# HF1311 - 1A - "Family Child Care Fix-It Ticket"

Chief Author: **Duane Quam** 

Commitee: Health and Human Services Finance

Date Completed: 03/15/2017

Agency: Human Services Dept

| State Fiscal Impact          | Yes | No |
|------------------------------|-----|----|
| Expenditures                 |     | х  |
| Fee/Departmental<br>Earnings |     | Х  |
| Tax Revenue                  |     | Х  |
| Information Technology       |     | Х  |
| Local Fiscal Impact          |     | Х  |

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

| State Cost (Savings) |                | Biennium |        | Biennium |        |
|----------------------|----------------|----------|--------|----------|--------|
| Dollars in Thousands | FY2017         | FY2018   | FY2019 | FY2020   | FY2021 |
| Tot                  | al -           | -        | -      | -        | -      |
|                      | Biennial Total |          |        |          | -      |

| Full Time Equivalent Positions (FTE) | ime Equivalent Positions (FTE) |        | Biennium |        | Biennium |  |
|--------------------------------------|--------------------------------|--------|----------|--------|----------|--|
|                                      | FY2017                         | FY2018 | FY2019   | FY2020 | FY2021   |  |
| Total                                | -                              | -      | -        | -      | -        |  |

## **Executive Budget Officer's Comment**

I have reviewed this fiscal note for reasonableness of content and consistency with MMB's Fiscal Note policies.

EBO Signature:Travis Bunch Date: 3/15/2017 11:28:24 AM Phone: 651 201-8038 Email:travis.bunch@state.mn.us

#### State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

<sup>\*</sup>Transfers In/Out and Absorbed Costs are only displayed when reported.

| State Cost (Savings) = 1-2               |       |             | Biennium |        | Biennium |        |
|------------------------------------------|-------|-------------|----------|--------|----------|--------|
| Dollars in Thousands                     |       | FY2017      | FY2018   | FY2019 | FY2020   | FY2021 |
|                                          | Total | -           | -        | -      | -        | -      |
|                                          | Bier  | nnial Total |          | -      |          | -      |
| 1 - Expenditures, Absorbed Costs*, Trans |       |             |          |        |          |        |
|                                          | Total | -           | -        | -      | -        | -      |
|                                          | Bier  | nial Total  |          | -      |          | -      |
| 2 - Revenues, Transfers In*              |       |             |          |        |          |        |
|                                          | Total | -           | -        | -      | -        | -      |
|                                          | Bier  | nial Total  |          | -      |          | -      |

### **Bill Description**

Section 1 requires county agencies to offer an exit interview prior to completing a family child care licensing inspection. The exit interview is not mandatory and is to consist of a discussion of violations of rule and law observed during the inspection and technical assistance on how to come nito compliance.

Section 2 authorizes the commissioner to issue a fix-it ticket in lieu of a correction order when the family child care license holder has failed to comply with a provision of law or rule, the violation does not imminently endanger the health, safety, or rights of the persons served by the program; the license holder did not receive a fix-it ticket or correction for the violation at the license holder's last licensing inspection, the violation can be corrected at the time of the inspection or within 48 hours, and the license holder corrects the violation at the time of the inspection or agrees to correct the violation within 48 hours. If a license holder does not correct the violation, he or she will automatically be issued a correction order. Fix-it tickets may not be posted on the Department's website. If the license holder believes that the fix-it ticket was issued in error the provider may request reconsideration. The commissioner's disposition of the request for reconsideration is final.

### **Assumptions**

It is assumed that the exit interview required by Section 1 would not substantially lengthen a licensing inspection or require additional staffing or supplies to complete. In addition, because the fix-it ticket is limited to family child care which is licensed by counties through the commissioner's delegated authority, there would be no impact to the licensing inspection activity of the Department. Therefore, there would be no fiscal impact to the Department for Section 1.

Under section 2, it is assumed that the volume of fix-it tickets issued would not impact either the number of correction orders issued or requests for reconsideration received by the commissioner. Because violations for which a fix-it ticket is issued would normally have received a correction order, there would be no net increase of fix-it tickets or correction orders for which the commissioner would receive a request to reconsider. The Department receives approximately 55 requests for reconsideration of correction orders per calendar year from family child care providers. Because the violations in fix-it tickets would be a subset of violations for which a request for reconsideration could be requested, the Department does not anticipate an increase in the number of requests for reconsideration due to the fix-it ticket. Therefore, Section 2 is not expected to have a fiscal impact to the Department.

#### **Expenditure and/or Revenue Formula**

None.

| F | Fiscal Tracking Summary (\$000's) |      |             |        |        |        |        |  |  |
|---|-----------------------------------|------|-------------|--------|--------|--------|--------|--|--|
|   | Fund                              | BACT | Description | FY2018 | FY2019 | FY2020 | FY2021 |  |  |
|   |                                   | ·    |             |        | ·      |        |        |  |  |

|  | Total Net Fiscal<br>Impact |  |  |
|--|----------------------------|--|--|
|  | Full Time<br>Equivalents   |  |  |

## **Long-Term Fiscal Considerations**

N/A

## **Local Fiscal Impact**

Counties will be required to issue fix-it tickets to family child care providers at the time of the inspection. In addition, county agencies will be required to evaluate evidence submitted by family child care providers for fix-it ticket violations that the provider intends to remedy within 48 hours of the licensing inspection. Evaluation of this evidence may require additional county agency staff time, but the amount of staff time required to review the evidence or any corresponding fiscal impact is unknown.

#### **References/Sources**

N/A

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Agency Fiscal Note Coordinator Signature: Don AllenDate: 3/15/2017 11:18:07 AMPhone: 651 431-2932Email: Don.Allen@state.mn.us