



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **HB 477** HLS 99- 1072
 Bill Text Version: **ENROLLED**
 Opp Chamb Action:
 Sub Bill For:
 Proposed Amd:

Date: June 30, 1999 1:31 PM	Author: TRICHE
Dept/Agy: Higher Education	
Subject: Funding	Analyst: Stephanie C. Blanchard

HIGHER EDUCATION

(Constitutional Amendment) Provides relative to appropriations for certain higher education institutions.

This proposed constitutional amendment states that in any fiscal year in which a community college begins holding classes in a parish and for three years thereafter, no institution of higher education located in the same parish or in a parish contiguous to such parish shall receive less than the appropriations from the state general fund for that institution in FY 1998-1999 or in the year immediately prior to the year in which the community college begins holding classes in a parish, whichever is greater.

ESTIMATED FISCAL IMPACT:

EXPENDITURES	1999-00	2000-01	2001-02	2002-03	2003-04	5 YEAR TOTAL
State General Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	\$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						

REVENUES	1999-00	2000-01	2001-02	2002-03	2003-04	5 YEAR TOTAL
State General Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$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:

This proposed constitutional amendment extends the provision related to transitional funding for institutions of higher education to require that funding for such institutions shall be no less than that appropriated from the State General Fund for the particular institution in FY 98-99 or in the year immediately prior to the year in which a community college begins holding classes in the parish (or contiguous parish) until the third year after the year in which such classes begin. The effect of the amendment would be to require such appropriations for impacted institutions from available State General Fund revenues except in any fiscal year in which State General Fund revenues are less than revenues in FY 98-99, as determined by the Revenue Estimating Conference.

The fiscal effect of this bill, by extending the provision related to transitional funding for higher education institutions, is indeterminable due to the fact that currently no implementation plan exists for the opening of community colleges. In the event that these new colleges draw a significant portion of the enrollment away from a currently established school, there will be an increase in expenditures. If these new schools only serve students that would not have gone to a previously established schools, then there will be no fiscal impact from this bill. Until an implementation plan is adopted, it is impossible to estimate the fiscal impact of this bill.

The legislation provides that no public institution of higher learning protected from a reduction in its appropriation shall have an implementation level greater than 100% of the formula promulgated by the Board of Regents.

REVENUES:

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

Dual Referral Rules

- | | |
|---|---|
| Senate | House |
| <input type="checkbox"/> 13.5.1 >= \$500,000 Fiscal Cost per year | <input type="checkbox"/> 6.8(F) >= \$500,000 Fiscal Cost per year |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Tax or Fee Change per year | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease per year |

H. Gordon Monk

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STAFF DIRECTOR