

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HB 562** HLS 19RS 796

Bill Text Version: **REENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> May 21, 2019	10:43 AM	<b>Author:</b> EMERSON
<b>Dept./Agy.:</b> Board of Regents		<b>Analyst:</b> Ryan Guidry
<b>Subject:</b> Proprietary Schools		

SCHOOLS/PROPRIETARY RE SEE FISC NOTE SG RV See Note Page 1 of 1  
Provides relative to proprietary schools

Proposed law makes technical corrections, removes obsolete provisions, and reorganizes present law related to proprietary schools.

Proposed law expands the definition of "proprietary school" to include out-of-state enterprises that provide online-instruction within the state of Louisiana

Proposed law removes the authority given to proprietary schools to grant associate degrees.

<b>EXPENDITURES</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

  

<b>REVENUES</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>						

**EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on governmental expenditures as a result of this measure. Board of Regents (BOR) staff currently performs all administrative functions related to proprietary schools outlined in proposed law; therefore, there will be no workload increase.

**REVENUE EXPLANATION**

There should be no direct material effect on SGR or the statutorily dedicated Proprietary School Student Protection Fund as a result of this measure. The fee schedule established in proposed law is the same as present law. BOR indicates that there are no proprietary schools that offer associate degree programs, and the expansion of the definition of "proprietary school" to include out-of-state enterprises that provide online-instruction in the state of Louisiana should not increase the number of licensed proprietary schools. However, to the extent that the expansion of the definition of "proprietary school" does expand eligibility to new out-of-state enterprises, additional licenses and assessment fees revenues could accrue to SGR and the Proprietary School Student Protection Fund.

Senate      Dual Referral Rules  
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}  
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House  
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}  
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

*Evan Brasseaux*  


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**Evan Brasseaux**  
**Staff Director**