REVENUE IMPACT OF PROPOSED LEGISLATION

74th Oregon Legislative Assembly 2007 Regular Session Legislative Revenue Office **Bill Number: HB 2040-A Revenue Area:** School Finance

Economist: Meyer **Date:** 6/22/07

Measure Description:

Allows Bethel School District to contract with HomeSource as a qualified private alternative education program provider of services to qualified homeschooled students. Makes Bethel School District the resident district of qualified homeschooled students under a district contract. Requires the State Board of Education to adopt by rule a formula to determine the funding for HomeSource students. Requires HomeSource students under contract to be enrolled in specific courses that meet the academic content standards adopted by the State Board of Education.

Takes effect July 1, 2007.

Revenue Impact:

| | | | 2007-09 | 2009-11 |
|-------------------------|---------------|---------|----------|----------|
| | 2007-08 | 2008-09 | Biennium | Biennium |
| School Districts | Indeterminate | | | |

Impact Explanation:

The funding formula adopted by the State Board of Education will likely determine how many HomeSource courses under contract with the Bethel School District may be used by homeschooled students. The resulting effect on Bethel School District's average daily membership (ADM) included in the school equalization formula is uncertain. There may be a small shift in school formula revenue between Bethel School District and all other districts.

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