# LEGISLATIVE FISCAL OFFICE
## Fiscal Note

Fiscal Note On: **HB 761** HLS 12RS 1287
Bill Text Version: **ORIGINAL**
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

**Date:** April 24, 2012 8:46 AM
**Author:** HONORE
**Dept./Agy.:** Higher Education
**Subject:** Authorizes Privatization of Lab School Nutrition Programs
**Analyst:** Charley Rome

SCHOOLS/FOOD PROGRAMS OR DECREASE GF EX See Note 
Provides relative to the administration of nutrition programs at LSU and Southern lab schools

Present law provides that no state funds shall be disbursed for school nutrition programs used by any private person or entity for profit, regardless of any authority in federal or state law for contracting with such a private entity, excluding the Child and Adult Care Food Program as provided in BESE regulations. Proposed law additionally excludes any elementary or secondary school operated by La. State University or Southern University.

| **EXPENDITURES** | **2012-13** | **2013-14** | **2014-15** | **2015-16** | **2016-17** | **5 -YEAR TOTAL** |
|---|---|---|---|---|---|---|
| State Gen. Fd. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE | |
| 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 | $0 | $0 | $0 | $0 | $0 | **$0** |
| **Annual Total** | | | | | | |

| **REVENUES** | **2012-13** | **2013-14** | **2014-15** | **2015-16** | **2016-17** | **5 -YEAR TOTAL** |
|---|---|---|---|---|---|---|
| State Gen. Fd. | $0 | $0 | $0 | $0 | $0 | **$0** |
| 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 | $0 | $0 | $0 | $0 | $0 | **$0** |
| **Annual Total** | **$0** | **$0** | **$0** | **$0** | **$0** | **$0** |

**EXPENDITURE EXPLANATION**

The proposed legislation will decrease state general fund expenditures at the Southern A&M University Lab School in Baton Rouge between $18,000 to $36,000 per year. The Southern A&M Lab School estimates that privatization of their nutrition services will save 10% to 20% of the school's FY12 annual cafeteria budget of $181,300. ($181,300 X 10% = $18,130 minimum estimated annual savings, $181,300 X 20% = $36,260 maximum estimated annual savings). The LSU A&M Lab school does not intend to privatize its nutrition services and reports no anticipated savings from the proposed legislation at this time.

**REVENUE EXPLANATION**

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

Senate Dual Referral Rules House

☐ 13.5.1 >= $100,000 Annual Fiscal Cost {S&H}
☐ 13.5.2 >= $500,000 Annual Tax or Fee Change {S&H}
☐ 6.8(F)1 >= $500,000 Annual Fiscal Cost {S}
☐ 6.8(G) >= $500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Evan Brasseaux

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