

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 86TH LEGISLATIVE REGULAR SESSION

March 17, 2019

TO: Honorable James B. Frank, Chair, House Committee on Human Services

FROM: John McGeady, Assistant Director Sarah Keyton, Assistant Director
Legislative Budget Board

IN RE: **HB2177** by Miller (Relating to license terms and fees and registration and listing fees for certain child-care facilities.), **As Introduced**

Estimated Two-year Net Impact to General Revenue Related Funds for HB2177, As Introduced: a negative impact of (\$726,990) through the biennium ending August 31, 2021.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

General Revenue-Related Funds, Five-Year Impact:

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2020	(\$726,990)
2021	\$0
2022	\$0
2023	\$0
2024	\$0

All Funds, Five-Year Impact:

Fiscal Year	Probable Savings/(Cost) from General Revenue Fund
2020	(\$726,990)
2021	\$0
2022	
2023	
2024	

Fiscal Analysis

The bill would amend the Human Resources Code to remove the current child care licensing requirement for license renewals. Under the bill's provisions, licenses would no longer expire.

The bill would establish application and license fees in statute for child care operations. The bill would repeal the Health and Human Services Commission's (HHSC) current authority to set these fees by rule. The fees established under the bill would be equal to the fees currently by HHSC in rule.

The bill would take effect September 1, 2019.

Methodology

Under the provisions of the bill, HHSC would no longer be required to renew licenses for child care operations. HHSC indicates that implementing this change would require modifications to CLASS, CLASSMate, Public and Provider applications auxiliary technology services, at a cost of \$726,990 to General Revenue in fiscal year 2020.

The Comptroller of Public Accounts indicates that fees outlined in the bill align with HHSC's current fee structure. Therefore, the bill would have no revenue implications.

Technology

HHSC indicates that implementing the provisions of the bill would require modifications to CLASS, CLASSMate, Public and Provider applications auxiliary technology services, at a cost of \$726,990 to General Revenue in fiscal year 2020.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 304 Comptroller of Public Accounts, 529 Health and Human Services Commission, 530 Family and Protective Services, Department of

LBB Staff: WP, AKi, JQ, MNa