

Multiple Agency Fiscal Note Summary

Bill Number: 5130 SB	Title: Child care licensing fees
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Estimated Cash Receipts

Agency Name	2025-27			2027-29			2029-31		
	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total
Department of Children, Youth, and Families	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)
Total \$	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)	(4,109,570)

Estimated Operating Expenditures

Agency Name	2025-27				2027-29				2029-31			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Department of Social and Health Services	Fiscal note not available											
Department of Children, Youth, and Families	.0	0	0	0	.0	0	0	0	.0	0	0	0
Total \$	0.0	0	0	0	0.0	0	0	0	0.0	0	0	0

Estimated Capital Budget Expenditures

Agency Name	2025-27			2027-29			2029-31		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Department of Social and Health Services	Fiscal note not available								
Department of Children, Youth, and Families	.0	0	0	.0	0	0	.0	0	0
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Estimated Capital Budget Breakout

NONE

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Date Published:
Preliminary 1/13/2025

Individual State Agency Fiscal Note

Revised

Bill Number: 5130 SB	Title: Child care licensing fees	Agency: 307-Department of Children, Youth, and Families
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

ACCOUNT	FY 2026	FY 2027	2025-27	2027-29	2029-31
General Fund-State 001-1	(2,054,785)	(2,054,785)	(4,109,570)	(4,109,570)	(4,109,570)
Total \$	(2,054,785)	(2,054,785)	(4,109,570)	(4,109,570)	(4,109,570)

Estimated Operating Expenditures from:

NONE

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.
- Requires new rule making, complete Part V.

Legislative Contact: Ailey Kato	Phone: 786-7434	Date: 01/07/2025
Agency Preparation: Renee Slaybaugh	Phone: 360-688-8714	Date: 01/13/2025
Agency Approval: Crystal Lester	Phone: 360-628-3960	Date: 01/13/2025
OFM Review: Carly Kujath	Phone: (360) 790-7909	Date: 01/13/2025

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

Section 1 amends RCW 43.216.300 to remove fees charged to a licensee for obtaining a childcare license.

Section 2 removes the requirement for a licensee to submit the annual licensing fee to qualify for a non-expiring full license

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

The Department of Children, Youth and Families anticipates a reduction in revenue of -\$2,054,785 GF-S beginning in FY26 and each fiscal year thereafter. The fee for the revenue is not appropriated to DCYF; therefore, does not reflect an equivalent expenditure authority reduction.

Background:

Fees currently collected by DSHS Financial Services Admin (FSA) for licensing fees include family home licensing fees of \$30, childcare and school-age program licensing fees of \$125 per year for the first 12 children, plus \$12 per year for each child after the first 12, up to the maximum capacity of children the facility is licensed to care for.

Sections 1 & 2

This assumption is based on number of licenses and capacity by license type as of January 7th, 2025. DCYF anticipates the number of licenses and additional capacity to remain static.

Family Childcare Homes: Total licensing fees of \$113,220
Number of licenses 3,774 x base fee per provider \$30 = \$113,220

Childcare Centers: Total licensing fees of \$1,521,986
Number of licenses 1,762 x base fee per provider \$125 = \$220,250 for the first 12 children
Total Capacity of 129,622 - 21,144 (1,762 licenses x 12 first twelve kids) = 108,478 (additional capacity after the first 12 children) x \$12 = \$1,301,736

Outdoor Nature-Based Programs: Total licensing fees of \$4,900
Number of licenses 20 x base fee per provider \$125 = \$2,500 for the first 12 children
Total Capacity of 440-240 (number of licenses x first 12 children) = 200 (additional capacity after the first 12 children) x \$12 = \$2,400

School-Age Programs: Total licensing fees of \$414,679
Number of licenses 623 x base fee per provider \$125 = \$77,875 for the first 12 children
Total Capacity of 35,543- 7,476 (number of licenses x first 12 children) = 28,067 (additional capacity after the first 12 children) x \$12 = \$336,804

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

NONE

III. B - Expenditures by Object Or Purpose

NONE

III. C - Operating FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

IV. D - Capital FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part IVB.*

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

WAC 110-300-0400 Application materials (Centers and family homes)

WAC 110-300-0401 License fees (Centers and family homes)

WAC 110-301-0400 Application materials (School-age)

WAC 110-301-0401 License fees (School-age)

WAC 110-302-0400 Application materials (Outdoor Nature-Based programs)

WAC 110-302-0401 License fees (Outdoor Nature-Based programs)