

2018 Regular Session

HOUSE BILL NO. 144

BY REPRESENTATIVE ABRAHAM

FUNDS/FUNDING: Creates the Louisiana Jobs Now Fund for the purpose of funding postsecondary education degree and certificate production in high-demand fields

1 AN ACT

2 To enact R.S. 17:3138.7, relative to special treasury funds; to establish the Louisiana Jobs
3 Now Fund as a special fund in the state treasury; to provide for deposits into the
4 fund; to provide for uses of the fund; to provide for certain limitations; to require
5 certain reports; 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. 17:3138.7 is hereby enacted to read as follows:

8 §3138.7. Louisiana Jobs Now Fund

9 A.(1) The Louisiana Jobs Now Fund, hereinafter referred to in this Section
10 as the "fund", is hereby created within the state treasury as a special fund for the
11 purpose of funding degree and certificate production in high-demand fields through
12 programs offered by Louisiana's public postsecondary education institutions and
13 institutions that are members of the Louisiana Association of Independent Colleges
14 and Universities to meet the state's current and future workforce needs.

15 (2) Any money donated to the fund or appropriated to the fund by the
16 legislature shall be deposited in the fund. Monies in the fund shall be invested in the
17 same manner as monies in the general fund. Interest earned on investment of monies
18 in the fund shall be credited to the fund. Unexpended and unencumbered monies in
19 the fund at the end of the fiscal year shall remain in the fund.

1 B.(1) Monies in the fund shall be appropriated to the postsecondary
2 education management boards and the Louisiana Association of Independent
3 Colleges and Universities to be distributed to and used by postsecondary education
4 institutions in accordance with the distribution methodology to be developed as
5 provided for in this Section.

6 (2) The funds distributed pursuant to this Section shall be used by the
7 institution towards degree production at four-year institutions in science, technology,
8 engineering, and math (STEM) programs and towards degree and certificate
9 production at two-year, community, and technical colleges in fields required for
10 four-star or five-star jobs as defined by the Louisiana Workforce Commission's
11 Louisiana Star Jobs program or its successors.

12 (3) Any funds distributed to an institution that remain unexpended or
13 unobligated at the end of the fiscal year shall be available for use in the subsequent
14 fiscal year by an institution pursuant to its implementation plan.

15 (4)(a) Funding shall be distributed by the postsecondary education
16 management boards and Louisiana Association of Independent Colleges and
17 Universities only upon the certification by the postsecondary education management
18 board and the association on behalf of the receiving institution that a match of no less
19 than twenty-five percent of the amount of funding to be distributed has been
20 guaranteed by a private entity. The certification shall detail the type of private match
21 to be provided, which may include but is not limited to: cash; in-kind donations of
22 technology, personnel, construction materials, facility modification, or tangible
23 property; internships; scholarships; sponsorship of staff or faculty; or faculty
24 endowment.

25 (b) In any fiscal year that the total appropriated funds from the sum of the
26 state general fund and dedicated funds for postsecondary education are below the
27 appropriated funding in the prior fiscal year, a postsecondary education management
28 board and the Louisiana Association of Independent Colleges and Universities may
29 delay or waive requirements as set forth in Subparagraph (a) of this Paragraph.

1 C. The methodology for distribution of funds shall be as follows:

2 (1) Fifty percent of funds shall be distributed to four-year institutions based
3 on each institution's prior year degree production in science, technology,
4 engineering, and math (STEM) programs.

5 (2) Fifty percent of funds shall be distributed to two-year, community, and
6 technical colleges based on each institution's prior year degree and certificate
7 production in fields required for four-star or five-star jobs as defined by the
8 Louisiana Workforce Commission's Louisiana Star Jobs program or its successors.

9 (3) The presidents of the four public postsecondary education systems and
10 the president of the Louisiana Association of Independent Colleges and Universities
11 annually shall review and approve the distribution methodology, the list of degree
12 and certificate programs upon which the distribution is based, and the final
13 distribution amounts.

14 D. The Board of Regents annually shall submit a report to the Senate
15 Committee on Education, the Senate Committee on Finance, the House Committee
16 on Education, and the House Committee on Appropriations. The report shall include
17 the distribution methodology, the list of degree and certificate programs upon which
18 the distribution is based, the final distribution amounts, the number of jobs created
19 as a result of the distribution, and the methodology and data used to determine the
20 reported number of jobs created. Each postsecondary education management board
21 and the Louisiana Association of Independent Colleges and Universities shall report
22 to the Board of Regents the information necessary for the Board of Regents to satisfy
23 the requirements of this Subsection.

24 E. The fund is in addition to, and separate from, any monies appropriated or
25 allocated to any postsecondary education management board. Allocations from this
26 fund shall not be included in the Board of Regents' funding formula calculation, nor
27 shall it supplant any state general fund allocations provided to institutions. The
28 availability of the fund shall not in any way substitute, limit, or otherwise affect the

1 allocation of any funds otherwise available to those institutions under state or federal
 2 laws.

3 Section 2. This Act shall become effective on July 1, 2018; if vetoed by the governor
 4 and subsequently approved by the legislature, this Act shall become effective on July 1,
 5 2018, or on the day following such approval by the legislature, whichever is later.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 144 Engrossed

2018 Regular Session

Abraham

Abstract: Creates the La. Jobs Now Fund and provides for deposits and uses of the fund.

Proposed law creates the La. Jobs Now Fund (the fund) for the purpose of funding degree and certificate production in high-demand fields through programs offered by La.'s public postsecondary education institutions and institutions that are members of the La. Assoc. of Independent Colleges and Universities (LAICU) to meet the state's current and future workforce needs.

Proposed law requires monies in the fund to be appropriated to the postsecondary education management boards and LAICU to be distributed to and used by postsecondary education institutions towards degree production at four-year universities in science, technology, engineering, and math (STEM) programs and towards degree and certificate production at two-year, community, and technical colleges in fields required for four-star or five-star jobs as defined by the La. Workforce Commission's La. Star Jobs program. However, prior to distribution of the funds, proposed law requires certification by the postsecondary education management boards and LAICU on behalf of the receiving institution that a match of no less than 25% of the funding is guaranteed by a private entity.

Proposed law provides for distribution of funds as follows:

- (1) 50% to four-year universities based on each institution's prior year degree production in STEM programs.
- (2) 50% to two-year, community, and technical colleges based on each institution's prior year degree and certificate production in fields required for four-star or five-star jobs.

Proposed law requires the Bd. of Regents annually to submit a report to certain legislative committees. Provides that the report shall include specified information including but not limited to the final distribution amounts and the number of jobs created as a result of such distribution.

Proposed law prohibits monies from the fund supplanting any state general fund allocations provided to institutions.

Effective July 1, 2018.

(Adds R.S. 17:3138.7)

Summary of Amendments Adopted by House

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

1. Add institutions that are members of LAICU as eligible to receive and use monies in the La. Jobs Now Fund.