

## Licensed Child Care Center: First Steps in Getting Started

- 1. Consult appropriate officials about licensing rules—included in the Group Day Care Inquiry Packet, or view them online—zoning codes, information on sanitation rules, building, fire, and safety provisions.
- 2. Determine the need for child care in the community and decide what kind of center you will operate. Your local Child Care Resource and Referral Agency is a valuable source of information.
- 3. Complete the Supporting Families Together Association (SFTA) Group Child Care Business Start-Up Worksheet that was included with the Inquiry Packet, and mail it to SFTA. A Technical Consultant (TC) will be assigned to help you. You may wish to postpone this step until you are more certain your plans will materialize.
- 4. Look into locations. Determine costs for building, purchasing, leasing or using donated space. Consider renovations needed and take bids.
- 5. Review building inspection checklist. Contact a building inspector to request a preliminary inspection for child care. Talk to the inspector about current zoning status and steps needed to change zoning if necessary. If zoning variance is needed, plan on spending 2-4 months working on this process.
- 6. Meet with your TC to discuss layout (room sizes, groupings, ages, staffing, etc.).

## **Discuss with your Attorney**

- 1. Decide on the form of organization, (corporation, partnership or proprietorship), and, if corporation, discuss advantages and disadvantages of a "for profit" or a "not-for-profit." For more information, visit Wisconsin's <a href="Business Growth Resources">Business Growth Resources</a> website.
- 2. File, receive incorporation papers if a corporation; file true name certificate if proprietorship. Call the <u>Wisconsin</u> Economic Development Corporation (WEDC) at (855)-INWIBIZ ((855)-469-4249)
- 3. If not-for-profit:
- File and receive tax exemption forms—contact the Internal Revenue Service (IRS).
- File and receive state tax exemptions—contact <u>WI Department of Revenue</u> at (608)-266-2776.

## **Get your Finances in Order**

- 1. Develop and collect data for <u>start-up and operating budget</u>. Call your local Resource and Referral Agency to get information on current wages and child care rates. Include Unemployment Compensation Tax and FICA.
- 2. Survey sources, cost of insurance: property, premises, liability, vehicle (if applicable), workers' compensation.
- 3. Establish business bank accounts.
- 4. Pursue funding. (Possible sources: foundations, grants, bank loans, contributions, employer subsidy, fundraising, self-financing). You may need to write a grant or prepare a business plan to get the funding you desire.

This is a complex and lengthy process but it is worth it. We are always here to help!