

**SIDE LETTER OF AGREEMENT BETWEEN THE STATE OF CALIFORNIA  
AND CHILD CARE PROVIDERS UNITED-CA (CCPU) REGARDING ADDENDA  
2 COVID-19 RELIEF AGREEMENT (APRIL 2021)**

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This Agreement is a Side Letter to the current Memorandum of Understanding (MOU) effective July 26, 2021, through June 30, 2023, between Child Care Providers United-CA (CCPU) and the State of California (State). It is the intent of the parties to maintain the spirit and the letter of the 2021-2023 MOU with the following amendment.

This side letter will amend Section 2.b., Licensed Provider Stabilization Stipends, of Addenda 2 COVID-19 Relief Agreement (April 2021) to require the specified eligible family child care home providers with a license, which was current on June 25, 2021, and as otherwise qualified, to complete any applicable registration requirements no later than August 31, 2022. The portion of remaining funds earmarked for eligible family child care providers, as defined in Welfare and Institutions Code (WIC) section 10421(b)(1)(A), who remain licensed but who did not complete the registration requirements by August 31, 2022, shall be re-appropriated to the Supplemental Rate Funding provided for in Article 7.2 of the MOU.

The portion of remaining funds designated for eligible family child care providers will be determined by comparing the Subsidized Provider Report (SPR), pursuant to WIC section 10422(f), for the month of "June" 2021, with the Licensed Stipend Unregistered Report, which identifies providers determined eligible for the Licensed Provider Stabilization Stipend in accordance with the MOU who have not registered for the stipend. These reports will be cross-referenced with the providers' unique license numbers to determine which family child care providers are: 1) eligible for the Licensed Provider Stabilization Stipend; 2) serving children receiving state-subsidized child care services; and 3) unregistered for the Licensed Provider Stabilization Stipend. The methodology will exclude family child care providers who no longer hold a license. The total number of licensed family child care providers resulting from the methodology, described in this paragraph, will be multiplied by the corresponding Family Child Care Home Licensed Provider Stabilization Stipend amount of \$3,500 to determine the total portion of remaining funds re-appropriated to the Supplemental Rate Funding.

Dated: August 13, 2022

/s/Candace Hyatt, State of California, California Department of Human Resources

/s/Claire Ramsey, State of California, California Department of Social Services

/s/Alexa Frankenberg, Child Care Providers United-CA (CCPU)