

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **SB 165** SLS 11RS 174

Bill Text Version: **REENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> June 8, 2011	7:49 AM	<b>Author:</b> WALSWORTH
<b>Dept./Agy.:</b> Louisiana Community and Technical College System		<b>Analyst:</b> Charley Rome
<b>Subject:</b> Electronic Textbooks		

COMMUNITY TECH SYSTEM RE SEE FISC NOTE SG EX Page 1 of 1  
Provides relative to the availability and use of electronic textbooks and other instructional material in LCTCS institutions. (gov siq)

Proposed law provides for the Board of Supervisors of Community and Technical Colleges to make every effort to ensure that electronic versions are available for all prescribed textbooks and other instructional materials and to develop a program for the encouragement and sale of such electronic course materials. Beginning in Fall 2011, the bill directs institutions under its control to communicate the board's desire to increase the availability and accessibility of electronic textbooks and other instructional materials. The bill also requires adoption of rules and regulations. Proposed law also authorizes the board to charge a student opting to purchase electronic textbooks and other instructional materials an amount not greater than the actual cost and provides that the board may not charge the student for any administrative, handling or other costs associated with providing electronic textbooks and other instructional materials. Proposed law provides that monies derived from such charges shall remain with LCTCS and not be deposited in the state general fund and that such funds will be used to lower the cost of electronic textbooks and instructional materials to students. Effective upon governor's signature.

<b>EXPENDITURES</b>	<b>2011-12</b>	<b>2012-13</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>REVENUES</b>	<b>2011-12</b>	<b>2012-13</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

LCTCS expenditures will increase by an indeterminable amount in Fiscal Year 2011-12 and thereafter for costs associated with providing options for students to purchase electronic textbooks and other instructional materials. Per the bill, the LCTCS may not charge an amount greater than the actual cost to provide such textbooks and materials. Because the program is optional, the LCTCS is unable to estimate the number of students that might participate or the actual costs associated with providing the proposed electronic textbooks and materials. Furthermore, the LCTCS may not charge the student for any administrative, handling or other costs associated with providing electronic textbooks and other instructional materials. As such, expenditures at the LCTCS may also increase due to administrative, handling, and other costs not covered by the proposed charge. The LFO attributes these potential costs to SGR, but such costs could be funded from other means of finance as well.

NOTE: Cost increases may be limited to the extent that LCTCS institutions already utilize electronic textbooks and other instructional materials.

**REVENUE EXPLANATION**

Agency self-generated revenues will increase by an indeterminable amount in Fiscal Year 2011-12 and thereafter due to the proposed legislation. The bill authorizes the LCTCS to charge a student opting to purchase electronic textbooks and other instructional materials an amount not greater than the actual cost to provide such textbooks and materials. Furthermore, the LCTCS may not charge the student for any administrative, handling or other costs associated with providing electronic textbooks and other instructional materials. The LCTCS is unable to estimate the number of students that might participate or the actual costs associated with providing electronic textbooks and materials. As such, the LCTCS cannot estimate the amount charged per student or the total amount charged for electronic textbooks and materials authorized by the bill.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>	<i>Evan Brasseaux</i>
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}		<input type="checkbox"/> 6.8(F)1 >= \$500,000 Annual Fiscal Cost {S}	<b>Evan Brasseaux</b> <b>Staff Director</b>
		<input type="checkbox"/> 6.8(F)2 >= \$100,000 Annual SGF Cost {H&S}	
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	