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HOUSE FISCAL AGENCY

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

HB4641 AS REPORTED WITH AMENDMENT(S)

Sponsor
Committee

Rep. Belda Garza
FAMILY AND CHILDREN
SERVICES

Analyst(s) Stauff, Steve

Completed 5/9/01

State Fiscal Impact

Cost	Indeterminate/Increase
Revenues	Indeterminate/Increase

Local Fiscal Impact

Cost	None
Revenues	None

House Bill 4641 would require the Secretary of State to create a program that would allow each vehicle and renewal registration applicant to donate from \$1.00 to \$5.00 to the proposed Child Care Assistance Fund. The department would make deposits quarterly to the fund and could retain up to 3% for administrative costs. The program would end the date section 57M of the Social Welfare Act, 1939 PA 280, MCL 400.57M is repealed.

There would be no fiscal impact to local units of government, with an indeterminate increase in cost to the state. By adding this program to the Department of State, certain set-up costs involving computer programming and staff training at the branch offices are expected. On-going administration costs relating to increased branch transactions, accounting and reconciling are estimated to exceed the 3% proposed administration fee allowed the department. The Secretary of State has recently concluded that it costs the department \$.08 for each \$1.00 of collected fees. This could suggest that 3% might not cover the cost of collecting the donations.