

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



Fiscal Note On: **HB 386** HLS 26RS 494  
 Bill Text Version: **ENGROSSED**  
 Opp. Chamb. Action: **w/ SEN COMM AMD**  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> May 8, 2026	12:27 PM	<b>Author:</b> CHENEVERT
<b>Dept./Agy.:</b> Education		<b>Analyst:</b> Julie Silva
<b>Subject:</b> Charter school funding and oversight		

SCHOOLS/CHARTER EG1 NO IMPACT See Note Page 1 of 1  
 Provides relative to charter school funding

Present law provides that a Type 1 charter school, Type 3 charter school, Type 3B charter school not acting as its own local education agency (LEA), and Type 4 charter school are considered an approved public school of the local school board for funding purposes.

Proposed legislation authorizes, with the approval of the local school board, a Type 1 charter school, Type 3 charter school, or Type 3B charter school not already acting as its own LEA to be considered its own LEA for federal funding purposes.

EXPENDITURES	2026-27	2027-28	2028-29	2029-30	2030-31	5 -YEAR TOTAL
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	\$0	\$0	\$0	\$0	\$0	<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>

  

REVENUES	2026-27	2027-28	2028-29	2029-30	2030-31	5 -YEAR TOTAL
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	\$0	\$0	\$0	\$0	\$0	<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>

**EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on governmental expenditures as a result of this measure. For Type 1, Type 3, and Type 3B charter schools that opt to operate as their own local education agency (LEA) for federal funding purposes, federal funds that would otherwise flow through the governing school district may instead be directed to the individual school. Charter schools operating as their own LEA would assume responsibility for federal compliance, reporting, audits, and other programmatic obligations associated with receipt of federal funds. While this represents an additional administrative responsibility for participating charter schools, it is not expected to increase total state, local, or federal expenditures.

**REVENUE EXPLANATION**

There is no anticipated direct material effect on governmental revenues as a result of this measure. For a Type 1, Type 3, or Type 3B charter school opting to act as its own local education agency (LEA) for federal funding purposes, federal funding may flow directly to the individual school rather than through the governing school district. While this represents an additional administrative responsibility, it is not expected to result in a direct increase in federal revenues.

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**