

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



Fiscal Note On: **SB 117** SLS 13RS 72

Bill Text Version: **REENGROSSED**

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

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> May 12, 2013 6:53 AM	<b>Author:</b> APPEL
<b>Dept./Agy.:</b> Higher Education	<b>Analyst:</b> Charley Rome
<b>Subject:</b> Creates the Outcome-Based Funding Task Force	

POSTSECONDARY ED RE1 +\$44,800 GF EX See Note Page 1 of 1  
Provides for the creation of the Outcomes-Based Funding Task Force. (gov sig)

Proposed law requires the Bd. of Regents (BOR) to establish an Outcomes-Based Funding Task Force to develop a funding formula considering costs and emphasizing student and institutional outcomes aligned with state economic development and workforce needs and strategies. Provides for the composition of the Task Force's 21 members and describes requirements for the Task Force including meeting dates, quorum requirements, and that members will serve without compensation but may receive per diem or reimbursement for travel/expenses as provided by their board, agency, or appointing authority. The BOR shall provide primary administrative/staff support to the Task Force and may solicit information and staff assistance from entities represented by Task Force members. Requires the Task Force to complete its work and submit a written report to the BOR not later than January 15, 2014 and for BOR to review and submit the report and BOR comments to the specific Legislative committees by January 31, 2014. Requires the BOR to evaluate the funding formula every two years and report to Legislative committees. The Task Force shall terminate on June 30, 2014. Effective upon governor's signature.

<b>EXPENDITURES</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$44,800	\$0	\$0	\$0	\$0	<b>\$44,800</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>\$44,800</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$44,800</b>

<b>REVENUES</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</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	\$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**

The proposed legislation will increase governmental expenditures by an estimated \$44,800 in FY14. The proposed Task Force is similar to the Governance Commission that met in 2011 and 2012. Based on costs from the Governance Commission, the proposed Task Force will have the following costs: professional services for specialized or technical fields (\$32,900), travel (\$1,000), postage (\$1,200), supplies (\$1,600), meals (\$4,000), and printing (\$4,100). Current staff with the Board of Regents and other participating entities will provide administrative support to the Task Force. The recommendations of the Task Force may result in changes to the distribution of funding to higher education institutions.

**REVENUE EXPLANATION**

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

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|---|--|--------------|
| <u>Senate</u>   | <u>Dual Referral Rules</u>   | <u>House</u> |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}       | <input type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost {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} |              |

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