

RÉSUMÉ DIGEST

ACT 35 (SB 72)

2025 Regular Session

Reese

Existing law authorizes, at the direction of the board of the La. Community and Technical College System (LCTCS), a specific list of construction and improvement projects for facilities and properties in LCTCS to be funded through the issuance of bonds or through financing programs provided by the La. Government Environmental Facilities and Community Development Authority or a public trust. Further provides for requirements and limitations with respect to the issuance of bonds such as the terms of the bonds, the interest rates, requirements for the actual sale of the bonds, and approval by the State Bond Commission. Projects contained in existing law are not required to be included in the annual comprehensive capital budget.

New law retains existing law.

Existing law provides that construction projects shall be managed and administered by a nonprofit corporation established for such purposes, regardless of the source of revenues used to fund such construction projects.

New law retains existing law.

New law prohibits debt service payment obligations relating to all project financing or bonds issued on behalf of nonprofit corporations for facilities operated by LCTCS and payable from state appropriations from exceeding \$43,900,000 per year.

New law authorizes financing for a new list of projects at the discretion of the board in accordance with the provisions of existing law. Requires the board to determine the dollar amount reasonably necessary to complete each project which shall constitute the value of the project for purposes of existing law.

New law provides that the new list of projects shall require a no less than 12% match of the total project cost. No project shall be financed until the match requirement has been satisfied.

New law authorizes the fair market value of donated property to be utilized as a source of matching funds.

New law lists the projects authorized as follows:

- (1) Northshore Technical Community College-Hammond Area Campus.
- (2) River Parishes Community College-Donaldsonville Campus.
- (3) SOWELA Technical Community College-Lamar Salter Campus.
- (4) Northwest Louisiana Technical Community College-Shreveport Campus.
- (5) Louisiana Delta Community College-Bastrop Campus.
- (6) Central Louisiana Technical Community College-Rod Brady Campus.
- (7) Central Louisiana Technical Community College-Ward H. Nash Avoyelles Campus.
- (8) South Louisiana Community College-T.H. Harris Opelousas Campus.

New law requires the board to periodically complete a facilities needs assessment to determine the condition of its facilities and its strategic priorities for facilities improvements and maintenance. Authorizes the board to amend the list of projects to include any project it deems necessary or advisable to address facility needs or facilitate economic development.

New law provides that the scope of the projects may include the development, acquisition, purchase, construction, renovation, improvement or expansion of facilities, including providing equipment, furnishings, fixtures and other expenditures incidental or necessary in connection therewith.

Effective July 1, 2025.

(Amends R.S. 17:3394.3(B)(intro para) and (C)(intro para); adds R.S. 17:3394.3(A)(6) and (D))