

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 584** HLS 17RS 764

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 29, 2017 7:50 AM	Author: LEGER
Dept./Agy.: Education	Analyst: Jodi Mauroner
Subject: Early Childhood Education	

FUNDS/FUNDING

OR DECREASE GF RV See Note

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Creates a special fund for the purpose of funding early childhood education in Louisiana

Proposed legislation creates the Louisiana Early Childhood Education Fund and requires an annual deposit of \$10 M from the state general fund as well as appropriations, grants or donations received by the state or the Department of Education; unexpended funds at the end of the fiscal year shall remain in the fund. The fund shall be administered by the Board of Elementary and Secondary Education (BESE) which shall award monies on a competitive basis to city, parish and local school districts and other entities operating early childhood education programs for children aged three and under. Awards shall require matching funds from non-state sources at a rate of at least two to one.

EXPENDITURES	2017-18	2018-19	2019-20	2020-21	2021-22	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW					
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	SEE BELOW					
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW					
Annual Total						
REVENUES	2017-18	2018-19	2019-20	2020-21	2021-22	5 -YEAR TOTAL
State Gen. Fd.	(\$10,000,000)	(\$10,000,000)	(\$10,000,000)	(\$10,000,000)	(\$10,000,000)	(\$50,000,000)
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$50,000,000
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	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There will be an increase in expenditures by BESE for early childhood education programs to the extent grants out of the Early Childhood Education Fund are awarded to local districts and entities. Expenditures of local school districts and early childhood organizations will also increase as a result of matching fund requirements to obtain such grants.

To the extent these funds currently support recurring state expenditures, there will be a reduction in SGF expenditures of state agencies due to the transfer of \$10 M from the SGF to the new statutorily dedicated fund.

REVENUE EXPLANATION

There will be a reduction in state general fund in the amount of \$10 M due to the transfer of funds from the state general fund to the Early Childhood Education Fund.

Senate

Dual Referral Rules

House

13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}

6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Evan Brasseaux

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Staff Director