



LEGISLATIVE FISCAL OFFICE

Fiscal Note

Fiscal Note On: **HB 1212** HLS 03- 1580

Bill Text Version: **ORIGINAL**

Opp Chamb Action:

Sub Bill For:

Proposed Amd:

<b>Date:</b> May 6, 2003 3:27 PM	<b>Author:</b> K CARTER
<b>Dept/Agy:</b> Department of Education/Local School Systems	<b>Analyst:</b> Mary Kathryn Drago
<b>Subject:</b> Operation of lunch programs for profit	

SCHOOLS/FOOD PROGRAMS

OR SEE FISC NOTE LF EX

Page 1 of 1

Permits school lunch departments in certain school systems to be operated for profit and removes limitation on use of state funds for such purpose.

Permits certain local school boards to operate or provide for the operation of lunch departments on a profit basis when in the best interest of the school system and its students. Provides also that limitations on the disbursement of state funds for the support of any privately provided school lunch program operated for profit do not apply to these school boards.

EXPENDITURES	2003-04	2004-05	2005-06	2006-07	2007-08	5 YEAR TOTAL
State General Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Stat. Deds./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						

REVENUES	2003-04	2004-05	2005-06	2006-07	2007-08	5 YEAR TOTAL
State General Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Stat. Deds./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						

**EXPENDITURE EXPLANATION:**

One would presume that a local school system would enter into an agreement with a profit based food service company for one or both of the following reasons: to lower the cost of providing the food service and/or to improve the quality of the food service. Actual expenditures for food service could decrease, remain constant, or increase depending on the selection, performance, and payment of selected food service vendors.

**REVENUE EXPLANATION:**

The federal lunch program reimburses local school systems for meals provided to students. As such, local revenues from the federal lunch program could decrease, remain constant, or increase depending on the number of meals served to affected students.

Dual Referral Rules

Senate

- ☐ 13.5.1 >= \$500,000 Annual Fiscal Cost
- ☐ 13.5.2 >= \$500,000 Annual Tax or Fee Change

House

- ☐ 6.8(F) >= \$500,000 Annual Fiscal Cost
- ☐ 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease per year

H. Gordon Monk

STAFF DIRECTOR