

LEGISLATIVE FISCAL OFFICE

Fiscal Note



Fiscal Note On: **HB 771** HLS 09RS 1422
 Bill Text Version: **ENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: June 3, 2009	7:24 PM	Author: HUTTER
Dept./Agy.: HIED - LCTCS		Analyst: Charley Rome
Subject: On-line tuition		

STUDENT/TUITION EG +\$620,000 SG RV See Note Page 1 of 1
 Authorizes LCTCS Bd. of Supervisors to equalize tuition for online courses

Proposed legislation would allow the different campuses of the Louisiana Community and Technical College (LCTCS) to equalize the tuition for all online coursework. The bill would allow the tuition to be raised up to a maximum of the highest presently charged by a campus and would require legislative approval for subsequent increases. Effective upon governor's signature.

EXPENDITURES	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$620,000	\$620,000	\$620,000	\$620,000	\$620,000	\$3,100,000
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$620,000	\$620,000	\$620,000	\$620,000	\$620,000	\$3,100,000

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

Agency self-generated revenues will increase by an estimated \$620,000 in Fiscal Year 2009-10 and thereafter. This amount is based upon the LCTCS's plan to set the standard tuition for online coursework to an amount equal to \$368 per three-hour course charged by Nunez Community College. However, self-generated revenues could increase by a maximum estimated amount of \$777,300 in FY 2009-10 and thereafter if the LCTCS set the standard tuition at \$383 per three-hour course currently charged by Delgado Community College. The amount charged by Delgado (\$383/3 hour course) represents the highest amount in the LCTCS and the maximum amount authorized by the bill.

Presently, only half the institutions in the LCTCS offer online courses. As the number of online courses increase, enrollment and tuition revenue may be expected to increase in future fiscal years. According to the "Chronicle of Higher Education", the popularity of online-coursework has been increasing among students, however, the LCTCS was unable to accurately project any increased enrollment in future fiscal years.

Senate Dual Referral Rules
 13.5.1 >= \$500,000 Annual Fiscal Cost
 13.5.2 >= \$500,000 Annual Tax or Fee Change

House
 6.8(F) >= \$500,000 Annual Fiscal Cost
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

H. Gordon Monk
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Legislative Fiscal Officer