

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 329** HLS 24RS 269

Bill Text Version: **REENGROSSED**

Opp. Chamb. Action: **w/ SEN COMM AMD**

Proposed Amd.:

Sub. Bill For.:

Date: May 16, 2024	8:41 AM	Author: MYERS
Dept./Agy.: Board of Regents		Analyst: Tanesha Morgan
Subject: H.E.R.O. Fund		

FUNDS/FUNDING

RE1 SEE FISC NOTE See Note

Page 1 of 1

Provides with respect to the Health Care Employment Reinvestment Opportunity (H.E.R.O.) Fund

Proposed law transfers the authority to administer the H.E.R.O. Fund from the Board of Regents and the Louisiana Health Works Commission to the Louisiana Department of Health (LDH). Proposed law adds new purposes for the fund, including support for dual enrollment and pathway programs, strategies for healthcare organizations to increase career pathways and apprenticeship programs, and raising awareness and reducing barriers to access healthcare programs. Proposed law allows LDH to utilize monies for funding grant proposals supporting collaborations between healthcare industry partners and education programs to increase training opportunities for Louisiana residents in healthcare education programs. Proposed law establishes a process for grant proposals, including notice of funding opportunity, proposal components, evaluation criteria, and approval by the Joint Legislative Committee on the Budget (JLCB). Proposed law allows LDH to enter into contracts, memoranda of understanding, or cooperative endeavor agreements to effectuate the provisions of the bill. Proposed law allows the Board of Regents to continue administering funds obligated or awarded before April 1, 2024.

EXPENDITURES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0

Annual Total

REVENUES	2024-25	2025-26	2026-27	2027-28	2028-29	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	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

Proposed law will create an indeterminable workload increase for the LDH to determine how monies in the fund are to be allocated and expended through a multiyear plan for specified purposes. The workload will be commensurate with the amount of monies in the H.E.R.O. Fund, which was approximately \$19 M as of FY 23 Year End. To the extent the LDH may not be able to absorb this planning process into existing staff and budgetary resources, it may require additional resources. The bill provides that the department may use up to 10% of the fund balance for administrative expenses.

Proposed law transfers the authority to administer the H.E.R.O. Fund from the Board of Regents to LDH and adds new allowable uses of the fund. Broadening the allowable uses of the existing H.E.R.O. Fund monies may lead to those funds being depleted more quickly.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

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}

Patrice Thomas
Deputy Fiscal Officer