

FISCAL ESTIMATE
DOA-2048 N(R03/97)

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

Subject

Administration of child care funds

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.

Increase Costs - May be possible to Absorb Within Agency's Budget Yes No

- Increase Existing Appropriation Increase Existing Revenues
 Decrease Existing Appropriation Decrease Existing Revenues
 Create New Appropriation

Decrease Costs

Local: No local government costs

1. Increase Costs

- Permissive Mandatory

2. Decrease Costs

- Permissive Mandatory

3. Increase Revenues

- Permissive Mandatory

4. Decrease Revenues

- Permissive Mandatory

5. Types of Local Governmental Units

Affected:

- Towns Villages Cities

- Counties Others _____

- School Districts WTCS Districts

Fund Sources Affected

- GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

20.445 (md)

Assumptions Used in Arriving at Fiscal Estimate

By not increasing the maximum County rates reimbursed to child care providers for the Wisconsin Shares child care subsidy program, the Department will avoid the increased cost of using the rates based on the the 2006 provider survey. By comparing the current rates used for reimbursement versus the rates that would otherwise go into effect and then annualizing the results, it is estimated that the Department will realize about \$8,400,000 in savings in direct child care subsidies on a full-year annualized basis. These savings are avoided costs, but current-year appropriations are still anticipated to be fully expended.

Long-Range Fiscal Implications

None

