Fiscal Estimate - 2011 Session

Original Updated	Corrected Supplemental				
LRB Number 11-3601/1	Introduction Number SB-338				
Description Waiving fees for certain professional and occupational licenses issued to veterans					
State: No State Fiscal Effect					
Appropriations Reve	ease Existing enues rease Existing enues to absorb within agency's budget Enues Decrease Costs				
Local: No Local Government Costs Indeterminate 1. Increase Costs Permissive Mandatory 2. Decrease Costs Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Districts 5. Types of Local Government Units Affected Towns Village Cities Counties Others School WTCS Districts					
Fund Sources Affected GPR FED PRO PRS SEG SEGS					
Agency/Prepared By	Authorized Signature Date				
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Fiscal Estimate Narratives DCF 1/12/2012

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Description						
Waiving fees for certain professional and occupational licenses issued to veterans						

Assumptions Used in Arriving at Fiscal Estimate

This bill requires the Department of Veterans Affairs to maintain a program that requires licensing agencies such as DCF to grant licensing fee waivers for certain qualified veterans when they issue licenses to these veterans. Licenses for which DCF is responsible under this bill are those issued to a child welfare agency, group home, child care center operator, or shelter care facility as defined in current law. The bill does not waive fees that may be charged by counties or the state (in Milwaukee) for certification of child-care providers or for performing background checks.

The Department currently licenses approximately 2,700 facilities annually, with about 2,600 of these facilities associated with child care and 100 associated with child welfare. Licenses are generally issued for a 2-year period and the fee varies based primarily on the number of children for whom the facility is licensed to provide care. Based on 2,643 child care licenses issued in SFY 2011 and \$1,038,851 in licensing revenue collected, the average license fee was \$393. It is estimated that in about half of these facilities, the holder of these licenses is not an individual. The Department does not collect veteran status on applications for its licenses, but the number of currently licensed providers that are veterans is believed to be small.

The primary fiscal impact is assumed to relate to one-time waivers of the child care licensing fees for veterans that are applying for licensure. Given that the number of individuals applying for licenses who may be veterans is unknown, the fiscal impact of this bill cannot be determined. Assuming 50% of licensees are individuals and 7% of these indivuals are veterans, approximately 94 indivduals could be eligible for the fee waiver, which could result in foregone revenue of approximately \$37,000 based on the SFY average revenue per license if all individuals that were eligible applied for the waiver.

Since the bill would require the Department of Veterans Affairs to determine whether or not a veteran is eligible for a fee waiver, DCF would have minimal costs (primarily consisting of existing staff time) to modify application materials and processing procedures to waive the fee for those approved by Veteran's Affairs. It is anticipated that these costs can be absorbed.

Long-Range Fiscal Implications