Seventy-Eighth Oregon Legislative Assembly - 2015 Regular Session **MEASURE:** SB 667 A STAFF MEASURE SUMMARY

**CARRIER:** Sen. Gelser

Sen. Kruse

**Senate Committee On Education** 

Fiscal: Fiscal impact issued Revenue impact issued **Revenue:** 

04/02/15 **Action Date:** 

**Action:** Do Pass With Amendments. (Printed A-Eng.)

**Meeting Dates:** 03/26, 04/02

Vote:

7 - Baertschiger Jr, Beyer, Gelser, Hass, Knopp, Kruse, Roblan Yeas:

**Prepared By:** Gretchen Engbring, Committee Administrator

## WHAT THE MEASURE DOES:

Extends sunset related to grants distributed to small school districts with one or more small high schools. Requires Oregon Department of Education (ODE) to transfer \$2.5 million from State School Fund (SSF) to the Small School District Supplement Fund each fiscal year. Declares emergency, effective on passage.

## **ISSUES DISCUSSED:**

- History of Small School District Supplement Fund and grants distributed to small school districts
- Higher per-student costs for small and rural schools
- Unique challenges of small and rural schools

## EFFECT OF COMMITTEE AMENDMENT:

Extends sunset related to grants distributed to small school districts to July 1, 2020 instead of removing sunset altogether.

## **BACKGROUND:**

A 2002 report by ODE entitled "The Costs of Operating Small Schools in Oregon" identified that small schools tend to spend more per student in most spending categories than larger schools.

Section 3, chapter 735, Oregon Laws 2013 provides for the Small School District Supplement Fund. The moneys in the Small School District Supplement Fund are appropriated continuously to ODE for the purposes of a small school district grant program. Section 2, chapter 735, Oregon Laws 2013 provides that in addition to the money distributed through the SSF, ODE shall award grants to small school districts with one or more small high schools from moneys appropriated to the department from the Small School District Supplement Fund. Section 20, chapter 735, Oregon Laws 2013 sunsets these provisions as of June 30, 2015.

Senate Bill 667-A proposes to extend the sunset related to grants distributed to small school districts with one or more small high schools, and requires ODE to continue to transfer \$2.5 million from SSF to the Small School District Supplement Fund each fiscal year until July 1, 2020.