

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
79th Oregon Legislative Assembly
2018 Regular Session
Legislative Revenue Office

Bill Number:	HB 4067 - 1
Revenue Area:	School Finance
Economist:	Dae Baek
Date:	2/13/2018

*Only Impacts on Original or Engrossed
Versions are Considered Official*

Measure Description: Expands the definition of the term "child with a disability" for purposes of special education to include children who have developmental delays and who are in third grade or lower. Takes effect on July 1, 2019.

Revenue Impact (in \$Millions): This bill does not change the total formula revenue available for distribution to school districts and education service districts.

Impact Explanation: With an expanded eligibility for special education, school districts may find additional students that would qualify for an individualized educational plan (IEP). At this time, there is not a credible estimate on the number of such students. If additional students are found to be eligible for IEP, the state total weighted Average Daily Membership (ADMw) increases, which in turn dilutes the formula revenue per ADMw, given fixed State School Fund. At the same time, it is likely that there will be a shift of formula revenue among school districts.

Creates, Extends, or Expands Tax Expenditure: Yes No