

Department of Planning and Budget 2005 Fiscal Impact Statement

1. Bill Number SB1066

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Edwards

3. Committee Finance

4. Title Reduction in undergraduate tuition and fees.

5. Summary/Purpose:

Directs the governing body of each public institution of higher education to reduce the tuition and mandatory educational and general fees in effect on June 30, 2005, for in-state undergraduate students by 20 percent for the year beginning July 1, 2005, and ending June 30, 2006. Following such reduction, the Governor shall include, in each budget submitted to the General Assembly, sufficient funds to reimburse each public institution of higher education for such tuition and mandatory fees reduced pursuant to this section.

6. Fiscal Impact Estimates are: Final. See item 8.

6a. Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2004-05	\$0	0	N/A
2005-06	\$113.6 million	0	General Fund
2006-07	\$114.3 million	0	General Fund
2007-08	\$115.0 million	0	General Fund
2008-09	\$115.0 million	0	General Fund
2009-10	\$115.0 million	0	General Fund
2010-11	\$115.0 million	0	General Fund

6b. Revenue Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2004-05	\$0	0	N/A
2005-06	(\$113.6 million)	0	Higher Ed Operating
2006-07	(\$114.3 million)	0	Higher Ed Operating
2007-08	(\$115.0 million)	0	Higher Ed Operating
2008-09	(\$115.0 million)	0	Higher Ed Operating
2009-10	(\$115.0 million)	0	Higher Ed Operating
2010-11	(\$115.0 million)	0	Higher Ed Operating

7. Budget amendment necessary: Yes. Items in 17 institutions of higher education.

8. Fiscal implications: The fiscal impact is based on the number of full-time equivalent in-state undergraduate students projected to be enrolled at each institution of higher education, multiplied by 20 percent of the current tuition and mandatory educational and general fees for each institution. Institutional enrollment targets do not exist past 2008, thus the 2008 estimate is continued in the out-years.

9. Specific agency or political subdivisions affected: Seventeen institutions of higher education.

10. Technical amendment necessary: None.

11. Other comments: None.

Date: 01/24/05 / jeh

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cc: Secretary of Education