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SENATE BILL NO. 656

BY SENATOR BUFFINGTON

2	To amend and reenact R.S. 17:4016(A) and (B)(2), and 4017, and to enact R.S. 17:4019,
3	relative to scholarships for certain students; to authorize public or private entities to
4	make certain donations to various participating schools for recipients of scholarships;
5	to provide for an effective date; and to provide for related matters.
6	Be it enacted by the Legislature of Louisiana:
7	Section 1. R.S. 17:4016(A) and (B)(2), and 4017 are hereby amended and reenacted
8	and R.S. 17:4019 is hereby enacted to read as follows:
9	§4016. Scholarship amounts; funding
10	A. The state board department shall allocate annually from the minimum
11	foundation program funds appropriated or otherwise available for the program
12	an amount per pupil to each participating school equal to the amount allocated per
13	pupil as provided in the minimum foundation program formula, inclusive of the
14	calculations of both the local and state per pupil allocations, to the local school
15	system in which the scholarship recipient resides, considering all student
16	characteristics. This amount shall be counted toward the equitable allocation of
17	funds appropriated to parish and city school systems as provided in Article VIII,
18	Section 13(B) of the Constitution of Louisiana. For a participating school that

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charges tuition, if the maximum amount of tuition plus incidental or supplementary fees that are charged to non-scholarship students enrolled in such school and any costs incurred in administering the tests required pursuant to R.S. 17:4023 is less than the amount allocated per pupil to the local school system in which the student resides, any remaining funds shall be returned to the state or to the local school system in which the scholarship recipient attended or otherwise would be attending public school for that year according to the pro rata share for the per pupil amount each year as determined by the minimum foundation program for the local school system in which the scholarship recipient attended or otherwise would be attending public school for that year then the amount allocated per pupil to the school shall be equal to the sum of such maximum tuition amount, such incidental or supplementary fees charged to non-scholarship students, and such testing costs.

B.

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(2) The parent or legal guardian may make a parental placement to receive special education and related services from a participating nonpublic school that has demonstrated the capacity to offer such services. In such case, the nonpublic school may charge a higher tuition for students receiving such services, and the state board department shall allocate annually from the minimum foundation program funds appropriated or otherwise available to the program an amount per pupil to each participating nonpublic school equal to a special education tuition amount based on the cost of providing special education services identified for that student to the participating nonpublic school. This amount shall be in addition to the participating nonpublic school's maximum scholarship payment as described in Subsection A of this Section but the total of the payment and the special education tuition shall not exceed the amount that would be allocated as provided in Subsection A of this Section for that student to the local school system if the student otherwise would be attending public school.

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§4017. Payment of scholarships

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A. The department shall transfer scholarship payments to each participating school on behalf of the responsible city or parish school district. No locally levied school district tax revenues shall be transferred to any participating school located outside of the school district where the tax is levied or any participating nonpublic school within the district.

B. The amount to be paid for a scholarship shall be divided into four equal payments to be made to each participating school in September, December, February, and May of each school year. Payments shall be based on per pupil count dates as determined by the department. No refunds shall be made to the department or to the parent or legal guardian if the scholarship recipient withdraws from the program or is otherwise not enrolled prior to the next count date. The school in which the scholarship recipient is enrolled on the next count date shall receive the next payment.

B. Notwithstanding any other provision of this Chapter to the contrary, any public or private entity, including any nonprofit organization, may make a directed donation to any participating school for a student who is a recipient of a Student Scholarships for Educational Excellence scholarship.

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§4019. Private scholarships

A. Recognizing the success of the program and in order to maintain the long-term financial stability of the program, private businesses, industry, foundations, charities, and other groups may request from the division of administration that, notwithstanding any provision of law to the contrary, they may create privately funded scholarship programs to make payments to participating schools on behalf of individual students. If the division of administration were to approve such a private scholarship program then any private scholarship funds received by a participating school from such private scholarship program on behalf of a student shall cause a reduction in the dollar amount of the Student Scholarships for Educational Excellence scholarship to the participating school attributable to that student such that the Student

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Scholarships for Educational Excellence scholarship associated with that student shall be an amount that is equal to the dollar amount that the Student Scholarships for Educational Excellence scholarship would have been if no such private scholarship funds had been received less the amount of private scholarship funds received by the participating school on behalf of that student.

B. This Section shall in no way be interpreted in such a manner that a student could receive less benefits from a combination of the Student Scholarships for Educational Excellence scholarship and the private scholarship funded on his behalf than he would have received solely from the Student Scholarships for Educational Excellence scholarship if there had been no such private scholarship funded on his behalf. Therefore, to the extent any such privately funded scholarship funds provided for in this Section made to a participating school on behalf of a qualified student are for an amount less than the amount a given student would have otherwise received as a Student Scholarship funds had been paid under this Section, then the participating school shall receive that difference on behalf of the student as the student's Student Scholarships for Educational Excellence scholarship.

C. As provided in this Section, when a participating school receives privately funded scholarship funds on behalf of a student pursuant to this Section, the annual appropriation of state funds for the Student Scholarships for Educational Excellence program shall be reduced by the amount of such private scholarship program funds so received. The commissioner of administration shall determine and specify the amount of the reduction from the source of the funds to provide the maximum benefit to the state from the privately funded scholarship program. The state treasurer shall deposit the amount of such reduction as specified by the commissioner of administration into the Overcollections Fund created in R.S. 39:100.21 and credit such deposit to an account within the fund hereby established and created to be known as the "Program Participation Savings Account".

Section 2. This Act shall become effective on July 1, 2014; if vetoed by the governor and subsequently approved by the legislature, this Act shall become effective on July 1, 2014, or on the day following such approval by the legislature, whichever is later.

PRESIDENT OF THE SENATE

SPEAKER OF THE HOUSE OF REPRESENTATIVES

GOVERNOR OF THE STATE OF LOUISIANA

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APPROVED: _____