

**FISCAL IMPACT OF PROPOSED LEGISLATION**

Measure: HB 2626 - 1

Seventy-Eighth Oregon Legislative Assembly – 2015 Regular Session  
Legislative Fiscal Office**Only Impacts on Original or Engrossed  
Versions are Considered Official**Prepared by: Theresa McHugh  
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Date: March 6, 2015**Measure Description:**

Authorizes State Treasurer to issue lottery bonds to finance grants from Department of Education to school districts to pay for acquisition, construction or improvement of school-based health centers.

**Government Unit(s) Affected:**

Department of Administrative Services, Department of Education, Oregon State Treasurer, School Districts

**Summary of Expenditure Impact:**

The measure has a minimal impact on both the Oregon State Treasury (OST) and the Department of Administrative Services (DAS). There is a fiscal impact to the Oregon Department of Education (ODE), as shown below. (Additional information is provided under the Analysis section.)

|                    | 2015-17 Biennium   | 2017-19 Biennium   |
|--------------------|--------------------|--------------------|
| General Fund       |                    |                    |
| Lottery Funds      |                    |                    |
| Other Funds        | \$4,000,000        | \$4,000,000        |
| Federal Funds      |                    |                    |
| <b>Total Funds</b> | <b>\$4,000,000</b> | <b>\$4,000,000</b> |
| Positions          | 1                  | 1                  |
| FTE                | 0.30               | 0.30               |

**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:**

As noted above, the measure has a minimal impact on OST and DAS, since the issuance of lottery bonds is already part of their ongoing responsibilities.

The bill requires ODE to establish and administer a program for the purpose of providing grants to School Districts to acquire, construct, or improve school-based health centers, as defined in ORS 413.225. The total appropriation under the measure is \$4,000,000. ODE estimates that the administrative costs for one position (0.30 FTE) and associated services and supplies would be \$48,898 per biennium, leaving a balance of \$3,951,102 for grants to School Districts.

It should be noted that these centers are, by law, eligible for grants from the Oregon Health Authority (OHA) for a number of specified purposes, one of which is the expansion and continuation of school-based health centers that were in operation on July 29, 2013, and that become certified under ORS 413.223. As of July 1, 2014, there were 69 certified school-based health centers. The 2013-15 budget

for the Public Health Division of the OHA included a total of \$11.2 million (\$10.2 million General Fund) for these centers. In addition, the 2103-15 budget for the Addictions and Mental Health Services Division of the OHA included \$4.8 million General Fund to provide mental health services for school-based health centers.