

LEGISLATIVE FISCAL OFFICE Fiscal Note

Fiscal Note On: **HB** 652 HLS 16RS 918

Bill Text Version: ORIGINAL

Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: April 11, 2016 11:48 AM

Dept./Agy.: Education

Subject: Virtual Charter School Funding

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SCHOOLS/CHARTER OR DECREASE LF RV See Note
Requires virtual charter schools to submit student addresses to local school systems for verification

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Proposed legislation requires virtual charter schools to submit student admission applications to local school districts for verification that the address is in the district. If the local school district is unable to verify the address or the virutal charter fails to submit the address as required, the per pupil amount provided to the virtual charter through the Minimum Foundation Program formula (MFP) shall be \$1,500.

EXPENDITURES 2016-17		2017-18	2018-19	2019-20	2020-21	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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total						
REVENUES	2016-17	2017-18	2018-19	2019-20	2020-21	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	DECREASE	DECREASE	DECREASE	DECREASE	DECREASE	
Annual Total						

EXPENDITURE EXPLANATION

There will be a decrease in the amount of funds required to fund the MFP if the per pupil funding for students enrolled in virtual charter schools is reduced. Virtual charter schools currently receive 90% of the MFP allocation. The amount is indeterminable and will depend upon the number of students for whom the address cannot be verified.

REVENUE EXPLANATION

To the extent the student address cannot be verified there will be a reduction in MFP funds received by virtual charter schools. For FY 17 there are a projected 4,017 students enrolled in the LA Virtual Charter Academy and the LA Connections Academy. The schools receive an average of \$4,700 state per pupil amount and \$4,250 from the local share for a combined \$8,950 per pupil amount which will be reduced to \$1,500 per the proposed legislation.

<u>Senate</u> 13.5.1 >= 9	<u>Dual Referral Rules</u> 3100,000 Annual Fiscal Cost {S8	House	6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}	Evan	Brasseaux
13.5.2 >= 9	5500,000 Annual Tax or Fee Change {S&H}	-	6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	Evan Brassea Staff Director	