

Department of Planning and Budget 2006 Fiscal Impact Statement

1. **Bill Number:** HB943

House of Origin	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

2. **Patron:** Morgan

3. **Committee:** Commerce and Labor

4. **Title:** Child labor; hour limits

5. **Summary/Purpose:** The bill limits the number of hours a child age 16 or 17 who has not graduated from high school or equivalent can work up to 45 hours per week and 9 hours per day. Currently, there is no limit on the number of hours such children are allowed to work. The measure also codifies the rules limit on hours of work applicable to children age 14 and 15, which are 40 hours per week and 8 hours per day.

6. Fiscal Impact Estimates are: Preliminary.

6a. Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Fund</i>
2005-06		
2006-07	\$100,000	General fund
2007-08	\$25,000	General fund
2008-09	\$25,000	General fund
2009-10	\$25,000	General fund
2010-11	\$25,000	General fund
2011-12	\$25,000	General fund

7. **Budget amendment necessary:** Yes, Item 110, Regulation of Business Practices, of House Bill 30.

8. **Fiscal implications:** Virginia's current child-work permitting process is essentially manual with paper documentation. In order to efficiently implement the requirements of the bill, the Department of Labor and Industry must automate the issuance process and establish an information management system for child work permits. The department estimates the cost of developing such a system would be \$100,000 in the first year, and \$25,000 in subsequent years for maintenance.

The Department of Labor and Industry anticipates that additional transportation and telecommunications resources will be needed to complete increased investigative and enforcement activities as a result of the bill.

9. **Specific agency or political subdivisions affected:** Department of Labor and Industry.

10. Technical amendment necessary: No.

11. Other comments: According to the Department of Labor and Industry, approximately half of the states have some restrictions on the number of hours 16 and 17 year-olds may work.

Date: 1/23/06 kbs

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cc: Secretary of Commerce and Trade