LEGISLATIVE FISCAL OFFICE
Fiscal Note

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

Date: May 9, 2012 5:27 AM
Author: HONORE
Dept./Agy.: Higher Education
Subject: Authorizes Privatization of Lab School Nutrition Programs
Analyst: Charley Rome

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

Evan Brasseaux

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