

## Telephone 373-8080 Fax 373-5874

## **HOUSE FISCAL AGENCY**

124 N. Capitol Avenue 4 – North, HOB Lansing, MI

**HB4640** AS REPORTED WITH AMENDMENT(S)

Sponsor Committee Rep. Barb VanderVeen FAMILY AND CHILDREN

SERVICES

Analyst(s) Black, Erin

**Completed** 5/21/01

State Fiscal Impact

Local Fiscal Impact

Cost I

Indeterminate

Cost

None

Revenues None

Revenues

None

HB 4640 would amend the Social Welfare Act by establishing a child care assistance fund in the Department of Treasury to assist families with child care payments. Money for the fund would be collected through the Secretary of State (HB 4641) from vehicle and renewal registration applicants wishing to donate.

HB 4640 requires that the fund be administered by the Family Independence Agency (FIA). Minimum eligibility standards require that a parent, legal guardian, or other caretaker is unavailable to provide child care due to employment, and family income exceeds eligibility limits for the FIA child care assistance program.

State Fiscal Impact: Indeterminate. HB 4640 does not preclude FIA from using child care assistance fund dollars to cover administration expenses. If FIA used fund dollars to administer the program, it appears the legislation would have no fiscal impact. However, if fund dollars were not available for administration, the legislation would result in an indeterminate increase in State costs.