



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2027 Biennium

Bill#/Title: **SB0474.01: Require acceptance of religious and personal medical exemptions to required immunizations**

Primary Sponsor: Daniel Emrich Status: As Introduced

- Included in the Executive Budget
 Needs to be included in HB 2
 Significant Local Gov Impact
 Significant Long-Term Impacts
 Technical Concerns
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2026 Difference</u>	<u>FY 2027 Difference</u>	<u>FY 2028 Difference</u>	<u>FY 2029 Difference</u>
Expenditures				
Federal Special Revenue (03)	(\$40,933,665)	(\$40,934,541)	(\$40,934,541)	(\$40,934,541)
Revenues				
Federal Special Revenue (03)	(\$40,933,665)	(\$40,934,541)	(\$40,934,541)	(\$40,934,541)
Net Impact	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
General Fund Balance				

Description of fiscal impact

SB 474 eliminates the overall Child Care Development Funds (CCDF) funding to the department due to noncompliance with federal regulation, specifically 45 CFR 98.41. Penalties for noncompliance result in the Department of Public Health and Human Services (DPHHS) being disqualified from receiving future CCDF funds pursuant to 45 CFR 98.92 (b) (1). The fiscal impact is the loss of \$41 million federal funds per year of CCDF funding.

FISCAL ANALYSIS

Assumptions

Department of Public Health and Human Services

Early Childhood and Family Support Division:

- 45 CFR 98.41 (a)(1)(i)(A) directs states that receive Child Care and Development Fund (CCDF) funding to have health and safety requirements regarding immunizations. At a minimum, the department "shall assure that children receiving services under the CCDF are age-appropriately immunized. Those health and safety provisions shall incorporate (by reference or otherwise) the latest recommendation for childhood immunizations of the respective state, territorial, or tribal public health agency."
- CCDF regulations allow the DPHHS to recognize religious and medical exemptions. An "informed consent" exemption is not a recognized exemption pursuant to 45 CFR 98.41(a)(1)(i)(B).
- Implementation of SB 474 would require the department to promulgate rules requiring licensed and registered childcare facilities to accept informed consent exemptions to required vaccinations. Since an informed consent exemption is not permitted in CCDF regulation. SB 474 results in the loss of CCDF funding in the amount of \$40,934,541 annually, as well as 25.00 FTE supported by the grant.

Public Health and Safety Division:

4. As part of implementing SB 474 the department would notify all schools regarding the requirements of the bill. This would involve distributing notifications via mail to approximately 1,026 schools. It is estimated that the one-time cost for postage and materials is \$876.20 in federal funds in FY 2026. This cost is derived from 1,026 stamps at \$0.73 each and corresponding envelopes at \$0.124 each.

Fiscal Analysis Table

	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>	<u>FY 2028</u> <u>Difference</u>	<u>FY 2029</u> <u>Difference</u>
<u>Fiscal Impact</u>				
FTE	-25.00	-25.00	-25.00	-25.00
TOTAL Fiscal Impact	-25.00	-25.00	-25.00	-25.00
<u>Expenditures</u>				
Personal Services	(\$2,513,381)	(\$2,513,381)	(\$2,513,381)	(\$2,513,381)
Operating Expenses	(\$4,497,830)	(\$4,498,706)	(\$4,498,706)	(\$4,498,706)
Benefits	(\$33,922,454)	(\$33,922,454)	(\$33,922,454)	(\$33,922,454)
TOTAL Expenditures	(\$40,933,665)	(\$40,934,541)	(\$40,934,541)	(\$40,934,541)
<u>Funding of Expenditures</u>				
Federal Special Revenue (03)	(\$40,933,665)	(\$40,934,541)	(\$40,934,541)	(\$40,934,541)
TOTAL Funding of Expenditures	(\$40,933,665)	(\$40,934,541)	(\$40,934,541)	(\$40,934,541)
<u>Revenues</u>				
Federal Special Revenue (03)	(\$40,933,665)	(\$40,934,541)	(\$40,934,541)	(\$40,934,541)
TOTAL Revenues	(\$40,933,665)	(\$40,934,541)	(\$40,934,541)	(\$40,934,541)
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures)</u>				
Federal Special Revenue (03)	\$0	\$0	\$0	\$0

NO SPONSOR SIGNATURE

Sponsor's Initials

Date



Budget Director's Initials

3/26/2025

Date