

Early Childhood Education and Care Sector in New South Wales: Recommendations Submitted by The United Services Union

Submission to the NSW Legislative Council Committee No.3

October 2025

1. Introduction

We welcome the opportunity to provide a submission to the inquiry into the Early

Childhood Education and Care (ECEC) sector in NSW.

This submission is made on behalf of the Early Childhood Educator members of the

United Services Union (USU), who work in 300 ECEC centres across NSW, as well as

the thousands of children and their families in the state. It draws on evidence

collected from USU members working in council-run ECEC centres, the Early

Childhood Services NSW Local Government Project¹, and the Productivity

Commission's 2024 Final Report: A path to Universal Early Childhood Education and

Care².

¹ The Early Childhood Services NSW Local Government Project, Institute for Public Policy and Governance (IPPG) UTS, November 2023,p2

<u>Early_Childhood_Services_NSW_Local_Government_Project_Final_Report (1).pdf</u>

² Productivity Commission, A path to universal early childhood education and care - Inquiry report (Volume1), June 2024 <u>Volume 1: A path to universal early childhood education and care</u>

2. Executive Summary

We support the Committee's focus on safety, quality, workforce conditions, regulations,

access and equity within the ECEC sector.

Our key recommendation is to establish a universal ECEC system in NSW, publicly

funded by the Federal or State Government, or a combination of both, similar to the

school funding model³. Administered and delivered by local government services as a

backbone, complemented by not-for-profit and independent providers.

This would ensure that every child aged 0–5 has access to five days per week of quality

ECEC, regardless of location or family income.

The model we are advancing is grounded in approaches from leading developed

countries. Swedeen and Norway provide strong examples of universal early education

systems, where access is guaranteed by law and recognised as a child's right. Families

pay only modest fees, with monthly caps and there are no strict eligibility criteria. Local

municipalities have a duty to ensure every child in their area is offered a place. Where a

municipality cannot provide a placement, it must arrange alternatives or cover the cost

of care in a neighbouring area with available spots⁴.

 3 ACARA, Australian Curriculum, Assessment and Reporting Authority. National Report on Schooling in

Australia, 2023 <u>nationalreportonschoolinginaustralia_2023_Chapter9.pdf</u>

⁴Hurley, P, Tham, M and Nguyen, H, 2024. International childcare: Mapping the deserts. Mitchell Institute,

Victoria University, p12 Report Title

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3. Alignment with the Terms of Reference

Terms of Reference

Our Submission Response

(a) Safety, health and wellbeing of children in ECEC services

Council-run services have the highest proportion of centres exceeding the National Quality Standards (NQS)⁵. Our proposal strengthens regulation, ratios and noncontact time to improve safety and wellbeing.

(b) Quality and outcomes for children

Universal access delivered by qualified educators under consistent national/state standards improves developmental outcomes.

(c) Safety, pay and conditions of workers

We propose lifting wages and conditions, extending paid placements to Diploma/Cert III students, and secure jobs to reduce turnover.

(d) Effectiveness of the regulatory

framework

A universal model allows clearer oversight, reduces fragmentation and improves compliance support.

(e) Effectiveness of NSW ECEC

Regulatory Authority

Public provision through councils creates a simpler interface for the regulator and strengthens transparency.

⁵ ACECQA NQF Snapshot Q4, 2024 – released May 2025 - NQF Snapshot Q1 2025 (acecqa.gov.au) p14 NOF Snapshot Q4 2024

(f) Collection, evaluation and publication
of data

Councils are well-placed to collect and share
service-level data to improve public
knowledge.

(g) Availability and affordability of training
development for educators increase supply
of qualified staff.

(h) Composition of the sector and impact of funding

Directing public funds to council-run and not-for-profit services ensures taxpayer funds support quality rather than profits.

(i) Experiences of children with disability Guarantee inclusion supports and enrolment of children with disability or developmental delay in all council-run services.

(j) Any other related matters Establish a tripartite taskforce with LGNSW, State/Federal Government and unions to implement reforms urgently.

4. Policy Proposal: Universal ECEC through Local Government centres, combined

with enhanced salaries and working conditions.

4.1 Why Local Governments ECEC centres?

Councils already manage infrastructure, community planning, and service delivery. With

public funding they could expand their ECEC centres to meet demand and more fairly

and sustainably than the deteriorated private market. In NSW, 64 councils (50%) already

provide early childhood services. Council-run ECEC services have the highest proportion

of "Exceeding National Quality Standard (NQS) ratings.

Councils are accountable, trusted and embedded locally. International models in

Swedeen and Norway show universal access guaranteed by law, with low or no fees,

administered through municipalities, is possible.

Councils operate in rural, remote and low-income LGAs where private providers are

absent. For example, Singleton Council operates a Mobile Preschool⁶ service that travels

across the local government area to provide early learning opportunities children in rural

and remote communities. Two dedicated educators are responsible for driving and

setting up the mobile preschool every day. This is physically demanding work, as they

deliver early education regardless of heavy rains, extreme summer heat, strong winds

and winter cold. However, the model only offers part-time access – typically 1-2 days per

week, operating from Tuesday to Friday across three venues: two public schools and one

community hall, which means children cannot exercise their right to a guaranteed 5 days

per week of early learning. Families are charged \$50 per day⁷ per child, which can still

represent a barrier for lower-income households, especially when attendance is capped

at a few days. In addition, the isolation of educators in remote locations creates another

barrier to professional development.

⁶ Singleton Council, Mobile Preschool, 2025 Mobile Preschool | Singleton Council

⁷ Singleton Council, Council fees and charges schedule, 2025/2026 Fees and Charges | Singleton Council

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Our proposal for universal early childhood education and care (ECEC) aligns closely with

the LGNSW Draft Submission8 to the Australian Government Productivity Commission,

which responded to A Path to Universal Early Childhood Education and Care.

NSW has 128 councils operating over 300 ECEC services, including preschools, long day

care, family day care, mobile care, occasional care, OSH and vacation care. Nearly half

of all councils provide centre-based ECEC

At the NSW Local Government Annual Conference in November 2023, councils passed

a resolution urging the NSW Government to:

- Increase support public ECEC services, including extending paid funding beyond

ECT students to those completing Diploma and Certificate III qualifications.

Assist councils in expanding high-quality early childhood education and care,

covering long day care, preschool, out-of-school-hours care, and occasional

care.

Establish a collaborative taskforce with LGNSW, State and Federal governments

to implement urgently needed sector reforms.

- Create a dedicated local government funding stream, recognising council's

critical role and contribution to the early education care sector.

⁸ LGNSW Submission: A path to universal childhood education and care. Australian Government:

Productivity Commission. Draft Report, November 2023,

https://lgnsw.org.au/common/Uploaded%20files/Submissions/2024/Productivity_Commission_ECEC_R

eview.pdf

4.3 Pay and entitlement disparities

Early Childhood Education and Care (ECEC) is one of the most undervalued yet essential sectors. Local Government centres are recognised as leaders in quality provision, but the workforce crisis threatens sustainability. Disparities in pay and conditions across councils highlight the urgent need for reform. (See, table 1)

Qualification	Council	Hourly Rate (AUD)	Duties
Certificate III	Liverpool	\$32 - \$34	Setting up room, observations, ratio checks, engaging and
	Penrith City Council	\$31.05 - \$32.76	
	Cumberland	\$29 - \$45	
	Campbelltown	\$ 35.23 - \$36.65	educating children in long
			day care setting. Nappies, programming, cleaning,
			supervision, food
			handling, liaising with
			families, taking phone
			calls and making
			documentation
Diploma	Blacktown	\$30.44 - \$51*	Supervision, weekly program, implementing the program, changing nappies, toilet training, accommodating
	Inner West	\$36.23 - \$44	
	Northern Beaches	\$37.7 - \$42.27	
	Penrith City Council	\$32.76 - \$39.61	
	Randwick	\$45.76 - \$52.12**	individual children's
			needs, daybook,
			reflection, preparing
			Individual learning
			programs
Bachelor/ECT	Blacktown	\$44.7 - \$58*	Room leader,
	Georges River	\$47 - \$57*	programming,
	Penrith City Council	\$44- \$57*	documentation children's
			learning, cleaning, change
			nappies, responsible person when needed
Cooks	Blacktown	\$30.40 - \$34	Menu planning - nutritionist, allergy
	Cumberland	\$34.45	
		·	Health and safety
	Liverpool	\$30.71	standards in the kitchen.
			3 -4 meals a day. Cleaning

Table 1. Qualifications and salaries in Council-run ECEC centres in Metropolitan Sydney. Source USU Survey 2025. *Salary for a Centre Director, ** Salary for an Assistant Director.

4.4 Enhanced salaries and conditions for the sector

Salary system differs significantly across councils, meaning educators doing the same

job in different LGAs receive vastly different pay and entitlements. According to Table 1,

Certificate III and Diploma educators face the biggest pay gap across councils. For

Certificate III educators the difference can be \$25,000 per year, while for Diploma

educators the difference around \$30,000 per year. Cooks, remain undervalued - despite

being essential to daily operations- with limited variation but persistently lower pay than

educators.

4.5 Key Challenges

A) Low pay for complex roles and duties:

- The nappy changing allowance is only \$0.50 per hour or \$19.49 per week⁹- an

inadequate recognition of the physical, demanding and essential nature of this

work.

- The Responsible Person role, critical for legal compliance and daily operational

management, receives no additional remuneration under the NSWLG Award.

- The Room Leader/Educational Leader role, central to pedagogy and quality early

education, is also unrecognised financially under the Local Government Award in

NSW, however, this role receives remuneration of \$4567.31 per annum, under the

Children Services Award¹⁰

⁹Clause 17, Level 1 Adverse Working Conditions Allowance- *NSW Local Government Award 2023*, <u>ircgazette.justice.nsw.gov.au/irc/ircgazette.nsf/webviewdate/C9948</u>

¹⁰ Educational Leader Allowance, Children Services Award, 2010, MA000120 - Fair Work

Ombudsman

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Many educators receive only a **30 – minute unpaid meal break** during a 7–8-hour

shift, leaving them at high risk of burnout.

- Staffing **shortages** means educators often miss breaks, work beyond ratios, or

carry additional responsibilities without recognition.

- Lack of **permanent relief staff** undermines stability and increase pressure.

- In early education ratios matter. Australia current ratios – 1educator to 4 infants,

1 to 5 toddlers, and 1 to 10 for preschool children¹¹ – are too high. Developmental

research shows that young children thrive with responsive, individualised adult

interactions. Smaller class sizes and better staff-to-child ratios allow educators

to focus on each child, strengthening relationships and improving learning,

development, and well-being outcomes¹².

Children with additional needs often do not receive adequate staff support,

compounding stress for educators and reducing quality for children. The current

Inclusion Support Program (ISP) is bureaucratic and costly, relying on seven

private agencies funded by the Department of Education to deliver services

across the states¹³. This market model results in a loss of public funding by

delivering resources to intermediaries, rather than directly supporting early

education centres and preschools to employ qualified educators and purchase

resources for children with additional needs.

¹¹ ACECQA, Educator to child ratios, Educator to child ratios | ACECQA

 12 OECD (2025), Reducing Inequalities by Investing in Early Childhood Education and Care,

Starting Strong, OECD Publishing, Paris, https://doi.org/10.1787/b78f8b25-en

¹³ Australian Government, Department of Education, Inclusion Support Program Guidelines,

October 2025, Inclusion Support Program Guidelines

Educator Testimony:

I work in an early childhood service and over the years there have been a number of

expectations that have been added to my work, and often, these are not remunerated,

which adds extra challenges to having good retention rates, or even having new and

younger educators come into the sector, as there are so many responsibilities and there

is not much recognition in regards to these. One of these areas is the vague nature around

requiring staff to sign on as a Responsible Person each day, the mix of who can be in this

role includes an approved provider or with management of the service; a nominated

supervisor; or in my case, a person that is placed in day - to - day charge of the service in

accordance with the National Regulations (National Law). I and other staff are placed in

this role of "being in charge", and there are responsibilities tied in with this; however, we

are not remunerated for 'stepping up' – Educator, Metropolitan Sydney Council.

Without urgent investment in salaries and conditions, councils will continue to lose

skilled educators to other sectors. Enhanced pay and recognition will not only safeguard

quality education for children, but also honour the vital contribution of educators, cooks,

and administrative staff as essential workers in our communities.

Recommendations

1. Build Universal ECEC on Local Government Services

Use council-run centres as the backbone of a publicly funded universal system to

guarantee access for all children.

2. Increase Funding and Support

Increase and secure Federal and State Government funding to expand high-quality

services including pre-school, long day care, occasional care, and out-of-school-hours

care.

3. Workforce Development and Pay Reform

Extend paid placements and professional development support to Diploma and

Certificate III students; lift wages and improve conditions to retain educators and

ensure high-quality early education and care.

4. Urgent review of Educator-to-Child Ratios

A review should be undertaken to evaluate whether current ratios sufficiently support

high-quality education and care. Consideration should be given to reducing ratios and

increasing qualified staffing in early years, to enhance supervision, improve learning,

well-being outcomes, minimise the risk of negligence and incidents of child abuse in

early childhood education.

5. Establish Collaborative Governance Structures

Create a taskforce with LGNSW, State, Federal representatives and unions to

implement urgent sector reforms.

6. Dedicated Local Government Funding Stream

Recognise councils' critical role by establishing a targeted funding stream to sustain and expand local government ECEC services.

7. Promote Equity and Inclusion

Support councils to enrol children with additional needs and ensure all children, regardless of background or location, have access to high-quality early education and care by making it compulsory for each centre to employ at least two additional needs educators, as well as qualified speech therapists and occupational therapist professionals.