



**LEGISLATIVE FISCAL OFFICE
Fiscal Note Summary**

FISCAL NOTE ON: SB 1
SRS981E-39
STATUS OF BILL: REENGROSSED

DATE: April 6, 1998 DEPT: Higher Education SUBJECT: LA Technical and Community College System	AUTHOR: Dardenne ANALYST: Sam Bishop
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PURPOSE OF BILL:

Constitutional amendment to create and provide for the La. Technical and Community College System and its management board.

The proposed constitutional amendment provides for the creation of the Louisiana Technical and Community College System and the Board of Supervisors of the Technical and Community Colleges. This fifteen (15) member management Board will supervise and manage all public postsecondary vocational-technical educational programs and institutions of higher education awarding certain types of degrees as assigned by law under the auspices of the planning, coordinating and budgetary responsibilities of the Board of Regents. This constitutional amendment also provides for the appointment, terms, and the filling of vacancies; including the selection of one student member. (Continue on Page 2)

ESTIMATED FISCAL IMPACT:

EXPENDITURES	1998-99	1999-00	2000-01	2001-02	2002-03	5 YEAR TOTAL
State General Fund	INCREASE	0	0	0	0	\$0
Agy Self Generated	0	0	0	0	0	\$0
Stat Deds/Other	0	0	0	0	0	\$0
Federal Funds	0	0	0	0	0	\$0
Local Funds	0	0	0	0	0	\$0
ANNUAL TOTAL		\$0	\$0	\$0	\$0	\$0

REVENUES	1998-99	1999-00	2000-01	2001-02	2002-03	5 YEAR TOTAL
State General Fund	0	0	0	0	0	\$0
Agy Self Generated	0	0	0	0	0	\$0
Stat Deds/Other	0	0	0	0	0	\$0
Federal Funds	0	0	0	0	0	\$0
Local Funds	0	0	0	0	0	\$0
ANNUAL TOTAL	\$0	\$0	\$0	\$0	\$0	\$0

EXPLANATION OF ESTIMATES:

EXPENDITURES:

There will be no fiscal impact on expenditures to place this constitutional amendment on the ballot at the 1998 congressional election since this amendment will replace the proposed constitutional amendment (Act 1497) adopted by the Legislature at the 1997 Regular Session. However, the Board of Supervisors of the Technical and Community Colleges would realize an indeterminable increase in expenditures to promulgate the necessary rules in accordance with the Administrative Procedures Act. There is companion statutory legislation which provides for the actual costs of implementing the Louisiana Technical and Community College System and the Board of Supervisors of the Technical and Community Colleges. Provisions of the legislation do not significantly differ from existing constitutional requirements that the Board of Regents conduct feasibility studies for any changes to the existing structure of higher education, including the creation or merging of institutions. The provision added to the hold harmless guarantee of funding for all of the vo-techs indicates this provision will be maintained during FY 1999-2000, FY 2000-2001, and FY 2001-2002 provided that state general fund revenues in any fiscal year are not less than the state general fund revenues of the FY 1998-1999 level. It should be noted that higher education institutions are not subject to this provision. As a result, the vo-techs could be impacted disproportionately since higher education institutions would be protected during these years by its hold harmless provisions. The amount of this fiscal impact cannot be determined. If state general revenue funding is not maintained at the FY 1998-99 funding levels, the vo-techs may realize a reduction in state general funding.

REVENUES:

There is no anticipated direct effect on revenues as a result of this measure.

Senate Dual Referral Rules:

- []: 13.5.1 >=\$500,000 Fiscal Cost
- []: 13.5.2 >=\$500,000 Tax or Fee Change

Richard W. England
Assistant To The Fiscal Officer



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Purpose of Bill (CONTINUED FROM PAGE ONE):

Provides for a period of transitional funding during FY 1999-2000, FY 2000-2001, and FY 2001-2002 for all institutions supervised and managed in 1998 by the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College, the Board of Supervisors of Southern University and Agricultural and Mechanical College, and the Board of Trustees for State Colleges and Universities. During this period, institutional funding from state appropriations shall be no less than their FY 1998-1999 appropriations. Provides for the same transitional funding for all postsecondary vocational-technical education. The proposed legislation also specifies that the proposed amendment shall appear on the ballot at the 1998 congressional election. The legislation requires the Board of Regents to study the feasibility of creating a new institution of postsecondary education, which includes establishing a branch of such an institution or converting any non-degree granting institution to an institution which grants degrees or converting any college or university which is limited to offering degrees of a lower rank than baccalaureate to a college or university that offers baccalaureate degrees or merging any institution of postsecondary education into any other institution of postsecondary education, establishing a new management board, and transferring a college or university from one board to another.

Expenditure explanation (CONTINUED FROM PAGE ONE):

Revenue Explanation (CONTINUED FROM PAGE ONE):

Senate Dual Referral Rules:

- [] : 13.5.1 >=\$500,000 Fiscal Cost
- [] : 13.5.2 >=\$500,000 Tax or Fee Change

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