

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 2820 - A

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

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Date: 5-18-2011

Measure Description:

Authorizes State Board of Education to adopt fees for certain activities related to career schools.

Government Unit(s) Affected:

Department of Education

Summary of Expenditure Impact: See Analysis

Summary of Revenue Impact:

Agency – Fund Type	2011-13 Biennium	2013-15 Biennium
Department of Education -- Other Funds	\$196,850	\$196,850

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 State Board of Education to adopt fees for certain activities related to career schools, including annual licensing fees, teacher registrations, transcripts copies, late application fees, investigative costs reimbursement, and background checks. Currently, the annual licensing fees are based on the tuition income range of the school and are set in statute. The measure increases the annual licensing fee for private career schools and these fee increases are effective July 1, 2011. The measure removes these statutory limits beginning July 1, 2013 and allows the annual licensing fees to be adopted by rule of State Board of Education rather than subject to authority of the legislature.

The Department of Education estimates approximately 273 in-state career schools and 24 out-of-state career schools would be affected in 2011-13. Under the measure's maximum allowable fees for annual licensing, the Department would generate approximately \$196,850 in revenue for 2011-13. The Department's revenue estimate does not include the additional fees established by rule for teacher registrations, transcript copies, late application fees, background checks, or investigative costs reimbursement.

The measure will have a minimal expenditure impact to the agency for administrative rule-making.