MEMORANDUM

Legislative Fiscal Office 900 Court St. NE, Room H-178 Salem, Oregon 97301 Phone 503-986-1828 FAX 503-373-7807

То:	Education Subcommittee
From:	<i>Tim Walker</i> , Legislative Fiscal Office (503) 986-1827
Date:	June 10, 2013
Subject:	HB 2188 Work Session

House Bill 2188 allows the Higher Education Coordinationg Commission to retain reasonable costs related to investigation and assessment of career school civil penalties. Declares emergency, effective on passage.

The measure had a public hearing in this Subcommittee on June 3, 2013.

The Work Session packet, including measure, staff measure summary, and fiscal impact statement are available on the Oregon Legislative Information System (OLIS). The measure has no revenue impact and a fiscal impact.

Motion #1: Move the HB 2188 to the full committee with a "do pass" recommendation.

Chair to assign carriers:

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Senate:	
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Seventy-Seventh Oregon Legislative Assembly – 2013 Regular Session Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

Prepared by:	Tim Walker
Reviewed by:	Doug Wilson
Date:	06/06/2013

Measure Description:

Allows Superintendent of Public Instruction to retain reasonable costs related to investigation and assessment of career school civil penalties.

Government Unit(s) Affected:

Department of Education, Higher Education Coordinating Commission

Summary of Expenditure Impact:

See Analysis.

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: This bill allows the Private Career Schools program to retain a portion of civil penalties (not including those due the Tuition Protection Fund) collected equal to the reasonable costs related to the investigation and assessment of the penalty. It is estimated that this provision will generate \$20,000 to \$28,000 annually.

77th OREGON LEGISLATIVE ASSEMBLY – 2013 Session STAFF MEASURE SUMMARY

Joint Committee on Ways and Means

Revenue:	
Fiscal:	
Action:	
Vote:	
House	
Yeas:	
Nays:	
Exc:	
Senate	
Yeas:	
Nays:	
Exc:	
Prepared By:	Tim Walker, Legislative Fiscal Office
Meeting Date:	[Full Committee Meeting Date]

WHAT THE MEASURE DOES: Allows Higher Education Coordinating Commission to retain reasonable costs related to investigation and assessment of career school civil penalties. Declares emergency, effective on passage.

ISSUES DISCUSSED:

• Cost of investigations

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: Currently, civil penalties assessed against career schools regulated by the Department of Education are deposited in the General Fund. House Bill 2188 permits civil penalties imposed on private career school owners to be retained by Oregon Department of Education to cover reasonable investigative costs.

Carrier – House: Rep. Carrier – Senate: Sen.

MEASURE: