For its report, the North Dakota Department of Human Services states:

1. The proposed amendments to N.D. Admin. Code Chapter 75-02-01.3 are the result of 2009 HB 1090 which created North Dakota Century Code Chapter 50-33 on child care assistance.

2. These rules are not related to changes in a federal statute or regulation.

3. The Department of Human Services uses direct and electronic mail as the preferred ways of notifying interested persons of proposed rulemaking. The Department uses a basic mailing list for each rulemaking project that includes the county social service boards, the regional human service centers, Legal Services offices in North Dakota, all persons who have asked to be on the basic list, and internal circulation within the Department. Additionally, the Department constructs relevant mailing lists for specific rulemaking. The Department also places public announcements in all county newspapers advising generally of the content of the rulemaking, of over 50 locations throughout the state where the proposed rulemaking documents may be reviewed, and stating the location, date, and time of the public hearing.
The Department conducts public hearings on all substantive rule-making. Oral comments are recorded. Oral comments, as well as any written comments that have been received, are summarized and presented to the Department's executive director, together with any response to the comments that may seem appropriate and a re-drafted rule incorporating any changes occasioned by the comments.

4. A public hearing on the proposed rules was held in Bismarck on December 9, 2009. The record was held open until 5:00 p.m. on December 21, 2009 to allow written comments to be submitted. None were received. A summary of comments is attached to this report.

5. The cost of giving public notice, holding a hearing, and the cost (not including staff time) of developing and adopting the rules was $1,905.44.

6. The proposed rules create a new chapter to the North Dakota Administrative Code relative to child care assistance. The following specific changes were made:

   Chapter 75-02-01.3. Chapter 75-02-01.3 is created to set forth the administration of the Child Care Assistance Program and includes rules on decision and notice, closing of a case, available benefits, background check information, payments to providers, treatment of income, disregarded income, deduction for child support and spousal support, parental choice of caretaker or provider, intentional program violations and penalties, and reconsideration and appeal requests.

7. No written requests for regulatory analysis have been filed by the Governor or by any agency. The proposed chapter is expected to
have an impact on the regulated community in excess of $50,000. A regulatory analysis was prepared and is attached to this report.

8. A small entity regulatory analysis and small entity economic impact statement were prepared and are attached to this report.

9. A constitutional takings assessment was prepared and is attached to this report.

10. These rules were not adopted as emergency (interim final) rules.

Prepared by:

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