## REVENUE IMPACT OF PROPOSED LEGISLATION

Seventy-Seventh Oregon Legislative Assembly 2014 Regular Session Legislative Revenue Office Bill Number: HB 4009

**Revenue Area: School Finance** 

Economist: Dae Baek Date: 2/26/2014

Only Impacts on Original or Engrossed Versions are Considered Official

**Measure Description:** Requires the Oregon Department of Education (ODE) to provide educational services for those students admitted to a statutorily defined pediatric nursing facility, and to pay for costs of those services. Creates a carve-out within the State School Fund (SSF), for expenses to provide such educational services. Applies first to the SSF distribution in the 2014-15 school year. Takes effect on July 1, 2014.

Revenue Impact (in \$Millions): None

**Impact Explanation:** This bill does not change the total formula revenue available for distribution to school districts, education service districts and other education programs. However, this bill does create a shift of the formula revenue, away from school districts and educational service districts to the educational services under the bill. Based on the ODE estimates and program costs, this shift will result in about \$1.80 decline per ADMw (weighted adjusted average daily membership) in formula revenue distribution to school districts in the 2014-15 school year.

Creates, Extends, or Expands Tax Expenditure: Yes ☐ No ☒

LRO 1 of 1