5/8/95

HB 1418 Turner

SUBJECT: Exempting certain child care facilities from liability insurance

COMMITTEE: Human Services — favorable, without amendment

VOTE: 8 ayes — Hilderbran, Naishtat, Davila, Denny, J. Jones, Krusee, Maxey,

Wohlgemuth

1 absent — Park

WITNESSES: For — Rita Powell, Texas Association of Licensed Children's Services

Against — None

BACKGROUND: In 1993 Texas lawmakers enacted HB 1114, requiring that licensed child-

care facilities maintain liability insurance coverage. The requirement, now in Human Resources Code sec. 42.0491, is for each licensed child-care facility to carry \$300,000 for each occurrence of negligence, including coverage of injuries to children that occur on the license holder's premises or while the child is in the license holder's care. Group or registered day

care homes are exempt from the requirements.

The Department of Protective and Regulatory Services (PRS) has applied the requirement to institutions providing 24-hour care, as well as those

providing day care.

DIGEST: HB 1418 would exempt from the liability insurance requirement in Human

Resources Code sec. 42.0491 the following child-care facilities:

child-care institutions;

•foster group homes;

•foster family homes;

agency group homes; and

•child-placing agencies.

## HB 1418 House Research Organization page 2

The bill would take effect immediately if approved by a two-thirds membership of each house.