REVENUE IMPACT OF PROPOSED LEGISLATION

74th Oregon Legislative Assembly 2007 Regular Session Legislative Revenue Office Bill Number: HB2263-C Revenue Area: School Finance

Economist: Meyer **Date:** 6/19/07

Measure Description:

Repeals Certificate of Initial Mastery (CIM) and Certificate of Advanced Mastery (CAM). Modifies Early Childhood Improvement Program. Eliminates Learning Centers, Oregon 21st Century Schools Program, School Improvement and Professional Development Program and Statewide Literacy Hotline. Requires Superintendent of Public Instruction to assign school ratings. Directs schools in need of improvement to file improvement plans. Requires Department of Education to design and implement system of progressive interventions for school districts that do not demonstrate improvement. Changes elements of Oregon Report Card.

Directs department to contract with nonprofit entity to administer with the department a nationally-normed assessment to all tenth grade students to predict success on college entrance exams. Provides contractor selection criteria. Allows test funding up to \$550,000 per year from the State School Fund from dollars that otherwise would go to education service districts.

Establishes Board of Directors for Oregon School for the Deaf and Oregon School for the Blind. Defines membership and duties. Allows Board of Directors of each school to appeal decisions made about schools by the Superintendent of Public Instruction to the State Board of Education. Applies to Superintendent decisions made on or after January 1, 2007.

Takes effect July 1, 2007.

Revenue Impact:

State School Fund Limit	2007-08	2008-09	2007-09 Biennium
Education service districts	\$-550,000	\$-550,000	\$-1,100,000
Tenth grade assessment test	550,000	550,000	1,100,000

Impact Explanation:

If the full \$550,000 is used each year for testing, the ESD reduction per weighted student is on average about 82 cents per year.

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