

March 4, 1999

H 304. CHILD CARE SUBSIDY FRAUD. TO PROVIDE CRIMINAL PENALTIES FOR FRAUDULENT MISREPRESENTATION INVOLVING CHILD CARE SUBSIDIES AND TO PROVIDE COUNTIES A FINANCIAL INCENTIVE TO INVESTIGATE AND PURSUE FRAUD IN CHILD CARE PAYMENTS. (1) Effective Dec. 1, 1999 (applies to offenses committed on or after that date), adds new GS 110-107 to make fraudulent misrepresentation by child care provider or recipient of child care subsidy for purpose of obtaining or continuing to receive child care subsidy a Class 1 misdemeanor if subsidy is \$400 or less and Class I felony if subsidy is \$400 or more. (2) Effective July 1, 1999, adds new GS 110-108 to allow local child care purchasing agency to retain as an incentive bonus the actual amount of child care fraud and overpayment claims collected by agency (not including overpayments due to administrative errors by agency staff). At least 75% of incentive bonus must be used to purchase subsidized child care; no more than 25% of incentive bonus may be used for program integrity.

Intro. by Earle.

Ref. to Ch. & Hum. Res.

GS 110

April 1, 1999

H 304. CHILD CARE SUBSIDY FRAUD. Intro. 3/4/99. House amendment makes the following change to 1st edition. Clarifies that offense occurs only if the false statement or representation of fact relates to a material fact.

April 12, 1999

H 304. CHILD CARE SUBSIDY FRAUD. Intro. 3/4/99. House committee substitute makes the following changes to 2nd edition. Changes the new section added by the bill (new GS 110-107, which defines the crime of fraudulent receipt of child care subsidy) to provide that if the subsidy is up to \$1,000 (was, \$400) the crime is a Class 1 misdemeanor and above \$1,000 (was, \$400) a Class I felony. Adds provisions similarly raising the limit from \$400 to \$1,000 for misdemeanor/felony split in GS 108A-39 (fraudulent receipt of public assistance), GS 108A-53 (food stamps), and GS 108A-64 (Medicaid).

April 15, 1999

H 304. CHILD CARE SUBSIDY FRAUD. Intro. 3/4/99. House amendment makes the following changes to 3rd edition. Deletes provisions of bill increasing penalties for fraud with respect to Medicaid and other public assistance programs under GS Ch. 108A. Retains provisions regarding fraudulent representation with respect to child day care subsidies.