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

Legislative Revenue Office

Bill Number:HB 2Revenue Area:SchoEconomist:DaeDate:06/0

HB 2767 - C School Finance Dae Baek 06/07/2023

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 are 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 🔀

State Capitol Building 900 Court St NE Salem, Oregon 97301-1347 Phone (503) 986-1266 Fax (503) 986-1770 https://www.oregonlegislature.gov/Iro