## Senate Bill 252

Printed pursuant to Senate Interim Rule 213.28 by order of the President of the Senate in conformance with presession filing rules, indicating neither advocacy nor opposition on the part of the President (at the request of Senate Interim Committee on Education and General Government)

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure as introduced.

- Establishes School District Collaboration Grant Program to provide funding for school districts to improve student achievement.
- Establishes School District Collaboration Grant Account. Appropriates moneys to Department of Education for School District Collaboration Grant Program.

Provides for funding of School District Collaboration Grant Program. Declares emergency, effective July 1, 2011.

## A BILL FOR AN ACT

Relating to education collaboration grant program; creating new provisions; amending ORS 327.019; 2

- appropriating money; and declaring an emergency. 3
- Be It Enacted by the People of the State of Oregon: 4
- $\mathbf{5}$ SECTION 1. Sections 2 and 3 of this 2011 Act are added to and made a part of ORS chapter 329. 6

1

- SECTION 2. (1) The School District Collaboration Grant Program is established to pro-7
- vide funding for school districts to improve student achievement through the voluntary col-8
- 9 laboration of teachers and administrators to design and implement new approaches to:
- 10 (a) Career pathways for teachers and administrators;
- 11 (b) Evaluation processes for teachers and administrators; and
- (c) Compensation models for teachers and administrators. 12
- 13 (2) The Department of Education shall administer the grant program established by this section. 14
- (3)(a) Each school district may apply to the department for a grant under this section. 15

16 (b) A school district must attempt to implement all of the possible approaches described 17 in subsection (1) of this section to be considered for a grant under this section.

18 (c) The department may grant a waiver to the requirement described in paragraph (b) of this subsection if a school district submits an application for a grant to fund reform that 19 20 attempts to improve student achievement and that meets standards prescribed by the State 21Board of Education by rule.

22(4) Funding for the grant program established by this section shall be provided through 23the School District Collaboration Grant Account established by section 3 of this 2011 Act.

(5) The department shall accumulate, evaluate and publish student achievement results 24 of school districts receiving grants under this section to determine the effectiveness of the 25 approaches implemented by the school districts under the grant program. 26

27(6) The board may adopt any rules necessary for the implementation of the grant program established by this section, including any waivers allowed under subsection (3) of this 28

1	section.
2	SECTION 3. The School District Collaboration Grant Account is established in the State
3	Treasury, separate and distinct from the General Fund. Interest earned by the School Dis-
4	trict Collaboration Grant Account shall be credited to the account. Moneys in the School
5	District Collaboration Grant Account are continuously appropriated to the Department of
6	Education for the School District Collaboration Grant Program established by section 2 of
7	this 2011 Act.
8	SECTION 4. ORS 327.019 is amended to read:
9	327.019. (1) As used in this section:
10	(a) "Education service district extended ADMw" means the sum of the extended ADMw of the
11	component school districts of the education service district as computed under ORS 327.013.
12	(b) "Local revenues of an education service district" means the total of the following:
13	(A) The amount of revenue offset against local property taxes as determined by the Department
14	of Revenue under ORS 311.175 (3)(a)(A);
15	(B) The amount of property taxes actually received by the district including penalties and in-
16	terest on taxes;
17	(C) The amount of revenue received by the district from state-managed forestlands under ORS
18	530.115 (1)(b) and (c); and
19	(D) Any positive amount obtained by subtracting the operating property taxes actually imposed
20	by the district based on the rate certified pursuant to ORS 310.060 from the amount that would have
21	been imposed by the district if the district had certified the maximum rate of operating property
22	taxes allowed by law.
23	(2) Each fiscal year, the Superintendent of Public Instruction shall calculate:
24	(a) A State School Fund grant for each education service district as provided in subsections
25	(4) to (8) of this section[.]; and
26	(b) The amount to be deposited in the School District Collaboration Grant Account es-
27	tablished by section 3 of this 2011 Act.
28	(3)(a) [Each fiscal year,] To determine the amount available for the purposes described in
29	subsection (2) of this section, the superintendent shall:
30	(A) Each fiscal year calculate the total amount appropriated or allocated to the State School
31	Fund and available for distribution to school districts, education service districts and programs +
32	total amount of local revenues of all school districts, computed as provided in ORS 327.011, + total
33	amount of local revenues of all education service districts. The superintendent may not include in
34	the calculation under this [paragraph] subparagraph amounts received by the Department of Edu-
35	cation from the State School Fund under ORS 343.243.
36	[(b)] (B) [The superintendent shall] Multiply the amount calculated under [paragraph (a) of this
37	subsection] subparagraph (A) of this paragraph by 95.25 percent.
38	[(c)] (C) [Based on the amount calculated under paragraph (b) of this subsection, the superintendent
39	shall] Based on the amount calculated under subparagraph (B) of this paragraph, calculate a
40	funding percentage to distribute as nearly as practicable under ORS 327.006 to 327.133, 327.348,
41	327.355, 327.357 and 327.360 the total amount calculated under [paragraph (b) of this subsection]
42	subparagraph (B) of this paragraph as school district general purpose grants, facility grants, high
43	cost disabilities grants and transportation grants to school districts.
44	[(d)] ( <b>D</b> ) [Based on the funding percentage calculated under paragraph (c) of this subsection, the
45	superintendent shall] Based on the funding percentage calculated under subparagraph (C) of

SB 252 this paragraph, calculate the general purpose grant, facility grant, transportation grant and high 1 2 cost disabilities grant amounts for each school district. (b) Based on the calculations made under this subsection: 3 (A) The amount for distribution to education service districts shall be as calculated in 4 subsections (4) to (8) of this section; and 5 (B) The amount to be deposited in the School District Collaboration Grant Account es-6 tablished by section 3 of this 2011 Act shall be the amount calculated under paragraph (a)(B) 7 of this subsection minus the total amount distributed under subparagraph (A) of this para-8 9 graph. 10 (4) The general services grant for an education service district shall equal the higher of: (a) The total amount calculated under subsection [(3)(d)] (3)(a)(D) of this section for the com-11 12 ponent school districts of the education service district  $\times$  ([4.75] **4** ÷ 95.25); or (b) \$1 million. 13 (5) Subject to subsection (6) of this section, the State School Fund grant for an education service 14 15 district = general services grant - local revenues of the education service district. (6)(a) After completing the calculations under subsections (2) to (5) of this section, the Super-16 intendent of Public Instruction shall apportion from the State School Fund to each education service 17 18 district an amount = (funding percentage  $\times$  general services grant) - local revenues of the education service district. 19 20(b) The funding percentage used in paragraph (a) of this subsection shall be calculated by the superintendent to distribute as nearly as practicable the total amount available for distribution to 2122education service districts from the State School Fund for each fiscal year. 23(7) Notwithstanding subsections (5) and (6) of this section: (a) The State School Fund grant of an education service district may not be less than zero; and 94 (b) The State School Fund grant of an education service district shall be in an amount that, 25when combined with the local revenues of the education service district, equals \$1 million or more. 2627(8) An education service district shall distribute to its component school districts any amount of local revenues of the education service district that is greater than the general services grant. 28The amount that each component school district receives under this subsection shall be prorated 29

31 <u>SECTION 5.</u> ORS 327.019, as amended by section 13, chapter 846, Oregon Laws 2007, section 32 4, chapter 439, Oregon Laws 2009, and section 11, chapter 698, Oregon Laws 2009, is amended to 33 read:

34 327.019. (1) As used in this section:

based on the district extended ADMw of each school district.

(a) "Education service district extended ADMw" means the sum of the extended ADMw of the
 component school districts of the education service district as computed under ORS 327.013.

37

30

(b) "Local revenues of an education service district" means the total of the following:

(A) The amount of revenue offset against local property taxes as determined by the Department
of Revenue under ORS 311.175 (3)(a)(A);

40 (B) The amount of property taxes actually received by the district including penalties and in-41 terest on taxes;

42 (C) The amount of revenue received by the district from state-managed forestlands under ORS 43 530.115 (1)(b) and (c); and

44 (D) Any positive amount obtained by subtracting the operating property taxes actually imposed 45 by the district based on the rate certified pursuant to ORS 310.060 from the amount that would have

taxes allowed by law. (2) Each fiscal year, the Superintendent of Public Instruction shall calculate: 3 (a) A State School Fund grant for each education service district as provided in subsections 4 (4) to (8) of this section[.]; and 5 (b) The amount to be deposited in the School District Collaboration Grant Account es-6 tablished by section 3 of this 2011 Act. 7 (3)(a) [Each fiscal year,] To determine the amount available for the purposes described in 8 9 subsection (2) of this section, the superintendent shall: 10 (A) Each fiscal year calculate the total amount appropriated or allocated to the State School Fund and available for distribution to school districts, education service districts and programs + 11 12 total amount of local revenues of all school districts, computed as provided in ORS 327.011, + total 13 amount of local revenues of all education service districts. The superintendent may not include in the calculation under this [paragraph] subparagraph amounts received by the Department of Edu-14 15 cation from the State School Fund under ORS 343.243. 16 [(b)] (B) [The superintendent shall] Multiply the amount calculated under [paragraph (a) of this subsection] subparagraph (A) of this paragraph by 95.25 percent. 1718 [(c)] (C) [Based on the amount calculated under paragraph (b) of this subsection, the superintendent shall] Based on the amount calculated under subparagraph (B) of this paragraph, calculate a 19 funding percentage to distribute as nearly as practicable under ORS 327.006 to 327.133 and 327.348 20the total amount calculated under [paragraph (b) of this subsection] subparagraph (B) of this par-2122agraph as school district general purpose grants, facility grants, high cost disabilities grants and 23transportation grants to school districts. [(d)] (D) [Based on the funding percentage calculated under paragraph (c) of this subsection, the 24 superintendent shall] Based on the funding percentage calculated under subparagraph (C) of 25this paragraph, calculate the general purpose grant, facility grant, transportation grant and high 2627cost disabilities grant amounts for each school district. (b) Based on the calculations made under this subsection: 28(A) The amount for distribution to education service districts shall be as calculated in 2930 subsections (4) to (8) of this section; and 31 (B) The amount to be deposited in the School District Collaboration Grant Account established by section 3 of this 2011 Act shall be the amount calculated under paragraph (a)(B) 32of this subsection minus the total amount distributed under subparagraph (A) of this para-33 34 graph. 35(4) The general services grant for an education service district shall equal the higher of: (a) The total amount calculated under subsection [(3)(d)] (3)(a)(D) of this section for the com-36 37 ponent school districts of the education service district  $\times$  ([4.75] **4** ÷ 95.25); or (b) \$1 million. 38 (5) Subject to subsection (6) of this section, the State School Fund grant for an education service 39 district = general services grant - local revenues of the education service district. 40 (6)(a) After completing the calculations under subsections (2) to (5) of this section, the Super-41 intendent of Public Instruction shall apportion from the State School Fund to each education service 42 district an amount = (funding percentage  $\times$  general services grant) - local revenues of the educa-43 tion service district. 44 (b) The funding percentage used in paragraph (a) of this subsection shall be calculated by the 45

1 2 been imposed by the district if the district had certified the maximum rate of operating property

## $\rm SB~252$

superintendent to distribute as nearly as practicable the total amount available for distribution to
 education service districts from the State School Fund for each fiscal year.

3 (7) Notwithstanding subsections (5) and (6) of this section:

4 (a) The State School Fund grant of an education service district may not be less than zero; and

5 (b) The State School Fund grant of an education service district shall be in an amount that, 6 when combined with the local revenues of the education service district, equals \$1 million or more.

7 (8) An education service district shall distribute to its component school districts any amount

8 of local revenues of the education service district that is greater than the general services grant.

9 The amount that each component school district receives under this subsection shall be prorated 10 based on the district extended ADMw of each school district.

11 <u>SECTION 6.</u> The amendments to ORS 327.019 by sections 4 and 5 of this 2011 Act apply 12 to State School Fund distributions commencing with the 2011-2012 distribution.

<u>SECTION 7.</u> This 2011 Act being necessary for the immediate preservation of the public
 peace, health and safety, an emergency is declared to exist, and this 2011 Act takes effect
 July 1, 2011.

16