

Fiscal Estimate - 2003 Session

Original Updated Corrected Supplemental

LRB Number 03-2361/1		Introduction Number SB-82	
Subject Relative caregivers			
Fiscal Effect			
State:			
<input type="checkbox"/> No State Fiscal Effect			
<input type="checkbox"/> Indeterminate			
<input type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Increase Existing Revenues	
<input type="checkbox"/> Decrease Existing Appropriations		<input type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Create New Appropriations		<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget	
		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
		<input type="checkbox"/> Decrease Costs	
Local:			
<input checked="" type="checkbox"/> No Local Government Costs			
<input type="checkbox"/> Indeterminate			
1. <input type="checkbox"/> Increase Costs		3. <input type="checkbox"/> Increase Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs		4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
5. Types of Local Government Units Affected			
<input type="checkbox"/> Towns		<input type="checkbox"/> Village	
<input type="checkbox"/> Counties		<input type="checkbox"/> Others	
<input type="checkbox"/> School Districts		<input type="checkbox"/> WTCS Districts	
<input type="checkbox"/> Cities			
Fund Sources Affected		Affected Ch. 20 Appropriations	
<input checked="" type="checkbox"/> GPR <input checked="" type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS		20.445(3)(dz), 20.445(3)(md)	
Agency/Prepared By		Authorized Signature	
DWD/ James Bates (608) 266-1123		JoAnna Richard (608) 266-3131	
		Date	
		10/6/2003	

Fiscal Estimate Narratives

DWD 10/7/2003

LRB Number	03-2361/1	Introduction Number	SB-82	Estimate Type	Original
Subject					
Relative caregivers					

Assumptions Used in Arriving at Fiscal Estimate

This bill would require the Department to exempt kinship care relatives from being required to pay a co-payment for child care subsidies on behalf of a child for whom the relative is receiving kinship care payments. The bill would be effective upon its signing into law.

During the period of September 2002 through August 2003, there were 743 children who received child care subsidy support and were living with a kinship care relative who was responsible for a child care co-payment amount under DWD's Wisconsin Shares program. The minimum co-pay when for 1 child in certified care is \$2 each week and in licensed care is \$4 each week. These amounts change due to the number of children in a single household. The total co-payment amount for these children for that one year period was approximately \$12,000.

Currently the co-payments for Wisconsin Shares participants are not reflected in DWD appropriations. Waiving the co-payments would result in a commensurate increased expenditure in the appropriations from which subsidy payments are made. Although some increase could occur due to increased participation when no co-payment is required and these amounts were not anticipated in currently-budgeted funding for Wisconsin Shares, the fiscal impact is relatively minor in the context of the \$300 million annual funding for the Wisconsin shares program.

The Department of Health and Family Services has also indicated that the bill would significantly increase the number of children that would be eligible for Kinship Care benefits. In their fiscal estimate it is assumed that an additional \$83,190,000 would be needed annually to fully fund the increased population served. The funding is currently federal TANF funds which are specifically allocated through legislation and would require action by the Joint Committee on Finance to adjust the Kinship Care funding and decide which TANF funded program would need to be reduced or eliminated to support the increased funding to Kinship Care.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2003 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

LRB Number 03-2361/1	Introduction Number SB-82	
Subject Relative caregivers		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):		
II. Annualized Costs:		Annualized Fiscal Impact on funds from:
		Increased Costs Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringes	\$	
(FTE Position Changes)		
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations	12,000	
TOTAL State Costs by Category	\$12,000	\$
B. State Costs by Source of Funds		
GPR		
FED	12,000	
PRO/PRS		
SEG/SEG-S		
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)		
	Increased Rev	Decreased Rev
GPR Taxes	\$	\$
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT		
	State	Local
NET CHANGE IN COSTS	\$12,000	\$
NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By		
Authorized Signature		Date
DWD/ James Bates (608) 266-1123		10/6/2003
JoAnna Richard (608) 266-3131		