

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
80th Oregon Legislative Assembly
2019 Regular Session
Legislative Revenue Office

Bill Number:	HB 2867 - 2
Revenue Area:	School Finance
Economist:	Dae Baek
Date:	6/10/2019

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

Measure Description:

Modifies a requirement for a high school to qualify as a small high school for the purpose of State School Fund distributions. First applies to the 2019-20 distributions. Takes effect on July 1, 2019.

Revenue Impact:

No change in the total formula revenue available for distribution to school districts and education service districts

Impact Explanation:

There is currently one school district that has a weighted average daily membership (weighted ADM or ADMw) getting close to 8,500 as well as having high schools qualifying as small high schools. Under current law, if this school district were to go over the ADMw cap of 8,500, it would lose small high school-based formula revenue. With the increase in the ADMw cap, this bill creates a pathway for this school district to continue to receive its share of formula revenue, distributed according to the small high school correction formula. This bill does not change the total formula revenue.

Creates, Extends, or Expands Tax Expenditure: Yes **No**