
DIGEST

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HB 720 Engrossed

2015 Regular Session

Adams

Abstract: Authorizes the Board of Supervisors of Community and Technical Colleges to enter into contracts with private nonprofit corporations to obtain certain services.

Proposed law authorizes the Board of Supervisors of Community and Technical Colleges (the board) to enter into contractual agreements with private non-profit corporations. Provides that the authorities granted to the board pursuant to proposed law are intended to facilitate and promote operational and financial efficiencies. Also provides that the authorities granted to the board by proposed law are intended to be in addition to and not in any way to limit any other authorities granted to the board pursuant to applicable provisions of present law.

Proposed law provides that, as a result of the authority and responsibilities granted to it by present law, the board may enter into such contractual agreements for any of the following purposes to benefit its member institutions:

- (1) Food services and vending operations.
- (2) Bookstore services.
- (3) Janitorial, custodial, or grounds keeping services.
- (4) Physical plant operations.
- (5) Information technology and telecommunication operations.
- (6) Student housing operations.
- (7) Parking and garage operations.
- (8) Accounting and financial aid services.
- (9) Other operations or functions central to the mission of the colleges that could be more efficiently provided under the provisions of proposed law.
- (10) The financing, construction, procurement, maintenance, and management of facilities relative to proposed law.

Proposed law provides that the contractual agreement between the board and the private nonprofit corporation shall not exceed a term of 30 years. Further provides that such agreement may provide for the management, operation, procurement, maintenance, lease, lease back, sublease, or financing of any of the operations, services, or related facilities authorized by proposed law.

Proposed law provides that the private nonprofit corporation shall be organized for the purposes of supporting the board or any combination of its member institutions.

Proposed law provides that any profit or excess revenues realized by such a private nonprofit corporation may be distributed only to other nonprofit corporations or foundations created to support the community and technical colleges with the condition that all such distributed funds be used for the sole purpose of financially supporting the mission of the system's member institutions.

(Adds R.S. 17:3394.4)

Summary of Amendments Adopted by House

The Committee Amendments Proposed by House Committee on Education to the original bill:

1. Make technical changes.
2. Add a reference to the legislative auditor statute to requirement that corporations comply with present law.