

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 239** SLS 20RS 42
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: March 18, 2020 2:48 PM	Author: CONNICK
Dept./Agy.: Higher Education	Analyst: Jodi Mauroner
Subject: Student Athletes	

AMUSEMENTS/SPORTS OR INCREASE SG EX See Note Page 1 of 1
 Provides relative to compensation for student athletes participating in intercollegiate athletics. (See Act)

Proposed legislation allows students participating in intercollegiate athletics to earn compensation as a result of the use of the student's name, image, or likeness. Prohibits any compensation from affecting scholarship eligibility, award amounts, or revocation. Prohibits an athletic association, conference or organization with authority over intercollegiate athletics from preventing such compensation or from preventing an institution from participating in intercollegiate athletics as a result of such compensation. Prohibits an institution, athletic association, or organization from providing such compensation. Provides for legal representation of student athletes. Prohibits student contracts in conflict with institutional program provisions. Requires student disclosure of contracts and legal representation. Creates the College and University Athlete Compensation Task Force to review existing state and federal laws and national athletic association bylaws and examine issues regarding a student athlete's use of name, image and likeness for compensation. Provides for membership, compensation, and termination of the task force and a report to the legislature not later than August 1, 2021.

EXPENDITURES	2020-21	2021-22	2022-23	2023-24	2024-25	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	SEE BELOW	\$0	INCREASE	INCREASE	INCREASE	\$0
Ded./Other	SEE BELOW	\$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

REVENUES	2020-21	2021-22	2022-23	2023-24	2024-25	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

There may be an increase in expenditures of the Board of Regents (BOR) to convene and support the College and University Athlete Compensation Task Force. However, BOR anticipates that it will be able to utilize existing staff and resources to organize and conduct meetings.

There will be increased expenditures in FY 21 for post-secondary management boards and other appointing authorities for compensation and expense reimbursements for staff participating in task force meetings. This includes per diem (\$96) and travel (.57 per mile); however, these expenses are not anticipated to be material and can be absorbed within the operating budgets (which are funded through multiple means of finance).

There will be increased expenditures for certain institutions associated with staffing needs to ensure compliance with the provisions of the law. Most institutions have indicated they do not anticipate an impact because their intercollegiate sports programs are not at a level where their athletes are sought for promotional purposes, or that they anticipate any potential workload adjustments can be absorbed with their current compliance staff. LSU A&M anticipates a workload increase that will require additional staff beginning in FY 23 as follows: 3 staff at \$69,200 plus 40% related benefits \$27,680 (\$290,640) as well as annual operating expenses (\$50,000) for travel, acquisitions, software and other supports. However, LSU is still reviewing potential workload adjustments necessary to ensure compliance as well as employee qualifications that would be required so these estimates may not reflect actual costs to be incurred. These expenditures will be funded using LSU Athletics auxiliary funds.

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 {S & H}		<input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal 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}

Evan Brasseaux
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