

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7977
BILL NUMBER: SB 616

DATE PREPARED: Jan 19, 1999
BILL AMENDED:

SUBJECT: Reimbursement of child care providers.

FISCAL ANALYST: Ron Sobecki
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FUNDS AFFECTED: **GENERAL**
DEDICATED
FEDERAL

IMPACT: State

STATE IMPACT	FY 1999	FY 2000	FY 2001
State Revenues			
State Expenditures		35,000,000	38,000,000
Net Increase (Decrease)		(35,000,000)	(38,000,000)

Summary of Legislation: This bill appropriates \$35,000,000 from July 1, 1999, to June 30, 2000, and \$38,000,000 from July 1, 2000, to June 30, 2001, to the Division of Family and Children for increasing the amount used to reimburse licensed child care providers under federal law. The bill provides that these amounts are in addition to any other appropriation.

Effective Date: July 1, 1999.

Explanation of State Expenditures: This bill appropriates \$35 million in FY 2000 and \$38 million in FY 2001 from the state General Fund to the Division of Family and Children (DFC). The appropriations are to be used to increase the reimbursement rates paid to licensed or registered child care providers by the federal Child Care Development Fund. These appropriations are in addition to any other appropriations to the DFC for child care development.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Family and Social Services Administration, Division of Family and Children.

Local Agencies Affected:

Information Sources: