



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **HB 671** HLS 13RS 1169
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action: **w/ SEN COMM AMD**
 Proposed Amd.:
 Sub. Bill For.:

Date: May 28, 2013 2:32 PM	Author: FOIL
Dept./Agy.: Higher Education	Analyst: Charley Rome
Subject: Higher Education Tuition and Fee Increases	

STUDENT/TUITION RE1 INCREASE SG RV See Note Page 1 of 1
 Authorizes the LSU Board of Supervisors to impose certain tuition and fee amounts at certain institutions

Proposed law authorizes the LSU Board of Supervisors to impose a digital media program fee for students in graduate and professional degree programs in digital media at LSU A&M in an amount not to exceed \$2,500 per semester for the Fall 2013 semester and thereafter. The proposed law also authorizes all public postsecondary management boards to impose a building use fee that shall not exceed \$48 and tuition and attendance fees for distance education degree programs. Management boards may impose proportional tuition and fee increases for part-time students and for summer sessions and establish criteria for hardship waivers. The bill authorizes LSU Health Sciences Center-New Orleans School of Dentistry to collect a \$300 dental supply fee for 2013-2014 and thereafter and a prosthetic device fee of \$275 per academic year for second-year students in the doctor of dental surgery program. The bill provides that authority granted by the proposed law is in addition to any authority granted by present law, including the GRAD Act. Effective upon governor's signature.

EXPENDITURES	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>	<u>5 -YEAR TOTAL</u>
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
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>	\$0
Annual Total						

EXPENDITURE EXPLANATION

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

REVENUE EXPLANATION

The proposed legislation will increase self-generated tuition and fee revenues by at least \$17.7M in FY14 and thereafter if management boards increase building use fees to the maximum amount allowed in the bill of \$48 per student per semester. This estimate excludes tuition and fee increases associated with distance education programs because the bill does not cap or define amounts associated with such increases. The number of students enrolled in distance education programs in the future cannot be determined. As such, revenue increases associated with the authority to impose tuition and fees for distance education programs as included in the bill is indeterminable. Higher education management boards estimated the following amounts per year associated with increases in building use fees: LSU System (\$4.7M), University of Louisiana System (\$7.2M), Southern System (\$700,000), and LCTCS (\$4.9M). LSU estimates the following increases per year associated with the bill's proposed digital media fee: FY14 (\$15K), FY15 (\$30K), FY16 (\$60K), FY17 (\$100K), and FY18 (\$100K).

LSU Dental School - Fee increases at the LSU Dental School are included in the \$17.7M estimate above. Specifically, the proposed legislation increases the dental supply fee from \$50 to \$300 per year for FY14 and thereafter for students in the dental surgery program, dental hygiene program, and the dental lab technology program. An estimated 345 students will pay an additional \$250 per academic year for the Dental Supply Fee increasing revenues by \$86,250 (345 students X \$250 per student = \$86,250). The proposed legislation also adds a prosthetic device fee of \$275 per year beginning in FY14 for second-year students in the doctoral dental surgery program. An estimated 65 2nd year dental students will pay \$275 per academic year for the Prosthetic Device Fee increasing revenues by \$17,875 (65 2nd year dental students X \$275 per student = \$17,875). Self-generated revenue for the LSU Dental School is estimated to increase by \$104,125 per year (\$86,250 dental supply fee + \$17,875 prosthetic device fee = \$104,125).

<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 checked="" 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}	

Evan Brasseaux

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Staff Director