MEMORANDUM

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

- To: Members of the Education Subcommittee
- From: Doug Wilson, Legislative Fiscal Office (503) 986-1837

Date: June 24, 2013

Subject: SB 498 -- Work Session Recommendations

Background Information

SB 498 appropriates an undesignated amount of General Fund for the Career and Technical Education Revitalization Grant program in the Department of Education. These grants, established in ORS 344.075, are made to school districts, education service districts, public schools and public charter schools for the purpose of developing career and technical (CTE) programs, expanding the professional growth and career opportunities for students, and assessing the ability of CTE programs to meet workforce needs. The budget for this agency currently has approximately \$1.9 million General Fund included for these grants.

Recommended Changes SB 498:

LFO recommends one amendment (-2) which appropriates \$7.5 million for the Career and Technical Education Revitalization Grant Program. There will also be language in the budget report directing the agency to provide grants of at least \$1 million for projects directly involving CTE Student Organizations and at least \$1 million for CTE projects that have a clear tie-in to STEM.

Sen. /Rep. _____ moves the –2 amendment to SB 498.

SB 498 Final Subcommittee Action:

Final Motion:

Sen./Rep. _____moves SB 498 to the full committee as amended with a "do pass" recommendation.

77th OREGON LEGISLATIVE ASSEMBLY – 2013 Regular Session STAFF MEASURE SUMMARY Senate Committee on Education & Workforce Development

MEASURE: SB 498 CARRIER:

FISCAL: Fiscal statement issued		
Action:		Do Pass and Be Referred to the Committee on Ways and Means by prior reference
Vote:		5 - 0 - 0
	Yeas:	Beyer, Knopp, Kruse, Roblan, Hass
	Nays:	0
	Exc.:	0
Prepared By:		Richard Donovan, Administrator
Meeting Dates:		3/5

REVENUE: No revenue impact

WHAT THE MEASURE DOES: Appropriates funds to Department of Education for purpose of funding grant allocations under Career and Technical Education Revitalization Grant Program. Declares an emergency, effective July 1, 2013.

ISSUES DISCUSSED:

- Past success of Career and Technical Education (CTE) Revitalization Grant Program
- Support from majority of members in the Legislature
- Support from private and public sectors
- Existing need for skilled graduates of CTE programs
- 90% graduation rate of CTE students; success of CTE programs as an alternative method of learning for students who otherwise are challenged with traditional "Three Rs" classroom approach.
- Measure as part of a ten-year commitment to fully fund CTE programs statewide

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: House Bill 2732 (2009) established the Career and Technical Education Task Force and charged it with developing a plan to increase collaboration among elementary and secondary schools, community colleges, labor, business and industry, and also with making recommendations regarding the revitalization of Career and Technical Education (CTE) programs in Oregon. House Bill 3362 (2011) implemented those recommendations by funding a grant program for CTE programs, establishing the framework for a system of educational pathways for workforce development efforts. Senate Bill 498 represents a continuation of these programs.

SB 498-2 (LC 2880) 6/21/13 (HRL/ps)

PROPOSED AMENDMENTS TO SENATE BILL 498

1 Delete lines 5 through 9 of the printed bill and insert:

"SECTION 1. Notwithstanding any other provision of law, the $\mathbf{2}$ General Fund appropriation made to the Department of Education to 3 be distributed as grants-in-aid, for program costs and to purchase 4 services under section 2 (6), chapter ___, Oregon Laws 2013 (Enrolled 5 Senate Bill 5518), for the biennium beginning July 1, 2013, is increased 6 by \$7,500,000, which may be expended for the purpose of awarding $\mathbf{7}$ grants under the Career and Technical Education Revitalization Grant 8 Program established by ORS 344.075.". 9

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