LEGISLATIVE FISCAL OFFICE Fiscal Note



Fiscal Note On: **SB 178** SLS 22RS

Bill Text Version: ORIGINAL

Opp. Chamb. Action: Proposed Amd.:

Sub. Bill For .:

Date: March 15, 2022

3:19 PM

Author: FIELDS

Dept./Agy.: Office of Student Financial Assistance (OSFA) **Subject:** TOPS eligibility

11011011 | 12203

OPS OR INCREASE GF EX See Note

Analyst: Tim Mathis

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Provides for TOPS exceptions due to Hurricane Ida. (gov sig)

<u>Proposed legislation</u> authorizes the Office of Student Financial Assistance (OSFA) to waive TOPS initial eligibility requirements that a student cannot comply with if it deems that failure to comply is, more likely than not, due solely to the effects of Hurricane Ida. Applicable to the 2021-2022 academic year, authorizes OSFA to provide for the following continuing eligibility requirements for a TOPS award: waives requirements for steady academic progress and a certain cumulative GPA; provides an extended timeframe for a student to recover an award; and waives reduction of eligibility for each semester a student is enrolled in an out-of-state college or university. Proposed legislation is only applicable to individuals who, as of August 27, 2021, were eligible for or had a program award and met one of the following criteria: had a home of record or were enrolled in an eligible college or university in an affected parish, or were a member of the LA National Guard called to active duty to assist in the preparation for and response to Hurricane Ida. Effective upon governor's signature.

EXPENDITURES State Gen. Fd.	2022-23 INCREASE	2023-24 INCREASE	2024-25 INCREASE	2025-26 INCREASE	2026-27 INCREASE	5 -YEAR TOTAL
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>	<u>\$0</u>
Annual Total						
REVENUES	2022-23	2023-24	2024-25	2025-26	2026-27	5 -YEAR TOTAL
State Gen. Fd.	+0					
State den. Fa.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen. Ded./Other	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0	\$0 \$0

EXPENDITURE EXPLANATION

Proposed legislation is anticipated to result in an indeterminable increase in state expenditures for the Office of Student Financial Assistance (OSFA) to provide for expanded TOPS eligibility. To the extent this measure provides TOPS eligibility to students who otherwise would not be eligible or would lose eligibility, there will be an increase in TOPS expenditures in FY 23 and going forward, however this is indeterminable as the potential number of qualifying students is unknown.

On October 7, 2021, the governor issued *Executive Proclamation 183 JBE 2021*, which waived certain initial and continuing eligibility requirements for a TOPS award for students who live in or attend school in parishes eligible for FEMA Direct Housing Assistance as a result of Hurricane Ida (Jefferson, Lafourche, Livingston, Plaquemines, St. Charles, St. Helena, St. James, St. John the Baptist, Tangipahoa, or Terrebonne). The proposed legislation codifies these exceptions. Per OSFA, any fiscal impacts as a result of the exceptions are already accounted for in the TOPS projections.

REVENUE EXPLANATION

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

Senate Dual Referral Rules

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

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

 \bigcirc 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}

Evan Brasseaux

Evan Brasseaux
Interim Deputy Fiscal Officer