

# FISCAL NOTE

**STATE OF ALASKA**  
**2001 LEGISLATIVE SESSION**

Fiscal Note Number: 1  
 Bill Version: SB 192  
 (S) Publish Date: 5/1/01

Revision Date/Time (Note if correction): \_\_\_\_\_ Dept. Affected: Education & Early Development  
 Title: Increase Child Care Grants BRU: Early Development  
 Component: Child Care Assistance & Licensing  
 Sponsor: Senator Pearce  
 Requester: S HESS Component Number: 2424

**Expenditures/Revenues** (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims	0.0	***	***	***	***	***
Miscellaneous						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>***</b>	<b>***</b>	<b>***</b>	<b>***</b>	<b>***</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES ( )</b>						
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF		***	***	***	***	***
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
<b>TOTAL</b>	<b>0.0</b>	<b>***</b>	<b>***</b>	<b>***</b>	<b>***</b>	<b>***</b>

Estimate of any current year (FY2001) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2002 budget proposal:

**POSITIONS**

Full-time						
Part-time						
Temporary						

**ANALYSIS:** (Attach a separate page if necessary)

This legislation would allow the child care grant to exceed \$50 per month for each full-time equivalent child in care as adjusted on a geographic basis. Only licensed providers may participate in the child care grant program. This increase takes effect in FY03.

Currently, only 350 of the 579 licensed facilities participate in the child care grant program given the level of funding. If the number of licensed providers participating were to remain constant in FY03, the increase necessary to fund the \$50 adjusted base rate would be approximately \$1.5 million. The department believes that an increased base rate would provide incentives for more child care providers to become licensed and projects that the number of licensed providers participating in the program in FY03 may exceed 700. The annual cost to provide funding for that number would exceed \$11 million for an increase of \$9 million over current funding levels. The asterisk denotes that there will be an increase; however, the department is unable to determine an amount. The projected costs range from \$1.5 million to as high as \$9 million in FY03.

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 Division: Division of Early Development Date/Time 4/30/01 12:00 AM  
 Approved by: Yvonne Chase, Deputy Commissioner of Early Development Date 4/30/01  
 Agency: Department of Education & Early Development

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