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## FISCAL IMPACT REPORT

ORIGINAL DATE 02/01/13

SPONSOR Hall LAST UPDATED \_\_\_\_\_ HB 281

SHORT TITLE ENMU Career Technical Student Organizations SB \_\_\_\_\_

ANALYST Roberts

### APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY13	FY14		
	\$800.0	Recurring	General Fund

(Parenthesis ( ) Indicate Expenditure Decreases)

Duplicate to Senate Bill 169

### SOURCES OF INFORMATION

LFC Files

#### Responses Received From

Public Education Department (PED)  
 Higher Education Department (HED)  
 Eastern New Mexico University (ENMU)

### SUMMARY

#### Synopsis of Bill

House Bill 281 appropriates \$800 thousand dollars from the general fund to the Board of Regents of Eastern New Mexico University for the purpose of providing continuing support of six career technical student organizations statewide that will provide career technical education programs for students statewide and technical and leadership skills and knowledge necessary for students to succeed in higher education, occupations and careers.

### FISCAL IMPLICATIONS

The appropriation of \$800 thousand contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of fiscal year 2014 shall revert to the general fund.

## **SIGNIFICANT ISSUES**

The PED reports:

Career and Technical Student Organizations (CTSO's) are youth organizations designed to support students in career and technical education (CTE) programs. CTE programs prepare high school students for postsecondary education or entry into the workforce. Rigorous academic content is tied to technical subject matter, internships and other cooperative work experiences.

Student participation in the six CTSO's identified in the bill has increased by 11.79 percent since 2006. In the fall of 2012, a total of 5,403 students had membership in these CTSO's.

The six CTSO's identified in the bill are managed by the Career Technical Leadership Program at Region IX Education Cooperative (REC IX), through an Intergovernmental Agreement with PED and funded with Perkins IV allowing for support of CTSO's.

Support for CTSO's from the state's Perkins IV award has been reduced from \$610,000 in 2006 to \$317,000 in 2012. This reduction in support for CTSO's was due to the redirection of funds to other initiatives in order to meet Perkins IV performance measures specified by the Perkins Act.

The HED notes that this appropriation is to support the continuation of the following six career technical student organizations:

- HOSA, Health Occupation Students of America
- BPA, Business Professionals of America
- DECA, a marketing Association
- FCCLA, Family, Community and Career Leaders of America
- SkillsUSA, an organization for trades & industry students
- TSA, Technology Student Association

Lastly, the HED notes that this bill is not a legislative priority for the Board of Regents at Eastern New Mexico University.

## **PERFORMANCE IMPLICATIONS**

The PED cites that this bill can leverage the department's strategic lever 3: ready for success initiative as a provision of the CTSO's integrated role in CTE programs ultimately leading to college success and career readiness.

## **ADMINISTRATIVE IMPLICATIONS**

The Board of Regents of Eastern New Mexico University would be responsible for administering the funds to support the continuation of the career technical student organizations statewide.

MIR/svb:bm