

**REVENUE IMPACT OF
PROPOSED LEGISLATION
75th Oregon Legislative Assembly
2009 Regular Session
Legislative Revenue Office**

Bill Number:	SB 70A
Revenue Area:	School Finance
Economist:	Steve Meyer
Date:	4/27/09

Measure Description:

Changes the calculation of the amount from the State School Fund used for the education of students in hospital programs and in long-term care or treatment programs. Uses the maximum number of students who may be enrolled in each program (in place of ADM) times the average net operating expenditure per student for the state. First applies to the 2009-10 fiscal year.

Revenue Impact (in \$Millions):

State School Fund	Fiscal Year		Biennium		
	2009-10	2010-11	2009-11	2011-2013	2013-2015
School districts and ESDs	\$ -4.4	\$ -4.2	\$ -8.6	\$ -9.1	\$ -9.5
Hospital and long term care education programs	\$ +4.4	\$ +4.2	\$ +8.6	\$ +9.1	\$ +9.5
Total	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

Impact Explanation:

The Department of Education is currently using maximum enrolled students. Passage of the bill means no change in current practice and revenue. However, without the bill the Department presumably would use ADM in the calculation. With the bill having a higher student count, revenue is shifted from school districts and ESDs to these two programs. The revenue change is uncertain because it depends on the State School Fund appropriation and number of enrolled students.

Creates, Extends or Expands Tax Expenditure: Yes No