FAA4.K Expenses and Payment Standard (EXNS EXPC): 04 Types of Expenses - Overview: B Dependent Care Expense: .02 NA Dependent Care

.02 NA Dependent Care

REVISION 45 (01/01/17 - 12/31/17)

Dependent care expenses billed for the care of any of the following are allowable:

- A dependent child under the age of 18
- An incapacitated adult, when the cost is not a medical expense. (See NA Medical Expenses)

The dependent care expense is only allowable when it is necessary to complete one of the following:

- Seek, accept or continue employment.
 - NOTE Participants must provide information about their search for employment. A participant's statement is acceptable verification unless questionable.
- Participate in NA Employment & Training activities.
 - NOTE Participants must provide information about NA E&T activities. A participant's statement is acceptable verification unless questionable.
- Attend training or pursue education to prepare for employment.
 - NOTE Attendance in one of the following is considered preparation for employment:
 - High school
 - GED classes

The following are allowable NA dependent care expenses:

- The provider charges a registration fee that the budgetary unit is required to pay.
 - NOTE When the registration fee is a one-time fee, the fee is an allowable expense in the month in which it is billed. When the registration fee is a recurring fee, prorate the fee over the period of time it is intended to cover.

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- Activity fees that are mandatory and separate from the daycare expense.
- Fees are billed by the provider, but care is not provided due to illness or vacation.
- Mandatory fees are billed for shuttle services from the provider to the elementary school.
- Alternative types of care are provided, which include any of the following:

After-school care

Special needs care

At-risk youth programs

Informal care arrangements

Adult day care or day services

• The provider waives the co-payments that the budgetary unit is required to pay.

EXCEPTION

Do not allow the following dependent care expenses:

- Any portion of an expense that has been allowed as an educational expense. (See <u>Educational Expenses</u>)
- Costs paid to a facility or provider for <u>educational tuition(g)</u> of a dependent child.
- Contact the facility or provider to determine whether the fees charged are for educational tuition or dependent care.
- Costs for care provided by any of the following:
- Another participant in the case.
- Reimbursements, including reimbursements made by <u>NA</u>
 <u>Employment & Training</u> (NA E&T), <u>Jobs</u>, or <u>Transitional Child</u>

 <u>Care</u> (TCC).
- Vendor Payments.
- Costs for care provided out of the home when a <u>spouse(g)</u> or parent is in the home, and that spouse or parent meets all of the following:
- Not working or actively looking for work.
- Not registered for work.

EXCEPTION (continued)

- Physically capable of caring for the dependent.
- Costs paid in the form of an <u>in-kind benefit</u> such as food, gas, room.
- Costs paid by a third party.

(See Keying Dependent Care Expenses for keying instructions.)