

## HB 2074 -1, -2 STAFF MEASURE SUMMARY

### House Committee On Education

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**Prepared By:** Alethia Miller, LPRO Analyst

**Sub-Referral To:** Joint Committee On Student Success

**Meeting Dates:** 3/4, 4/8

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#### WHAT THE MEASURE DOES:

Requires Oregon Department of Administrative Services (DAS) to prepare a tentative budget for funding the State School Fund each even numbered year for the next biennium. Requires DAS form committee to prepare tentative budget and establishes committee membership. Defines methodologies for calculating tentative budget. Requires DAS provide presentation of tentative budget in conjunction with report issued by Quality Education Commission. Directs tentative budget to become part of agency request budget for Oregon Department of Education.

#### ISSUES DISCUSSED:

- History of K-12 budget and effect of recession on budget
- Effect of Executive Order 99-15 signed by Governor Kitzhaber

#### EFFECT OF AMENDMENT:

-1 Clarifies Legislative Revenue Office, Legislative Fiscal Office, and Joint Committee on Ways and Means Co-Chairs as non-voting members. Requires Oregon Department of Education (ODE) present tentative budget to Governor and Legislative Assembly in conjunction with ODE. Clarifies role of committee and Department of Administrative Services in preparing tentative budget and creating alternative approaches to budget.

-2 Clarifies Legislative Revenue Office, Legislative Fiscal Office, and Joint Committee on Ways and Means Co-Chairs as non-voting members. Requires the Higher Education Coordinating Commission (HECC) adopt by rule uniform process for reporting budget and accounting information from public universities and community colleges. Requires HECC in collaboration with Oregon Department of Administrative Services (DAS) collaborate to produce uniform definitions for the chart of accounts and revenue. Requires DAS create committee to prepare tentative budget. Establishes committee makeup. Defines components requiring review by committee and DAS.

#### BACKGROUND:

Executive Order 99-15 signed by Governor Kitzhaber required the Department of Administrative Services (DAS) annually forecast a statewide allowable growth factor of general operating revenue per Average Daily Membership (ADM) weighted that can be reasonably expected by districts for the next three fiscal years. It also required DAS form a School Revenue Forecast Committee to review the statewide average ADM forecasts. The committee would consist of education stakeholders, legislators, and legislative offices. This process ended in 2014.