<u>Prior law</u> established the Cecil J. Picard LA 4 Early Childhood Program (LA 4), a program for early childhood development and enrichment activity classes. Required the state Dept. of Education to allocate funding out of monies appropriated for such purpose. <u>New law</u> authorizes any public or private entity, including a nonprofit organization, to make a directed donation to a participating school district for a student who is enrolled in LA 4 classes, as follows:

- (1) Authorizes private businesses, industry, foundations, charities, and other groups to make a request to the division of administration that they may create privately funded scholarship programs to make payments to participating school districts on behalf of qualified students.
- (2) Provides that if the division approves such a program, funds received by a school district from the program shall cause an equivalent reduction in the amount allocated to the district.
- (3) Prohibits the following:
 - (a) The interpretation of <u>new law</u> in a manner that would cause a school district to receive less benefits than it would have received.
 - (b) The construal or implementation of <u>new law</u> in a manner that would cause the loss of any funding for early childhood programs or services including LA 4 program and the Child Care and Development Fund.
- (4) Provides that if a district receives scholarship funds, the annual appropriation of state funds for the LA 4 Program shall be reduced by the amount of such funds.
- (5) Requires the state treasurer to (a) deposit the amount of the reduction as specified by the commissioner of administration into the <u>prior law</u> Overcollections Fund and (b) credit the deposit to an account within the fund created by <u>new law</u> and known as the "Program Participation Savings Account".

Effective July 1, 2014.

(Adds R.S. 17:407.26)