Liz Hruska January 27, 2009 471-0053

## LB 268

## Revision: 00 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

| ESTIMATE OF FISCAL IMPACT – STATE AGENCIES * |              |         |              |         |
|--|--------------|---------|--------------|---------|
|  | FY 2009-10   |         | FY 2010-11   |         |
|  | EXPENDITURES | REVENUE | EXPENDITURES | REVENUE |
| GENERAL FUNDS                                |              |         |              |         |
| CASH FUNDS                                   |              |         |              |         |
| FEDERAL FUNDS                                |              |         |              |         |
| OTHER FUNDS                                  |              |         |              |         |
| TOTAL FUNDS                                  |              |         |              |         |

\*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

This bill would require child care licensees to provide written proof of liability insurance of at least \$100,000 per incident. Failure to comply would place the licensee in noncompliance of the Child Care Licensing Act.

There is a potential future cost to the Child Care Subsidy Program, but it is expected to be minor. If providers under the program do not currently carry this amount of liability insurance, those costs would be reflected in the biennial market rate survey and would be factored into the rates set by the department. However, the costs of the additional insurance is not anticipated to be significant. The estimated cost of a policy for a facility with 5 or fewer children would range between \$60 and \$100 a year. For child care providers caring for more children, the costs would be proportionately higher. The next biennial survey will be conducted for the FY 12 -13 biennium. Any potential increase would not occur until then.