## FISCAL IMPACT OF PROPOSED LEGISLATION

Seventy-Sixth Oregon Legislative Assembly – 2011 Regular Session Legislative Fiscal Office

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## **Measure Description:**

Allows Superintendent of Public Instruction to retain reasonable costs related to investigation and assessment of career school civil penalties.

# **Government Unit(s) Affected:**

Department of Education

Summary of Expenditure Impact: See Analysis

Summary of Revenue Impact: See Analysis

## **Local Government Mandate:**

This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

#### **Analysis:**

The measure allows the Superintendent of Public Instruction to retain reasonable costs related to investigation and assessment of civil penalties issued to career schools. Currently, all civil penalties collected from career schools are credited to the General Fund.

The Department of Education estimates approximately \$40,000 to \$56,000 per biennium is recovered in civil penalties to career schools, equaling approximately 10% of the program's biennial operating budget.

The measure will have a minimal expenditure impact to the agency for administrative rule-making to determine the standards for recovering reasonable costs.

The Legislative Fiscal Office notes that the measure does not define what is considered reasonable costs and that any civil penalty revenue retained by the Department would be a reduction to the General Fund.

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