



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

Fiscal Note On: **SB 243** SLS 24RS 453  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> March 15, 2024 11:35 AM	<b>Author:</b> BOUIE
<b>Dept./Agy.:</b> EDUCATION	<b>Analyst:</b> Julie Silva
<b>Subject:</b> Recovery School District	

SCHOOLS OR NO IMPACT See Note Page 1 of 1  
 Provides relative to certain schools returned from the Recovery School District. (gov sig)

Proposed legislation requires local school boards to grant operational autonomy to schools returned from the Recovery School District (now Type 3B charters) as provided in R.S. 10.7.1(G)(1), through the charter contract. The operational autonomy that is granted must apply to charter schools with a letter grade of "D" or "F" upon review for contract renewal or extension. Additionally requires approval by the local school board before any Type 3B charter school may act as its own local educational agency.

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	\$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>

**EXPENDITURE EXPLANATION**

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

Proposed legislation expands existing laws concerning charter school operational autonomy to include those with D or F letter grades, upon review for contract renewal or extension, and requires that the areas of operational autonomy granted to the charter school's governing authority be enumerated within their charter school contract.

Type 3B charter schools are those that were once a part of the Recovery School District (RSD). Currently, upon transition out of the RSD, a school can choose to act as its own LEA for funding purposes, or it can be returned to the jurisdiction of its originating LEA, which will administer the funds as it does for other public and charter schools under its jurisdiction. Proposed legislation now requires the originating LEA to grant approval before a Type 3B charter can act as its own LEA. Proposed legislation will not impact the total amount of Minimum Foundation Program (MFP) formula funding a former RSD/Type 5 charter receives, but may impact **how** it receives it, as outlined below.

**Type 3B charters acting as their own LEA** are considered independent charter schools, and receive their allocation of MFP funding directly from the Louisiana Department of Education.

**Type 3B charters not acting as their own LEA** are considered approved public schools of the LEA of original jurisdiction, to which the Type 3B school has been returned, and receive their allocation of MFP funding from their local LEA.

Note: While schools are in the RSD, they are classified as Type 5 charter schools. Once removed from the RSD they become Type 3B charters.

**REVENUE EXPLANATION**

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

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**