

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



Fiscal Note On: **HB 78** HLS 24RS 381

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

|                                                          |          |                             |
|----------------------------------------------------------|----------|-----------------------------|
| <b>Date:</b> March 5, 2024                               | 11:23 AM | <b>Author:</b> CARVER       |
| <b>Dept./Agy.:</b> EDUCATION                             |          | <b>Analyst:</b> Julie Silva |
| <b>Subject:</b> Qualification as a Type 2 charter school |          |                             |

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Authorizes initial proposals for charter schools with corporate partners to be made to the State Board of Elementary and Secondary Education as Type 2 charter school proposals

Proposed legislation authorizes initial proposals for charter schools with corporate partners to be made to the State Board of Elementary and Secondary Education (BESE) as Type 2 charter school proposals. Proposed legislation further provides that a regional airport, or any federal or state entity or agency, including public postsecondary education institutions be considered corporate partners for purposes of charter school application.

Current law provides that charter schools with corporate partners must first apply to the local school board with jurisdiction over the area where the charter school will be located. Current law also provides that a corporate partner can appeal a denial of that application to BESE. Proposed legislation removes the local school board application requirement, classifying charter schools with corporate partners as Type 2 charters, who may apply directly to BESE for authorization.

| EXPENDITURES        | 2024-25    | 2025-26    | 2026-27    | 2027-28    | 2028-29    | 5 -YEAR TOTAL |
|---------------------|------------|------------|------------|------------|------------|---------------|
| State Gen. Fd.      | \$0        | \$0        | \$0        | \$0        | \$0        | <b>\$0</b>    |
| Agy. Self-Gen.      | \$0        | \$0        | \$0        | \$0        | \$0        | <b>\$0</b>    |
| Ded./Other          | \$0        | \$0        | \$0        | \$0        | \$0        | <b>\$0</b>    |
| Federal Funds       | \$0        | \$0        | \$0        | \$0        | \$0        | <b>\$0</b>    |
| Local Funds         | \$0        | \$0        | \$0        | \$0        | \$0        | <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>    |

  

| REVENUES            | 2024-25          | 2025-26          | 2026-27          | 2027-28          | 2028-29          | 5 -YEAR TOTAL |
|---------------------|------------------|------------------|------------------|------------------|------------------|---------------|
| State Gen. Fd.      | \$0              | \$0              | \$0              | \$0              | \$0              | <b>\$0</b>    |
| Agy. Self-Gen.      | \$0              | \$0              | \$0              | \$0              | \$0              | <b>\$0</b>    |
| Ded./Other          | \$0              | \$0              | \$0              | \$0              | \$0              | <b>\$0</b>    |
| Federal Funds       | \$0              | \$0              | \$0              | \$0              | \$0              | <b>\$0</b>    |
| Local Funds         | <b>SEE BELOW</b> | <b>SEE BELOW</b> | <b>SEE BELOW</b> | <b>SEE BELOW</b> | <b>SEE BELOW</b> |               |
| <b>Annual Total</b> |                  |                  |                  |                  |                  |               |

**EXPENDITURE EXPLANATION**

There is no anticipated direct material impact on governmental expenditures as a result of this measure. Proposed legislation provides that initial proposals for charter schools with corporate partners be made to the Board of Elementary and Secondary Education (BESE) for consideration as Type 2 charter schools. The Type 2 charter school application process is an existing process managed by the Louisiana Department of Education, and any increase in workload as a result of the proposed legislation can be absorbed by existing staff.

**REVENUE EXPLANATION**

Local revenues may be impacted as a result of the proposed legislation. Any corporate partner charter school approved as a Type 2 charter school will receive the same per pupil amount as provided through the MFP formula to the school district in which the student resides. Such affected school districts may experience a decrease in state and local funds received via MFP allocations, dependent on the number of students residing in each district who enroll in corporate partner charter schools. This impact is indeterminable, not likely to be significant, and is dependent on the level to which proposed legislation leads to an increase in the approval rates of corporate partner charter schools.

Senate

Dual Referral Rules

13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}

13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House

6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

**Patrice Thomas**  
**Deputy Fiscal Officer**