House Interim Committee on Revenue and School Finance December 1, 1993 Page

These minutes paraphrase and/or summarize statements made during this meeting. Text enclosed in quotation marks reports the speakers exact words. For complete context of proceedings, please refer to the tape recording.

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Bill # Public Hearing

Tapes 9A

House Committee on State and School Finance January 19, 1994 Page

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HOUSE STATE AND SCHOOL FINANCE COMMITTEE

JANUARY 19, 1994 8:30 AM HEARING ROOM A STATE CAPITOL BUILDING

Members H	Present:	Rep. John Schoon, Chair Rep. Ron Adams Rep. Lee Beyer (late arrival 8:38 am) Rep. Tim Josi Rep.Tony Federici, Vice Chair (8:35 am late arrival) Rep. Jane Lokan Rep. Janitra Rasmussen Rep. Ken Strobeck Rep. Jim Welsh
Witnesses	s Present:	John Danielson, Oregon Education Association Ozzie Rose, Confederation of Oregon School Administrators Tim Absit, Perrydale School District, COSA Billl Beck, Portland Public Schools
Staff: TAPE SIDE	E A	James Scherzinger, Legislative Revenue Officer Steve Bender, Legislative Revenue Office Terry Drake, Legislative Revenue Office Steve Meyer, Legislative Revenue Office Richard Yates, Legislative Revenue Office Kimberly Taylor James, Office Manager Rhonda Wehler, Committee Assistant
003 0	Chair Schoon	called the meeting to order at 8:30 am. nd conducted

administrative business 009 Terry Drakeanswers question from meeting of previous day # of student counts in small school weighting, 6,000 out of 20,000 -summarizes bill # 2254 (adds regional cost factor to State School Fund formula) 043 Chair Schoon asks Terry Drake to explain last meeting with representatives -asks if bill is being set aside 056 Rep. Adams Chair Schoon 058 -answers Terry Drake -explains Bill # 2273 regarding poverty factor in School 063 Funding Formula.. 079 Drake -explains free and reduced lunch program in factor 093 Drake -explains possible error in factor 097 Drake -summarizes Bill #2274 101 Chair Schoon -explains bill introduction 109 Drake` -continues explanation of 3 step phase down calculation of transportation savings Drake -explains HB 2275 constraint on equalization formula 3 year phase 139 in bill 181 Chair Schoon -asksapproximate cost 187 Terry Drake -dependent Chair Schoon -asks if everyone understands \$ amount needed is per year 192 197 Rep. Adams -questions 197 Terry Drake -reponds Chair Schoon -clarifies that use of Governor's biennial figure for full 202 equalization 211 Rep Beyer -asks if transportation grant is taken out first Chair Schoon -responds 215 217 Terry Drake -explains he is always considering total pot of \$, including transportation Vice Chair Federici 229 -refers to figures considered at previous meetin 235 Terry Drake -explains for biennial appropriation 280 Vice Chair Federici -reiterates figures 243 Terry Drake -explains cost of equalization to various levels 269 Rep. Adams -asks Terry Drake to value equalization to Enterprise level 275 Terry Drake \_ 289 -comments on 1991 objective Rep. Adams Terry Drake -explains mathematical convenience to determine exact amount 300 of \$ available -average expenditure per student 325 Chair Schoon -cautions Committee to be carel of difference betwwen weighted student and resident student Terry Drake -explains figures being used are \$ per weighted student 337 Chair Schoon -asks actual number of kids Terry Drake -asks Walter for number 345 349 384 All -questions and discussion Terry Drake -explains legislative definition of equity Chair Schoon -suggessts a different term for weighted students 390 402 Chair Schoon 418 Rep Rasmussen -expresses her approval of equalization term Chair Schoon -asks her response to potential question from public 428 436 All -discussion TAPE 10 SIDE A 020 Rep Josi-comments about previous discussion of using Portland as base Chair Schoon -explains discussion for freshman 026 041 All -discussion 044 Chair Schoon -explains non-equity 043 Rep Josi-asks reasons for high costs of Portland school district 055 Chair Schoon -responds legislature will not interfere with districts 070 Rep Beyer -questions resons why urban districts have higher costs Chair Schoon -agrees Rep Rasmussen -suggests witnesses from Portland be allowed to speak 071 082 086 Vice Chair Federici -explains previous tesitmony from Portland school district 101 -asks if itemized costs to educate child are available Rep Welsh 116 Chair Schoon -explains legilature's attemps to do so 124 Rep Strobeck -expounds on results of Measure 5 in this area 131 -expresses desire to deal with funding part of bills Chair Schoon Rep. Adams 141 -congratulates legislative staff for change of terms -summarizes two policy changes represented in Bill # 2276 158 Terry Drake

-adjustment factors on qualifications -indicates number of additonal students allowed in formula 214 -presents Bill # 2277 regarding funing of ESD replacement Terry Drake 231 A11 -discussion 234 Terry Drake 249 Chair Schoon -requests beginning of public hearing 271 John Danielson -comments on appropriation to formula 341 -discusses Oregon Education Associations support of Bill #2254 Danielson -explains how handicapped and unruly children add expense to budget -explains Portland's problems TAPE 9 SIDE B 006 Danielson -explains diversity in district needs 017 -explains budget cutting strategies employed Danielson 024 Danielson -explains damage to districts who may be cut 031 Danielson -praises Oregon's attempts at equaliy 049 Danielson -encourages cost of living increase for districts -suggests time line for equity 068 Danielson -compares districts spending and over spending -urges committee to look at 106 Rep Lokan -asks hwat personnel were let go with last budget cut 111 Danielson -reponds 114 Rep. Adams -asks what percent of kids 117 Danielson 148 Rep. Norris -refers to Bill 2276 -expresses desire to change arbitrary mileage -concern over consolidation 168 Rep. Adams -asks which school would be affected 176 Chair Schoon -expresses purpose or original legislation 180 Rep. Norris -discusses further -express supoort of Bill # 2276 187 Tim Absit -explains how districts receiving no new projected revenues -suggests changes in bill through Perrydale Memorandum (Exhibit A) 280 Rep. Adams -asks if Perrydale previously qualified for transportation formula 296 Absit -reponds 300 Rep. Adams -comments further about remote school formula 316 Absit -discusses differences in ADM 338 Absit -expresses support of equity and recognizes dillemma of legislaturein this bill 353 Chair Schoon -questions definition of schools and districts -asks about potential bankruptcy of particular smaller school 377 Absit -responds about efficiency of his district 396 Chair Schoon -asks what puts most strain on small schools 401 Absit -responds cuts to maintain budget TAPE 10 SIDE B 006 Chair Schoon -asks effects of cuts in high school 800 Absit -responds -refers to answers in Exhibit A -corrects page 2 -clarifies hold harmless money comment (frozen formual) is being received, however 043 Rep Welsh -asks class size of Perrydale school 050 Absit -responds 054 Chair Schoon -invites Ozzie Rose to stand 068 Ozzie Rose -addresses all bills -Bill #2273 -explains how census data was used Vice Chair Federici -expresses concern in figures used for poverty factor 121 -responds how at risk kids were measured 131 Ozzie Rose 145 Vice Chair Federici -voices concern over allowing manipulation of figures 153 Ozzie Rose -answers 167 Rep Rasmussen -asks why smoe school's don't offer free and reduced lunch propgrams 172 Rep. Adams -asks fiscal impact if alternative figures allowed 176 Terry Drake -responds 184 Rep. Adams -says data must be available before decision made 187 Vice Chair Federici -agrees 190 Ozzie Rose -proposes changes in HB 2275 230 -explains difference between local control of school vs. government Rose

control of schools 260 Rose -suggests reasons for Portland's higher expenses 275 Rose -compares 1980 budgets with 1994 -encourages committee not to get trapped in history but to progress 309 A11 -discussion 311 Ozzie Rose -summarizes philosophy of bill Rep Beyer-summarizes Ozzie's statementOzzie Rose-explains how philosophical changes can be made, suggests 327 1336 following Chair's lead to seek \$300 million for schools 354 Rep. Adams -quotes desire to use statistics if clarified 367 -clarifies Ozzie Rose 375 Rep. Adams -clarifies law -addresses Bill #2276 381 Ozzie Rose TAPE 11 SIDE A Ozzie Rose-suggests mileage is a remoteness questionOzzies Rose-discusses colsolidation of small schoolsChair Schoon-asks how schools are desized or incoorporatedOzzie Rose-answers responsibility of legislature to helpRep. Adams-asks what happens if committee changes general coalitionOzzie Rose-responds desire of coalition to support legislature 006 025 046 051 071 075 087 Chair Schoon -invites Bill Beck to stand Bill Beck-expresses concern that Portland not be represented incorrectlyRep Beyer-asks about factored costs for PortlandBill Beck-explains diversity of languages in Portland public schools 096 129 134 Rep Rasmussen -asks what is cost in Portland 149 Rep Lokan-discussesPortland position cutsRep Lokan-asks about foreign language program 156 174 Rep Lokan Bill Beck -responds that support for teachers is not provided for all 54 181 different languages -discusses English as a second language 207 Chair Schoon -calls Kathryn Dysart to witness stand 209 Katherine Dysart-explains how Eugene public schools have cut costs 230 Dysart -stresses ripple effect of elimination of Portland's programs Chair Schoon -calls Ed Edwards to stand 253 -addresses opposition to HB #2274 altering appropriation of 254 Ed Edwards dollars received -expresses desire to keep extra dollars in transportation department 337 Chair Schoon -asks clarification 367 Vice Chair Federici -asks how \$ were saved by bell schedule 377 Ed Edwards -explains -points out example of efficiency vs. intelligence in 388 Rep. Adams determing schedules TAPE 12 SIDE A 002 Chair Schoon -recalls Catherine Dysart to witness stand 010 Catherine Dysart-explains Eugene changes in transportation for high schoolers 026 -asks cosst of LTD bus pass for high schoolers Chair Schoon 027 Catherine Cysart-responds -reminds committee of interim committees permission to proceed in elementary schools 040 Chair Schoon -asks how this benefits 044 Catherine Dysart-responds how General Fund is freed up by reducing obligation to transportation 052 Dysart -explains School Board decisions 0.57 Terry Drake -explains long term benefits to saving transportation costs 064 Catherine Dysart-expresses understanding of no retroactivity in new bill 071 Chair Schoon -questions 075 Catherine Dysart-responds further 080 Vice Chair Federici -asks if savings was attributed to bus schedule 084 Catherine Dysart-responds how elimination of senior high buses required change to bell schedule Rep. Adams -asks clarification of avoiding mandate 102 113 Catherine Dysart-answers 122 Chair Schoon -opens testimony to public -invites Walter to stand 121 Walter -introduces himself and function 133 Chair Schoon -recommends Walter as well informed 137 -asks what 3565 does Rep. Adams

147	Chair Schoon	-asks that Walter not respond to questions
153	Chair Schoon	-conducts administrative business
160	Chair Schoon	-adjoourns meeting