

ANNEX A: Enhancing access to affordable and quality preschools – Illustration of savings from 2025 fee cap reductions

The 2025 fee cap reductions will allow families to enjoy savings of up to \$564 per year for full-day childcare at an AOP centre.

The following tables show what families might pay for full-day childcare in 2025 with the lowered fee caps, after means-tested subsidies and subject to minimum co-payment.

Table A-1: Full-day Childcare Expenses at an AOP Centre with a revised fee cap of \$640 (\$698 after GST)

Gross monthly household income of	Current		From 1 Jan 2025	
	Monthly fees before subsidy	Monthly fees after subsidy	Monthly fees before subsidy	Monthly fees after subsidy
\$3,000 and below	\$741 (after GST)	from \$3	\$698 (after GST)	\$3
\$3,001 to \$4,500		from \$25		\$25
\$4,501 to \$6,000		from \$115		\$85
\$6,001 to \$7,500		from \$185		from \$143
\$7,501 to \$9,000		from \$255		from \$208
\$9,001 to \$10,500		from \$315		from \$272
\$10,501 to \$12,000		from \$365		from \$339
Above \$12,000		from \$441		from \$398

Table A-2: Full-day Childcare Expenses at a POP Centre with a revised fee cap of \$680 (\$741 after GST)

Gross monthly household income of	Current		From 1 Jan 2025	
	Monthly fees before subsidy	Monthly fees after subsidy	Monthly fees before subsidy	Monthly fees after subsidy
\$3,000 and below	\$785 (after GST)	from \$18	\$741 (after GST)	\$3
\$3,001 to \$4,500		from \$45		\$25
\$4,501 to \$6,000		from \$145		\$101
\$6,001 to \$7,500		from \$225		from \$181
\$7,501 to \$9,000		from \$295		from \$251
\$9,001 to \$10,500		from \$355		from \$311
\$10,501 to \$12,000		from \$405		from \$361
Above \$12,000		from \$485		from \$441

2026 fee caps and expected savings for families will be disclosed closer to 2026.