

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 509** SLS 10RS 927
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: June 1, 2010	2:32 PM	Author: LONG
Dept./Agy.: Education		Analyst: Mary Kathryn Drago
Subject: Including LSMSA and NOCCA in the MFP		

SCHOOLS RE SEE FISC NOTE GF EX See Note Page 1 of 1
 Includes the Louisiana School for Math, Science, and the Arts in the MFP.

The proposed legislation repeals R.S. 17:1969 which contains language relative to the funding formula for the Louisiana School for Math, Science and the Arts. The legislation further provides for the board of directors to adopt a recommended formula to adequately fund the educational programs of the school. Funding for the school shall be provided directly to the school from the state general fund and through funds appropriated for the Minimum Foundation Program (MFP) and allocated to the school from the Department of Education. MFP funds allocated to the school shall be funded at 100% of the base per pupil amount as contained in the MFP budget letter. The amount of funding for any budget request that is not provided through the MFP shall be determined by the legislature. In addition, funding for the New Orleans Center for the Creative Arts (NOCCA) shall be provided directly to the school from monies appropriated by the legislature and through funds appropriated for the Minimum Foundation Program (MFP) and allocated to the school from the Department of Education. MFP funds allocated to NOCCA shall be based upon that portion of the NOCCA enrollment which is not included in the enrollment count for the MFP of any school system, and each student shall be funded at 100% of the state base per pupil amount as contained in the MFP budget letter. The amount of funding for any budget request that is not provided through the MFP shall be determined by the legislature.

EXPENDITURES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
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>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

The proposed legislation provides for funding for the Louisiana School for Math, Science, and the Arts (LSMSA) and the New Orleans Center for the Creative Arts (NOCCA) to be a combination of state general funds appropriated directly to the school and state general fund dollars allocated through the MFP. Based upon the FY 09-10 MFP base per pupil amount and current enrollment figures, LSMSA and NOCCA would receive \$1,326,120 and \$647,640 respectively, and any additional funding provided to the schools will be determined by the legislature. Funding received in subsequent fiscal years will depend upon enrollment figures of the schools.

Each student should receive from the MFP the base per pupil amount, which currently is \$3,855. LSMSA would receive \$3,855 times the number of students currently enrolled in the school (344 students). NOCCA's allocation from the MFP would be \$3,855 times the number of students not currently included in the enrollment count for the MFP of any other school system. According to NOCCA, this would include 168 nonpublic students who are currently attending NOCCA.

It is not likely the proposed FY 10-11 MFP will include LSMSA and NOCCA students as proposed. If the proposed legislation is enacted and the schools are not included in the FY 10-11 MFP formula, LSMSA and NOCCA would not receive any allocation from the MFP until FY 11-12.

If the intent of the legislation is to replace current state general fund allocations to the schools with an equal amount of MFP funds, then there will be no additional cost to the state. However, if the budget for LSMSA and NOCCA are not reduced by a like amount, state general fund expenditures will increase.

REVENUE EXPLANATION

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

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>
<input checked="" type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost		<input checked="" type="checkbox"/> 6.8(F) >= \$100,000 Annual SGF Cost
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

H. Gordon Monk
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Legislative Fiscal Officer