

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 991** HLS 14RS 1382

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.: **w/ PROP HSE COMM AMD**

Sub. Bill For.:

Date: April 9, 2014	8:08 AM	Author: HUNTER
Dept./Agy.:		Analyst: Greg Albrecht
Subject: Tulane Scholarship Program		

STUDENT/LOANS-SCHOLARSHP OR SEE FISC NOTE GF RV Page 1 of 1
Provides relative to Tulane University scholarships granted to students pursuant to nominations by state legislators

Proposed law establishes various requirements for students, families, and Tulane University. At least 15 credits hours per semester must be completed. The student must live in Louisiana for 24 months prior to enrollment. Students may receive free tuition to pursue postgraduate degrees if they first enrolled in accredited out-of-state colleges or universities and graduated from high school during the 2010-2011 school year or thereafter. Three years of postgraduate free tuition is available if the student begins the program within seven years of graduating high school. Upon graduation, with bachelor's or postgraduate degree, a student and his parents shall reside in Louisiana for one year for each year of free tuition received. The student must repay Tulane for each year he fails to comply with this condition or loses eligibility. Exceptions to repayment are provided based on employment in the state or military service. The family must own or lease a primary residence in the state, be employed, register to vote, file an income tax return, register a vehicle in the state if one is owned, and have a Louisiana drivers license if licensed to drive. Effective for the 2014-15 school year.

EXPENDITURES	2014-15	2015-16	2016-17	2017-18	2018-19	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	<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	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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						

EXPENDITURE EXPLANATION

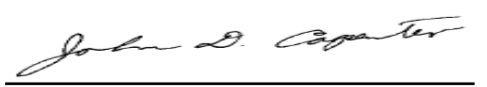
There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

While the bill has no direct effect on governmental revenues, the provisions that constitute residing in the state can only work to ensure income tax and vehicle tax collections for the state. It is likely that most families participating in the scholarship program already reside in the state, have state drivers licenses and state registered vehicles, and file state income tax returns, the bill's explicit requirements for those evidences of residence insure that those taxes are paid to the extent they are due.

It is assumed that the conditions of residency regarding student families applies to existing resident families of the state participating in the program, and not to the families of students enrolling from an out-of-state college or university. However, to the extent these residency conditions apply to the out-of-state student as practical, they also can only work to insure state tax collections from these program participants.

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|---|----------------------------|--------------|--|
| <u>Senate</u> | <u>Dual Referral Rules</u> | <u>House</u> | <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | | | <input type="checkbox"/> 6.8(F)(2) >= \$500,000 State Rev. Reduc. {H & 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} |


John D. Carpenter
Legislative Fiscal Officer