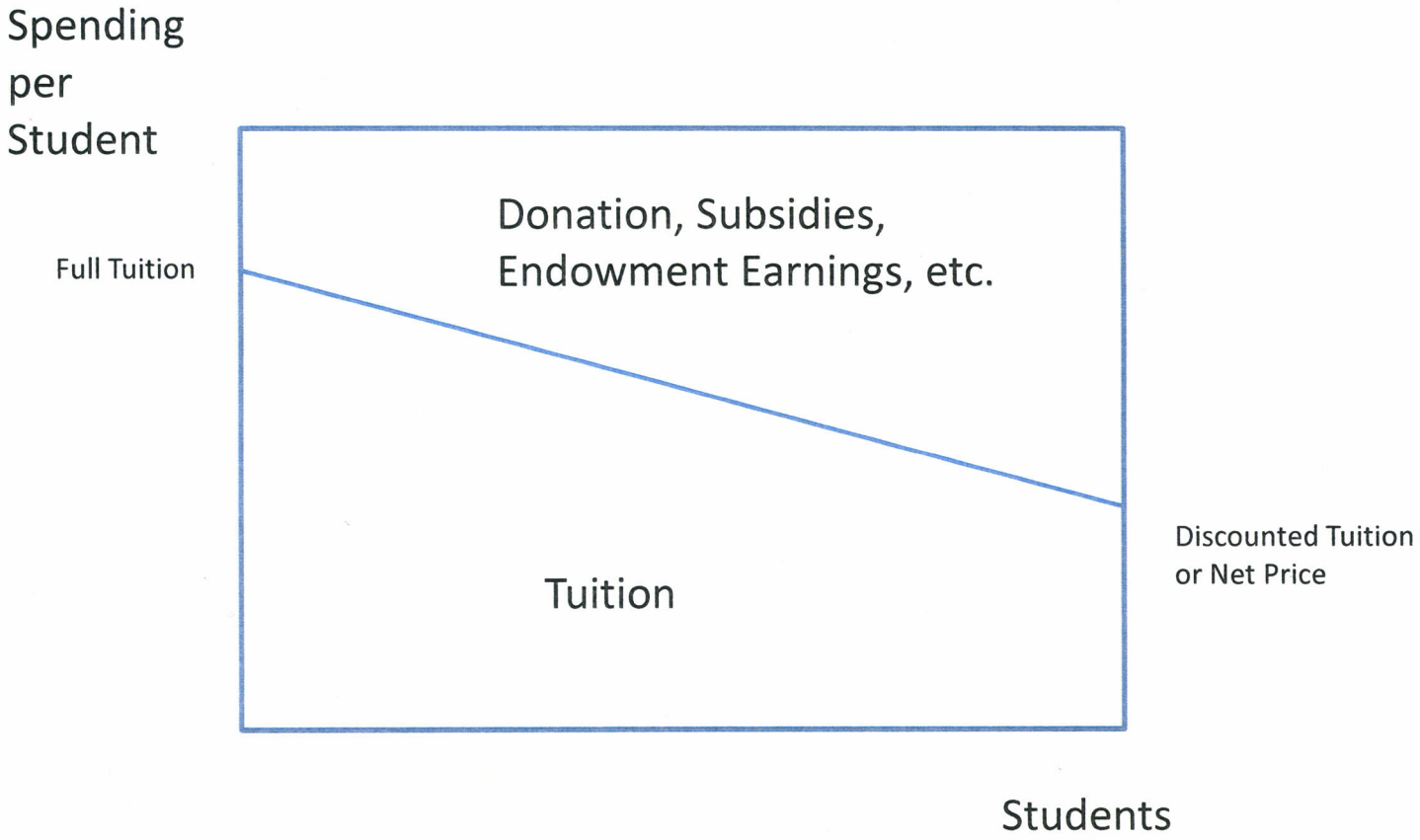
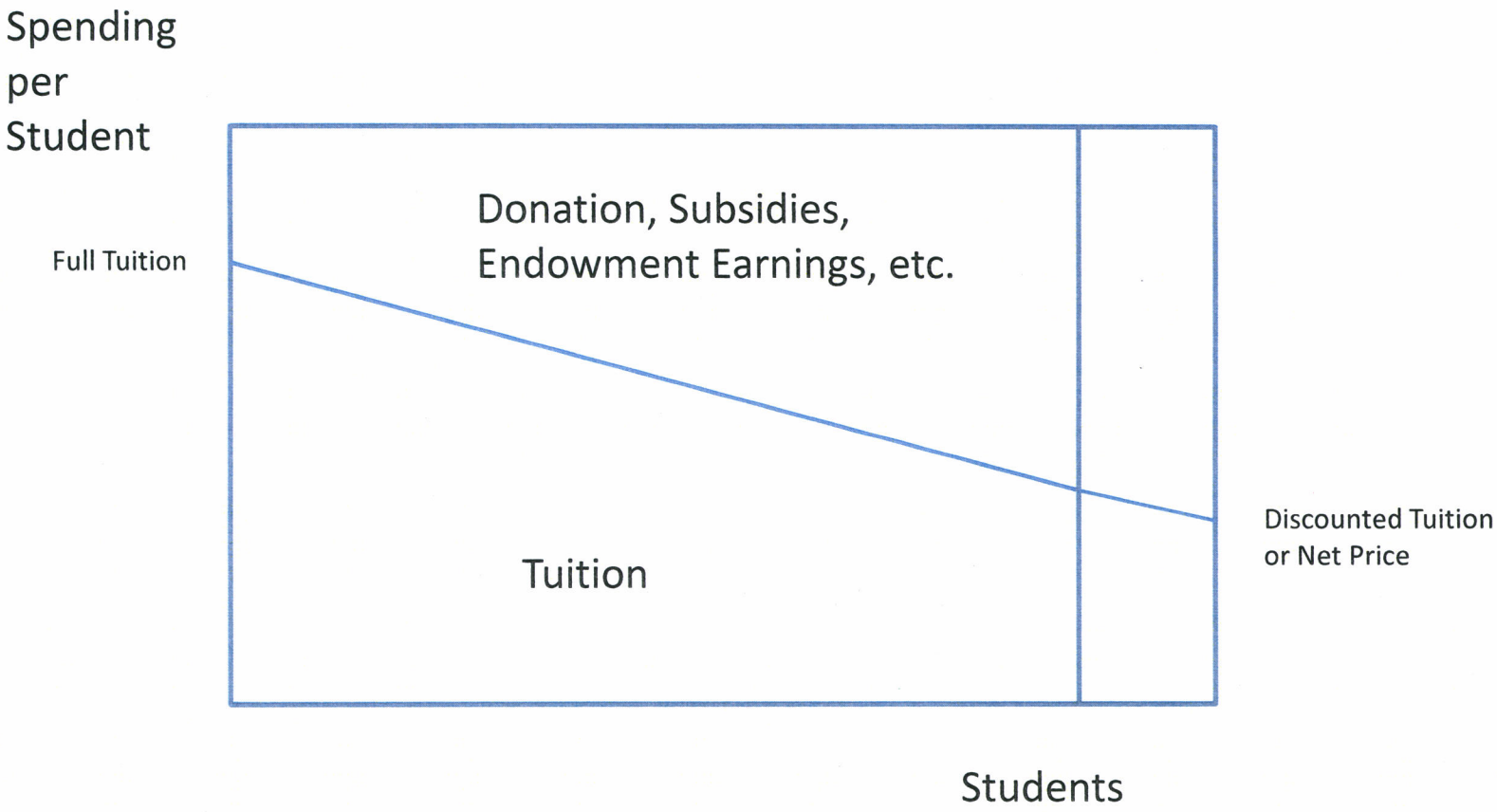
EXHIBIT NO. 8
DATE 1/28/13
BILL NO. SB 81

Private schools cover their expenditures with revenue from tuition and other sources.

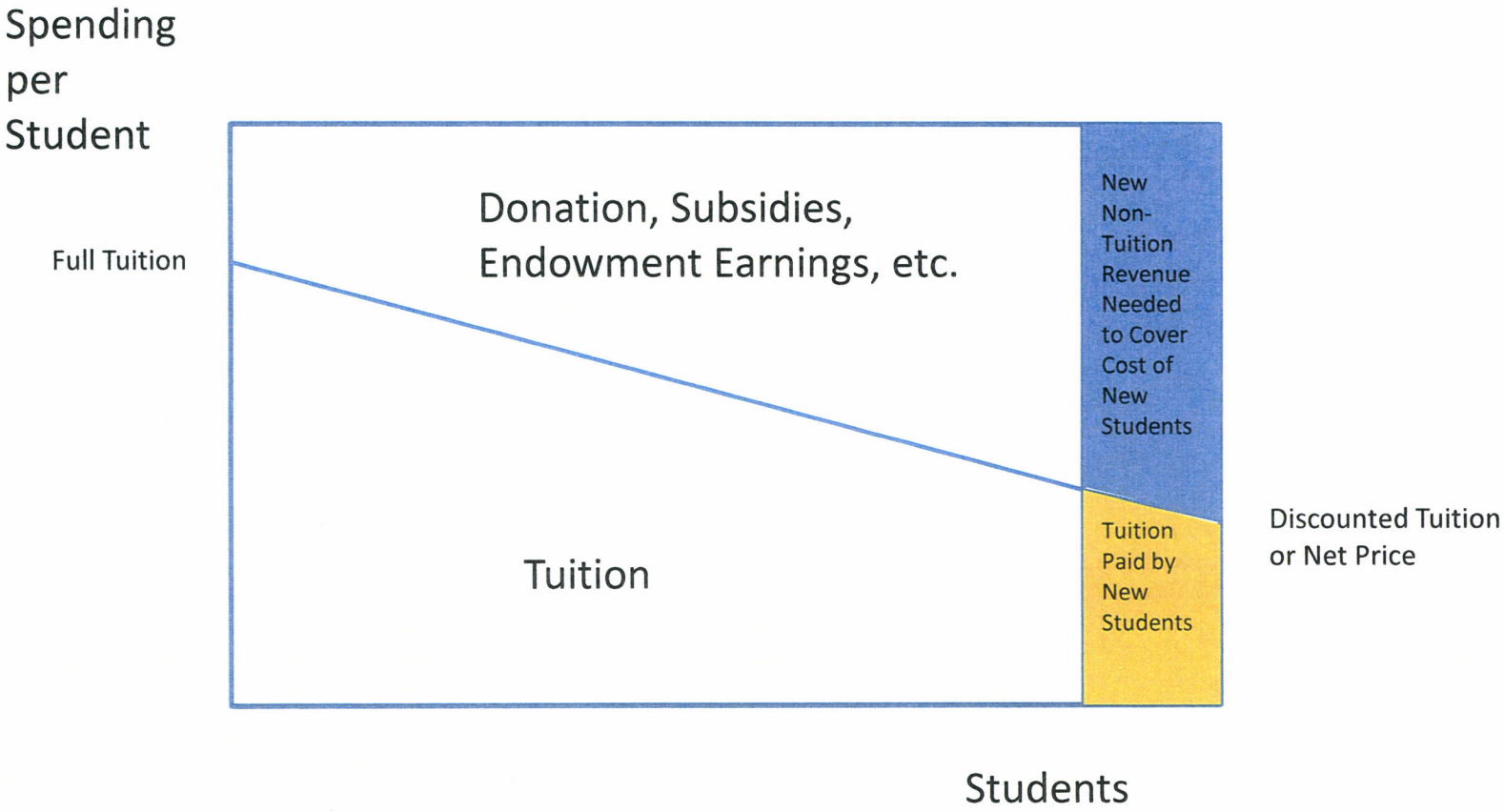


SENATE EDUCATION
EXHIBIT NO. 8
DATE 1/28/13
BILL NO. SB81

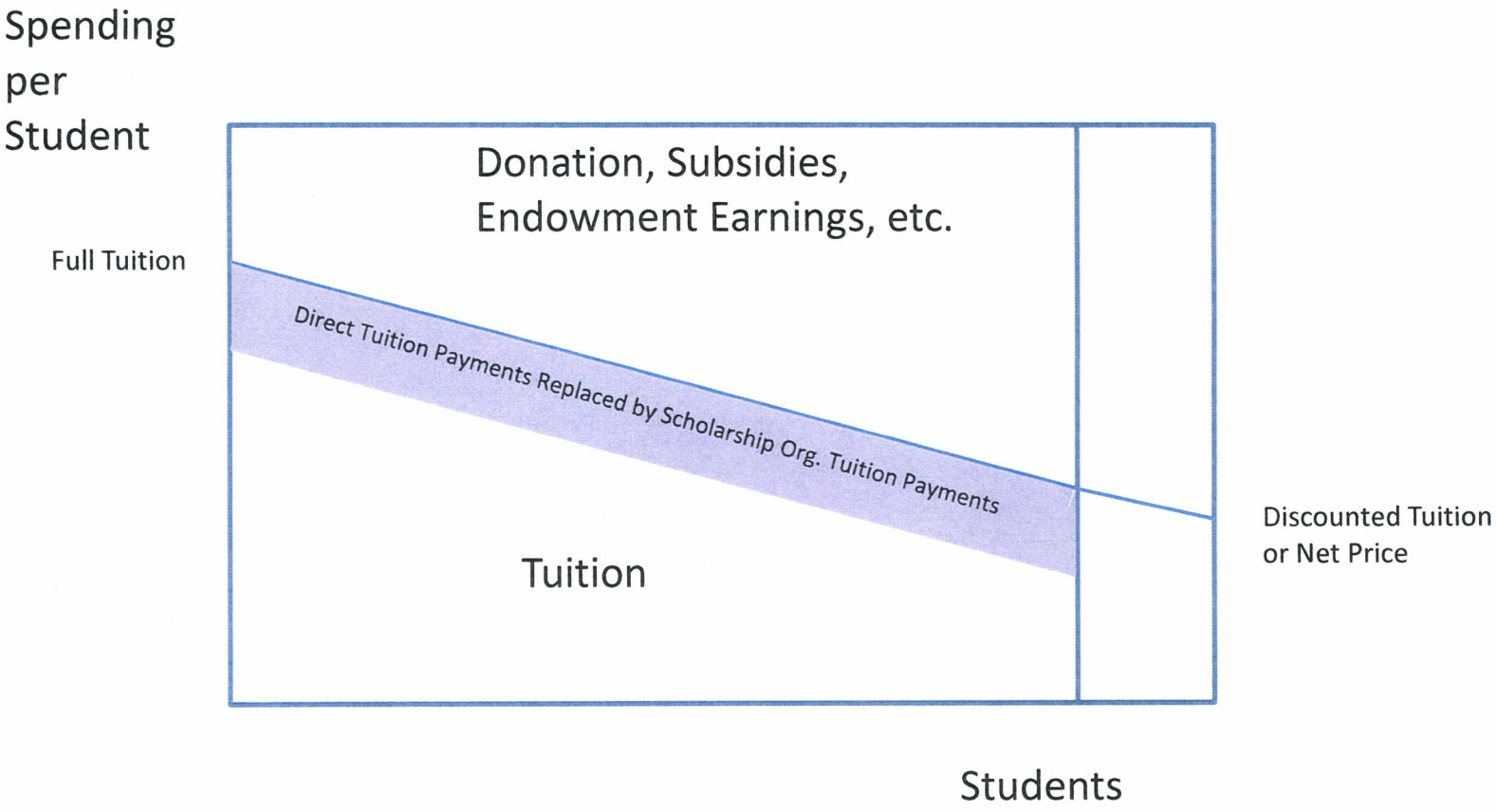
Additional Students will attend if
a) schools receive additional funds to cover full cost, and
b) new students pay lower net price



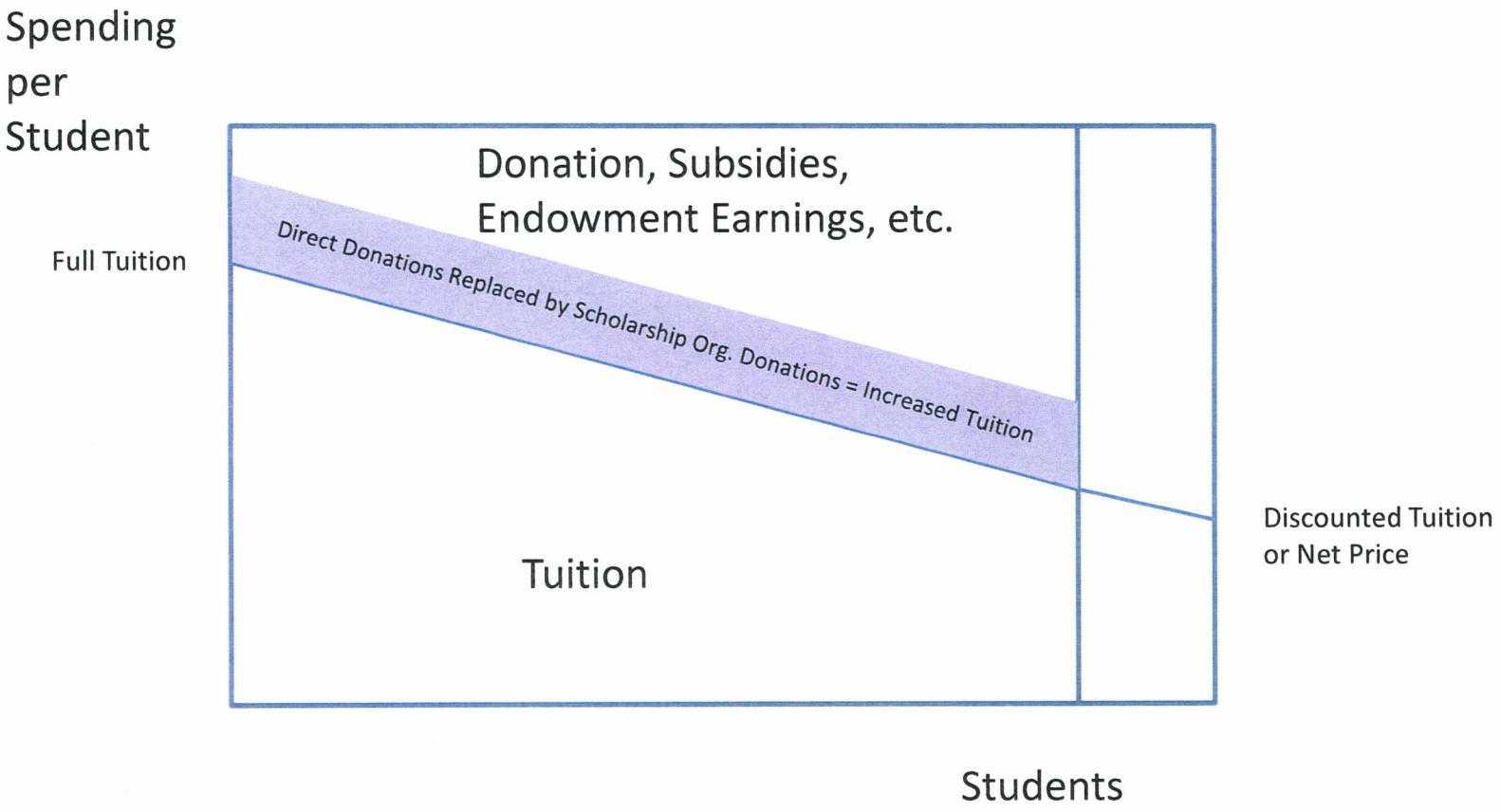
Outside scholarships or tax credits will increase enrollment if
a) they provide new money to private schools, and
b) the new money subsidizes the new students



Outside scholarships will not increase enrollment if
a) scholarships go to existing students, and
b) schools charge the same tuition
- Schools get no new money to pay for additional students



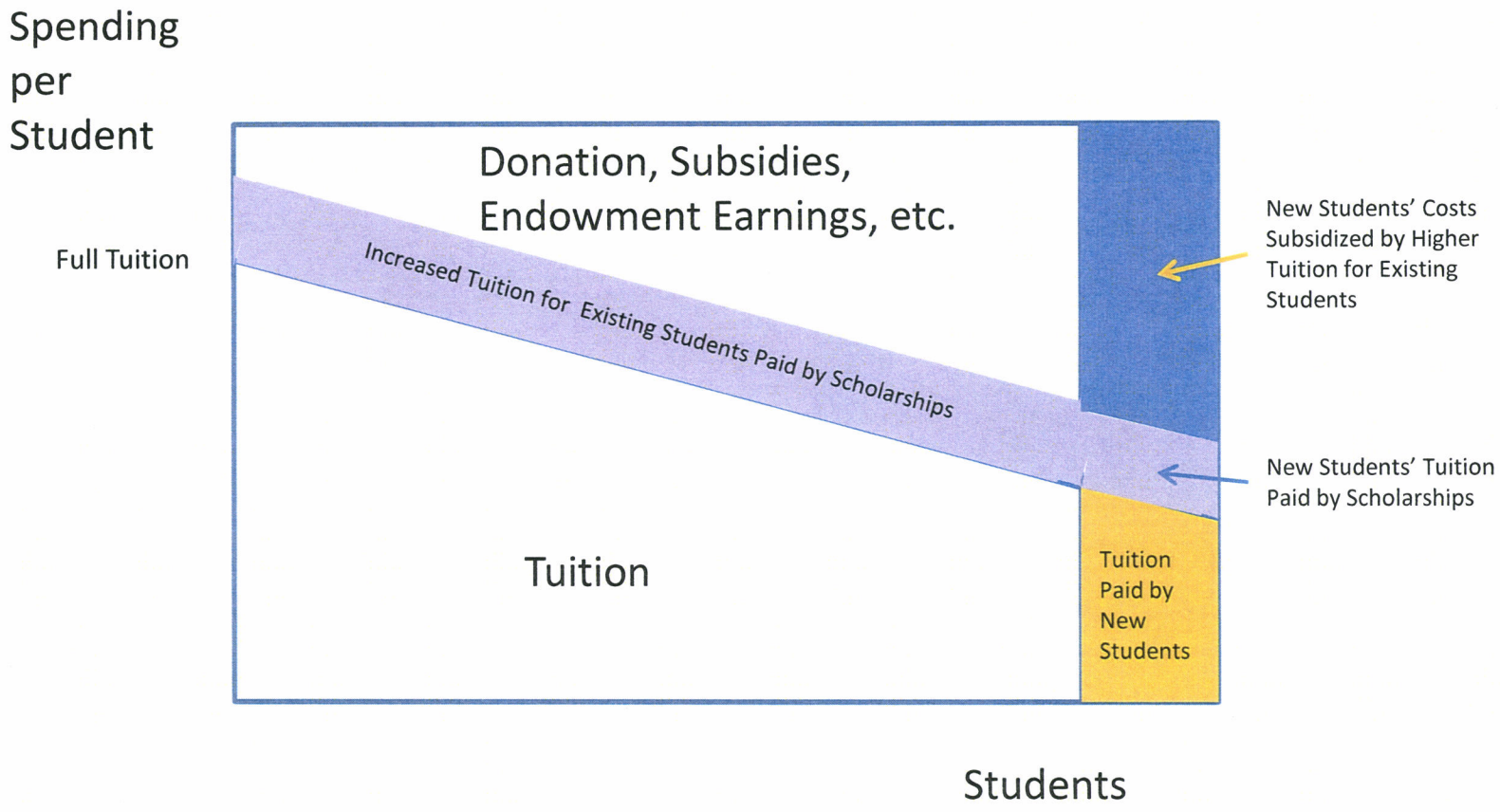
Outside scholarships will not increase enrollment if
a) donations to scholarship orgs replace direct donations, and
b) scholarships go to existing students
Schools will have to increase tuition to replace lost direct donations
(or cut enrollment)



Scholarships will increase enrollment to the extent that

a) schools increase tuition (or reduce discounts) to capture revenue from scholarships, and

b) schools use any net increase in revenue to subsidize new students



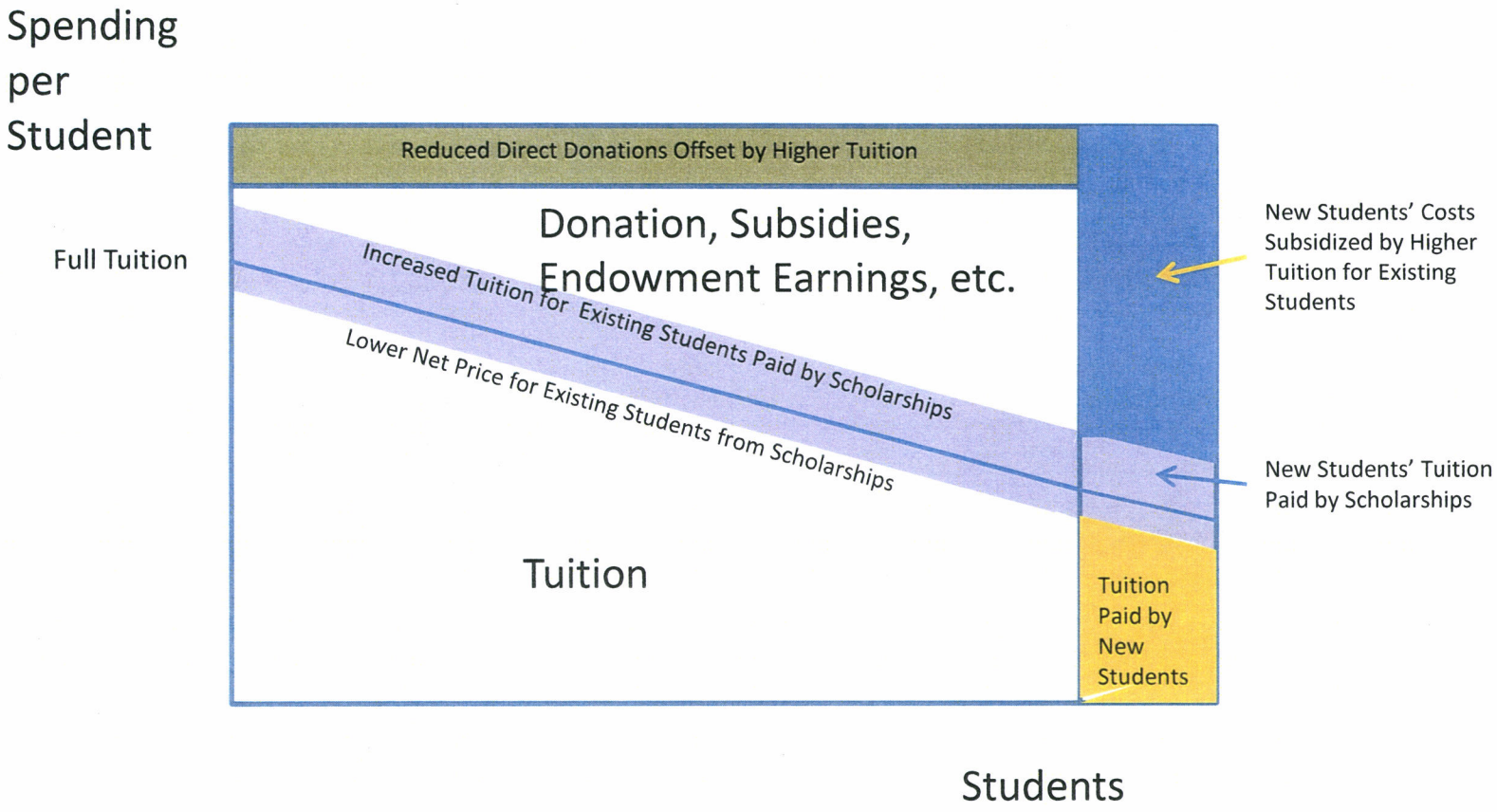
SB 81 Fiscal Note – FY 2015

Donations to SSOs:

$2.2 million new money

$4.3 million redirected from direct donations and tuition payments

Increased Scholarship Support per Student $975

Average Tuition Increase $575

Schools use increased tuition revenue to offset reduced direct donations and subsidize 95 new students