

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



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

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

|  |         |                               |
|--|---------|-------------------------------|
| <b>Date:</b> May 8, 2015                   | 1:58 PM | <b>Author:</b> SEABAUGH       |
| <b>Dept./Agy.:</b> Education               |         | <b>Analyst:</b> Jodi Mauroner |
| <b>Subject:</b> Child Day Care regulations |         |                               |

CHILD DAY CARE EG NO IMPACT GF EX See Note Page 1 of 1  
Provides with respect to registration and regulation of certain child day care centers

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.

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

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

**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 in-home 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.

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|---|----------------------------|--------------|--|
| <u>Senate</u>   | <u>Dual Referral Rules</u> | <u>House</u> | <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}                    |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}       |                            |              | <input type="checkbox"/> 6.8(F)(2) >= \$500,000 Rev. Red. to State {H & S}                 |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} |                            |              | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |

*Evan Brasseaux*  
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