How to Calculate VPK Wrap Rates

Excerpt from SR Provider Contract (pg 18 of 23 in Portal)

Table 2 describes the steps for calculating the VPK Wrap Rate.

<table>
<thead>
<tr>
<th>Table 2 – Calculation of Wrap-Around Payment Rates</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Determine the child’s unit of care. Reference Table 1 for unit of care and maximum hours.</td>
</tr>
<tr>
<td>2. Convert the provider’s daily rate to an hourly rate. Daily rate/Maximum hours = Hourly rate</td>
</tr>
<tr>
<td>3. Determine the number of payable hours. Maximum hours – VPK class hours = Payable hours</td>
</tr>
<tr>
<td>4. Multiply hourly rate by payable hours. Hourly rate X payable hours = VPK Wrap Rate</td>
</tr>
</tbody>
</table>

VPK Wrap Rates are calculated by Portal in the reimbursement process. The following information is needed to determine a child’s wrap rate:

- Is the child scheduled for full-time (FT) or part-time (PT) School Readiness (SR) services?
- Child’s approved SR reimbursement rate
- Number of instructional hours per day for the child’s VPK class

Note: The Portal calculates the wrap rate to the 4th decimal point.

Calculation of Wrap-Around Payment Rates

1. Full-time (FT) is maximum 11 hours. Part-time (PT) is maximum 6 hours.

2. \[
\text{SR Approved Daily Rate} \div \begin{array}{c} \text{Max Hours} \\ \text{FT} = 11 \\ \text{PT} = 6 \end{array} = \text{Hourly Rate} \\
\$46.80 \div 11 = \$4.2545
\]

3. \[
\text{Max Hours} - \begin{array}{c} \text{VPK Class Hours (daily)} \\ \text{FT} = 11 \\ \text{PT} = 6 \end{array} = \text{Payable Hours} \\
11 - 3 = 8
\]

4. \[
\text{Hourly Rate} \times \text{Payable Hours} = \text{VPK Wrap Rate} \\
\$4.2545 \times 8 = \$34.0364
\]

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