) \(Amendment\) Regulations 2020](#), SI 2020/444.

²³ DfE, [Early years foundation stage: coronavirus disapplications](#), 24 April 2020.

²⁴ As above.

²⁵ As above.

²⁶ HC Deb, [Educational Settings](#), vol 673, c 1083, 18 March 2020.

during any periods of nursery, pre-school or childminder closures, or when children cannot attend due to coronavirus. The DfE has set out an expectation that local authorities should continue to pass on the funding they receive to providers.²⁷

- On 17 March 2020, the Government announced that all businesses currently eligible for Small Business Rate Relief or Rural Rate Relief would be eligible for **a grant of £10,000 in 2020-21**. This was an increase from a £3,000 grant made available in the 11 March Budget statement.²⁸
- On 18 March 2020, the Government [announced](#) that non-local authority providers of childcare will **pay no business rates in the 2020-21 financial year**. Local authorities will, the announcement said, be compensated for this measure.
- On 20 March 2020, the Chancellor announced that a new **Coronavirus Job Retention Scheme** would be set up to help pay employee's wages. Under the scheme, employers will be able to contact HMRC for a grant to cover most of the wages of their workforce who remain on payroll but are temporarily not working during the coronavirus outbreak. The [announcement](#) stated that "any employer in the country- small or large, charitable or non-profit will be eligible for the scheme". Employees placed on the Coronavirus Job Retention Scheme will have 80% of their wages paid by the Government, up to a total of £2,500 a month. Payments will be backdated to 1st March and will be initially open for 3 months, to be extended if necessary.²⁹ There have, however, been concerns raised regarding how the scheme relates to childcare providers (see below).
- On 26 March 2020, the Government announced that it would launch an **income support scheme for the self-employed**. Under the scheme, the Government will pay direct cash grants to self-employed individuals worth 80% of their profits, up to £2,500 per month, for the three months March to June, and may be extended if necessary.³⁰ The scheme is of particular relevance for childminders, the majority of whom are self-employed.

Further information on the support available to childcare providers is available in guidance published by the DfE: [Coronavirus \(COVID-19\): financial support for education, early years and children's social care](#). The Library has also published a briefing, [Support for businesses during the Coronavirus \(COVID-19\) outbreak](#), which provides information on the various sources of support available to businesses more generally.

Concerns have also been raised, however, that many nurseries may not be covered by their insurance policies for a period of enforced closures. For example, the [DfE's guidance for parents and carers](#) states that "the government acknowledges that in many cases, the insurance that early years providers have will not cover them for income lost during COVID-

²⁷ DfE, [Free childcare offers to continue during coronavirus closures](#), 17 March 2020.

²⁸ HM Treasury, [Chancellor of the Exchequer, Rishi Sunak on COVID19 response](#), 17 March 2020.

²⁹ HM Treasury, [Chancellor announces workers' support package](#), 20 March 2020.

³⁰ HM Treasury, [Chancellor gives support to millions of self-employed individuals](#), 26 March 2020.

19-related closures.”³¹ Whether this is the case for a specific provider will depend on the wording of their individual insurance policy.

Can childcare providers access the Coronavirus Job Retention Scheme?

As set out above, on 17 March 2020, the DfE announced that it would continue to pay funding to local authorities for the early education entitlements during any periods of childcare closures due to coronavirus.

On 20 March, the Chancellor [announced](#) that the Coronavirus Job Retention Scheme would be set up to help pay employee’s wages (see above).³² While the announcement stated that “any employer in the country small or large, charitable or non-profit will be eligible for the scheme”, [guidance on the scheme](#) published by HMRC states that where non-public sector employers receive public funding for staff costs, and that funding is continuing, it is expected that employers “use that money to continue to pay staff in the usual fashion – and correspondingly not furlough them.”³³

This has led to some uncertainty as to whether childcare providers that are still in receipt of early years entitlement funding can furlough employees and access the Coronavirus Job Retention Scheme.

On 17 April 2020, the DfE published [guidance](#) on the financial support for education, early years and children’s social care during the coronavirus outbreak. The guidance repeats the information from the HMRC guidance regarding employers in receipt of public funding:

where employers receive public funding for staff costs, and that funding is continuing, we expect employers to use that money to continue to pay staff in the usual fashion – and correspondingly not furlough them. This also applies to non-public sector employers who receive public funding for staff costs

However, it adds that “in a small number of cases, for example where organisations are not primarily funded by the government and whose staff cannot be redeployed to assist with the coronavirus response, the scheme may be appropriate.”

In a section giving sector-specific advice for early years providers, the guidance states that a private provider should only furlough employees, and therefore seek support through the Coronavirus Job Retention Scheme, if they meet the following conditions:

- the employee works in an area of business where services are temporarily not required and where their salary is not covered by public funding
- the employee would otherwise be made redundant or laid off
- the employee is not involved in delivering provision that has already been funded (free entitlement funding)

³¹ DfE, [Closure of educational settings: information for parents and carers](#), 20 March 2020.

³² HM Treasury, [Chancellor announces workers’ support package](#), 20 March 2020.

³³ HMRC, [Check if your employer can use the Coronavirus Job Retention Scheme](#), last updated 23 April 2020.

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- (where appropriate) the employee is not required to deliver provision for a child of a critical worker and/or vulnerable child
- the grant from the Coronavirus Job Retention Scheme would not duplicate other public grants received, and would not lead to financial reserves being created

The guidance provides the following information on how to distinguish whether staff are funded through free entitlement funding or private income:

If it is difficult to distinguish whether staff are funded through free entitlement or private income for the purposes of meeting the first 3 conditions as listed above, then an early years provider can access the CJRS to cover up to the proportion of its paybill which could be considered to have been paid for from that provider's private income. This would typically be income received from 'parent-paid' hours, and excludes all income from the government's free entitlements (or 'DSG income') for all age groups. In line with the conditions of the scheme listed above, providers should initially use the month of February 2020 to represent their usual income in calculating the proportion of its paybill eligible to be covered by the scheme. Providers should adjust these proportions in subsequent furloughing applications if their income from the government's free entitlements changes, but are not expected to make any adjustments in relation to changes in parent-paid income.

An example is then given:

If a provider's average monthly income is 40% from DSG [early years entitlements] and 60% from other income, the provider could claim CJRS support for up to 60% of their paybill.

This would be done by furloughing staff whose usual salary / combined salaries come to no greater than 60% of the provider's total paybill.

The guidance notes that the DfE is "considering appropriate measures to monitor the use of these schemes in order to detect any duplication of funding, and will be considering potential options to recover misused public funding as required."³⁴

As noted above (see section 2.2), local authorities are able to move funding for the early years entitlements between settings if necessary to make sure that sufficient childcare places are available for vulnerable children and those of critical workers.³⁵ The Government has stated that "any setting which sees their early entitlement funding reduced in order to fund childcare places elsewhere will be able to increase the proportion of their salary bill eligible for the coronavirus job retention scheme in line with the department's guidance on access to the scheme."³⁶

³⁴ DfE, [Coronavirus \(COVID-19\): financial support for education, early years and children's social care](#), last updated 22 April 2020.

³⁵ DfE, [Councils given flexibility with free childcare funding](#), 23 April 2020.

³⁶ [HCWS193](#), 21 April 2020; DfE, [Use of free early education entitlements funding during coronavirus \(COVID-19\)](#), 28 April 2020.

2.3 How does the Coronavirus Act 2020 affect childcare providers?

The [Coronavirus Act 2020](#), which received Royal Assent on 25 March 2020, provides the Government with three powers relating to childcare providers (and other educational establishments):

- 1 A power to require or direct the temporary closure of an educational institution or registered childcare provider.
- 2 A power to make specified types of directions in connection with the running of the education and registered childcare systems – for example, that they should stay open, open for specified children, or alter their term dates.
- 3 A power to dis-apply or vary specified existing requirements contained in or arising out of education and childcare – for example, local authority duties to guarantee education.

Further information on the Act as it relates to childcare providers is available in Library Briefing 8859, [Coronavirus Bill: childcare and education settings](#). Although this briefing relates to the Bill as introduced in the Commons, no substantive changes were made to the provisions relating to education during the Bill's passage through Parliament.

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