

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 500** HLS 11RS 375

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: June 8, 2011	7:26 AM	Author: EDWARDS
Dept./Agy.: Higher Education		Analyst: Charley Rome
Subject: Educational Benefits for Veterans		

COLLEGES/UNIVERSITIES OR +\$1,160,000 GF EX See Note Page 1 of 1
Provides certain educational benefits for veterans who are students at La. public colleges and universities

Relative to veterans who are students at La. public colleges and universities, the bill provides for the award of educational credits for courses that are part of the student's military service and that meet certain academic standards. The bill also limits tuition and mandatory attendance fee charges for a student at a La. public college or university who is not a resident of the state and who is a veteran to not more than amounts charged to La. residents. Requires each public postsecondary education management board to adopt certain policies (by not later than Jan. 1, 2012) as well as rules, regulations, and procedures to implement proposed law beginning with the 2012-2013 academic year and continuing thereafter. Effective upon governor's signature.

EXPENDITURES	2011-12	2012-13	2013-14	2014-15	2015-16	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$1,160,000	\$1,250,000	\$1,350,000	\$1,460,000	\$5,220,000
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	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$1,160,000	\$1,250,000	\$1,350,000	\$1,460,000	\$5,220,000

REVENUES	2011-12	2012-13	2013-14	2014-15	2015-16	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	(\$1,160,000)	(\$1,250,000)	(\$1,350,000)	(\$1,460,000)	(\$5,220,000)
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	(\$1,160,000)	(\$1,250,000)	(\$1,350,000)	(\$1,460,000)	(\$5,220,000)

EXPENDITURE EXPLANATION

State general fund expenditures will increase by an estimated \$1.16 million in Fiscal Year 2012-13 to fund tuition exemptions for veterans authorized by the bill. Higher education institutions project the following increases in state general fund expenditures for the proposed veteran tuition exemptions: \$1.25 million in FY14, \$1.35 million in FY15, and \$1.46 million in FY16. Higher education institutions estimated the amounts by year based on the number of current nonresident veterans projected to receive the proposed tuition exemptions multiplied by the projected nonresident fee amount by institution.

The provisions of the proposed legislation requiring higher education boards and institutions to accept military education courses will not significantly impact expenditures because these credits are already accepted in most cases according to the Board of Regents.

REVENUE EXPLANATION

Self-generated tuition revenues will decrease by an estimated \$1.16 million in Fiscal Year 2012-13 due to tuition exemptions for veterans authorized by the bill. Higher education institutions project the following decreases in self-generated revenues due to proposed tuition exemptions for veterans: \$1.25 million in FY14, \$1.35 million in FY15, and \$1.46 million in FY16. Higher education institutions estimated the amounts by year based on the number of current nonresident veterans projected to receive the proposed tuition exemptions multiplied by the projected nonresident fee amount by institution.

The provisions of the proposed legislation requiring higher education boards and institutions to accept military education courses will not significantly impact revenues because these credits are already accepted in most cases according to the Board of Regents.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>	<i>Evan Brasseaux</i>
<input checked="" type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}		<input checked="" type="checkbox"/> 6.8(F)1 >= \$500,000 Annual Fiscal Cost {S}	Evan Brasseaux Staff Director
		<input checked="" type="checkbox"/> 6.8(F)2 >= \$100,000 Annual SGF Cost {H&S}	
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	