State Child Care Assistance Policies: Utah

• **Income eligibility limit:** In 2019, a family of three in Utah could qualify for child care assistance with an annual income up to $37,416 (175 percent of poverty, 58 percent of state median income).1

• **Waiting list:** Utah had no waiting list for child care assistance as of February 2019.

• **Parent copayments:** In 2019, a family of three with an income at 100 percent of poverty ($21,330 a year) receiving child care assistance in Utah had no copayment. A family of three with an income at 150 percent of poverty ($31,995 a year) receiving child care assistance paid $175 per month, or 7 percent of its income, in copayments.2

• **Payment rates:** In 2019, Utah’s payment rates for child care providers serving families receiving child care assistance were below the federally recommended level—the 75th percentile of current market rates, which is the level designed to give families access to 75 percent of the providers in their community.
  - Utah’s monthly payment rate for center care for a four-year-old was $585, which was $60 (9 percent) below the 75th percentile of current market rates for this type of care.
  - Utah’s monthly payment rate for center care for a one-year-old was $800, which was $100 (11 percent) below the 75th percentile of current market rates for this type of care.

• **Tiered payment rates:** In February 2019, Utah did not have higher payment rates for higher-quality care.3

• **Eligibility for parents searching for a job:** In 2019, Utah allowed parents already receiving child care assistance to continue receiving it for up to 3 months while searching for a job.4 Parents can also initially qualify for and begin receiving child care assistance while searching for a job, or continue receiving child care assistance while searching for a job, for up to 150 hours in a 6-month period under the state’s separate Kids-In-Care program.
1 This income limit takes into account a standard deduction of $100 per month ($1,200 per year) for each working parent, assuming there is one working parent in the family, and a standard deduction of $100 per month ($1,200 per year) for all families to help cover any medical expenses. The stated income limit, in policy, was $35,016 (56 percent of the 2018 state median income) in February 2019. Also note that in February 2019, families already receiving assistance could continue doing so up to a stated income limit of $43,769 (70 percent of the 2018 state median income). The stated income limit for special needs care was $53,148 (85 percent of the 2018 state median income) in February 2019. As of October 2019, for standard care, the stated income limit to qualify for assistance was increased to $38,832 (60 percent of the 2019 state median income) and the stated exit eligibility limit was increased to $48,540 (75 percent of the 2019 state median income); for special needs care, the stated income limit was increased to $55,020 (85 percent of the 2019 state median income) to adjust for the updated state median income estimate.

2 These copayment amounts were calculated based on adjusted income, taking into account the income deductions discussed above. Also note that families receiving Temporary Assistance for Needy Families (TANF) are exempt from copayments, and families transitioning from TANF are exempt from copayments for up to six months. In addition, families with adjusted incomes at or below 100 percent of the 2018 federal poverty level ($20,780 a year for a family of three) were exempt from copayments in 2019.

3 As of October 2019, the state implemented a quality rating and improvement system; providers rated as high quality will receive an additional payment of $175 per month per child (based on the average number of children receiving assistance per month during the previous 12 months) and providers rated as high quality plus will receive an additional payment of $200 per month per child.

4 In February 2019, parents could continue receiving child care assistance while searching for a job for up to 3 months even if they reached the end of their eligibility period for child care assistance before the end of that 3-month period (although they had to complete the recertification). Parents were required to report the job loss within 10 days, and had to verify the job loss by the end of the first month of the job search period to continue receiving child care assistance through the second and third month. Parents were allowed 3 months of job search after each instance of job loss. As of July 2019, parents can continue receiving child care assistance while searching for a job until the end of their 12-month eligibility period.