PREPARED BY: DATE PREPARED: PHONE: Liz Hruska May 19, 2015 471-0053

LB 547

Revision: 01

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

Revised based on amendments adopted through 5-14-15

ESTIMATE OF FISCAL IMPACT — STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2015-16		FY 2016-17	
_	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See Below		See Below	

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

In the reauthorization of the Child Care Block Grant (CCBG), the amount allocated for quality initiatives was increased from a minimum of 4% to 7% in FY 16 and FY 17; 8% in FY 18 and 9% in FY 19. Also included in the reauthorization was a requirement that a minimum of 3% must be spent on quality initiatives for infants and toddlers.

This bill directs how the required increases in allocations for quality initiatives are to be used. The additional increase for quality initiatives from 4% to 9% over four years will be used for quality rating and improvement system incentives and support under the Step Up to Quality Child Care Program.

The 3% increase for infants and toddlers will be used for grants to school districts and cooperatives of school districts that enter into agreements with child care providers for early childhood education programs for children from birth to age three.

This bills directs the current federal Child Care Block Grant allocation in conformance with new federal requirements for quality initiatives. The net impact is zero.