

LEGISLATIVE FISCAL OFFICE Fiscal Note

Fiscal Note On: **HB** 734 HLS 15RS 1028

Bill Text Version: REENGROSSED

Opp. Chamb. Action: Proposed Amd.:

Sub. Bill For .:

Date: May 25, 2015 12:38 PM

Author: SEABAUGH

Dept./Agy.: Education

Subject: Child Day Care regulations

Analyst: Jodi Mauroner

CHILD DAY CARE

RE NO IMPACT GF EX See Note

Provides with respect to registration and regulation of certain child day care centers

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Proposed legislation provides for the registration, oversight and inspection of certain family child care and in-home providers by the Department of Education (DOE). Defines family child care provider as an individual providing services for fewer than 24 hours per day per child as the sole caregiver for 6 or fewer children in a private residence. Creates a new class of providers; in-home providers defined as individuals who provide child care services in the child's own home. Requires all providers who either directly or indirectly receive state or federal funds related to the care provided to be registered. Authorizes the DOE to deny or revoke registrations, conduct site inspections, and obtain criminal background information on providers, employees and any adults living in the home. Provides that required orientation counts toward required training mandated by BESE. Effective upon governor's signature.

EXPENDITURES	2015-16	2016-17	2017-18	2018-19	2019-20	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	SEE BELOW					
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total						
REVENUES	2015-16	2016-17	2017-18	2018-19	2019-20	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$10,650	\$10,650	\$10,650	\$10,650	\$10,650	\$53,250
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds Annual Total	<u>\$0</u> \$10,650	<u>\$0</u> \$10,650	<u>\$0</u> \$10,650	<u>\$0</u> \$10,650	<u>\$0</u> \$10,650	<u>\$0</u> \$53,250

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The State Lead Agency, currently the Department of Family and Children's Services (DCFS), is responsible for overall responsibility and administration of child care programs, must ensure compliance with federal requirements and must monitor programs and services. Act 898 of 2014 transferred the lead agency status from DCFS to DOE effective July 1, 2015. Pursuant to Cooperative Endeavor Agreements between DCFS and DOE providing for the transition, the DOE has begun to promulgate rules for the administration and oversight of child care and early learning centers, including licensing regulations, minimum educational standards, and training and certification requirements for staff. For FY15, DOE receives CCDF through interagency transfers from DCFS. The FY 16 Executive Budget includes adjustments moving \$77.2 M in federal budget authority and associated positions from DCFS to DOE to reflect DOE status as Lead Agency and direct recipient of CCDF funds. As such oversight of these providers will be incorporated into existing operations. The DOE anticipates a nominal workload increase that will be addressed with existing resources.

REVENUE EXPLANATION

The proposed legislation will increase revenues to state and local agencies by \$10,650. There are approximately 150 inhome providers that will be impacted by this legislation. Current law authorizes the State Fire Marshall to charge providers applying for registration or renewal an annual fee of \$30. Additionally, providers pay \$41 to the LA Sheriff's Association for a criminal background check.

<u>Senate</u>	<u>Dual Referral Rules</u> <u>H</u>	<u>louse</u>	$6.8(F)(1) >= $100,000 SGF Fiscal Cost {H & S}$	Einn	Brasseaux
13.5.1 >= \$	\$100,000 Annual Fiscal Cost {S&H	1}	$6.8(F)(2) >= $500,000 \text{ Rev. Red. to State } \{H \& S\}$		
13.5.2 >= \$500,000 Annual Tax or Fee		6.8(G) >= \$500,000 Tax or Fee Increase	Evan Brasseaux Staff Director		
(Change {S&H}		or a Net Fee Decrease {S}	Stall Director	