

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
82nd Oregon Legislative Assembly
2023 Regular Session
Legislative Revenue Office

Bill Number:	HB 2767 - A3
Revenue Area:	School Finance
Economist:	Dae Baek
Date:	05/09/2023

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

Measure Description:

Establishes requirements for approving recovery schools. Prescribes standards and funding provisions related to approved recovery schools. Takes effect on July 1, 2023.

Revenue Impact: No change in the formula revenue available for distribution to school districts

Impact Explanation:

The measure prescribes that approved recovery schools be funded by the State School Fund (SSF) and money from the Statewide Education Initiative Account (SEIA). The Corporate Activity Tax (CAT) funds the SEIA. For allocations from the SSF, the measure specifies that an approved recovery school receives, for each student, the amount equal to a General Purpose Grant per average daily membership (ADM) of the school district in which the school is located.

Currently, the only recovery school in the state is funded as a public charter school. With the changes in the measure, recovery schools will be part of alternative education and provide education to students recovering from substance abuse disorders. The measure's proposed funding method from the SSF to approved recovery schools is not materially different from the current method. Moreover, the measure does not create a new carve-out and does not add to nor subtract from the formula revenue available to school districts.

Creates, Extends, or Expands Tax Expenditure: Yes No