OFFICE OF THE SECRETARY OF STATE
TOBIAS READ
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ARCHIVES DIVISION
STEPHANIE CLARK
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NOTICE OF PROPOSED RULEMAKING

INCLUDING STATEMENT OF NEED & FISCAL IMPACT

CHAPTER 581
OREGON DEPARTMENT OF EDUCATION

FILED: 10/20/2026 11:10 AM
ARCHIVES DIVISION SECRETARY OF STATE

FILING CAPTION: Program Budgeting and Accounting Manual (PBAM) - Rule Revision

LAST DAY AND TIME TO OFFER COMMENT TO AGENCY: 12/10/2026 9:00 AM
The Agency requests public comment on whether other options should be considered for achieving the rule's substantive goals while reducing negative economic impact of the rule on business.

CONTACT:
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Salem, OR 97301

Filed By:
Haedon Brunelle
Rules Coordinator

HEARING(S)
Auxiliary aids for persons with disabilities are available upon advance request. Notify the contact listed above.

DATE: 11/17/2026
TIME: 3:00 PM - 3:30 PM
OFFICER: Haedon Brunelle

REMOTE HEARING DETAILS
MEETING URL: Click here to join the meeting
PHONE NUMBER: 669-254-5252
CONFERENCE ID: 1653682773

NEED FOR THE RULE(S):

Re-certification of this rule is necessary to update the current version of the Program Budgeting and Accounting Manual.

DOCUMENTS RELIED UPON, AND WHERE THEY ARE AVAILABLE:

You will also find written materials, public comment, and a recorded presentation on this rulemaking topic on the State Board of Education's Boardbook website. Learn more about the State Board of Education on the Oregon Department of Education's website. The 1st reading of this rule filing was given on October 15, 2026.

STATEMENT IDENTIFYING HOW ADOPTION OF RULE(S) WILL AFFECT RACIAL EQUITY IN THIS STATE:

The completed federal grant list captures the streams that most directly support these students. Consistent statewide coding means those dollars can be tracked and stewarded reliably.

FISCAL AND ECONOMIC IMPACT:

The refinements lower implementation cost — clearer documents and lighter submissions mean less staff time to convert and comply. They add no new financial obligation.

COST OF COMPLIANCE:
(1) Identify any state agencies, units of local government, and members of the public likely to be economically affected by the rule(s). (2) Effect on Small Businesses: (a) Estimate the number and type of small businesses subject to the rule(s); (b) Describe the expected reporting, recordkeeping and administrative activities and cost required to comply with the rule(s); (c) Estimate the cost of professional services, equipment supplies, labor and increased administration required to comply with the rule(s).

The refinements lower implementation cost — clearer documents and lighter submissions mean less staff time to convert and comply. They add no new financial obligation.

DESCRIBE HOW SMALL BUSINESSES WERE INVOLVED IN THE DEVELOPMENT OF THESE RULE(S):

Small businesses were not involved in the development of these rules as this will not impact small businesses. These rules only directly impact school districts.

WAS AN ADMINISTRATIVE RULE ADVISORY COMMITTEE CONSULTED? NO IF NOT, WHY NOT?

An administrative rule advisory committee was not consulted. The Oregon Department of Education (ODE) identifies those who may be impacted by these rule updates and hosts direct engagements with them. In addition, ODE staff present their rule updates to a broader group of education partners ranging from non-profits, education service districts, school districts, student rule advisors, and more, prior to approaching the State Board of Education for further consideration and a vote. The State Board of Education holds public meetings and recordings for all rules. You can find the meeting recordings on the State Board of Education's Boardbook website. The State Board of Education has more information on the Oregon Department of Education website.

AMEND: 581-023-0035

RULE SUMMARY: A full red-line Program Budgeting and Accounting Manual (PBAM) will be provided for the State Board. The Summary of Change Areas Are:
Clearer, Lighter Financial Submissions
More Detail on the Account String
Revenue Coding — Intergovernmental
Added Federal Grants in the Grant Dimension
Reserved Code Ranges
Minor Edits to Text and Codes

CHANGES TO RULE:

581-023-0035
Budgeting and Accounting for Schools ¶

Rules governing the budgeting and accounting systems for schools and the school systems of accounts are

contained in Chapter 2 of the Program Budgeting and Accounting Manual, published by the Oregon Department of Education. The State Board of Education adopts this publication to govern budgeting and accounting systems for schools. ¶
[Publications: Publications referenced are available from the agency.]
Statutory/Other Authority: ORS 326.051, ORS 327.125, ORS 327.511
Statutes/Other Implemented: ORS 327.125, ORS 294.356