Work Session: HB 2277 HB 2275 Tapes 16-18 A& B, 19 A HOUSE STATE AND SCHOOL FINANCE COMMITTEE JANUARY 24, 1995 8:30 AM HEARING ROOM A STATE CAPITOL BUILDING Members Present:Rep. John Schoon, Chair Rep. Ron Adams Rep. Lee Beyer (9:13 am, excused late arrival) Rep. Tim Josi Rep. Tony Federici, Vice Chair Rep. Jane Lokan (8:35 am late arrival) Rep. Anitra Rasmussen Rep. Ken Strobeck Rep. Jim Welsh Members Excused:Rep. Ron Adams Witnesses Present: Roger Bassett, Commissioner, Office of Community College Services Walter Koscher, D~ partment of Education Paul Warner, State Economist, Department of Administrative Services Rich MarshalL Resident of Portland Staff: James Scherzinger, Legislative Revenue Officer Terry Drake, Legislative Revenue Office Rhonda Wehler, Committee Assistant TAPE 16 SIDE A 007 Chair Schooncalls the meeting to order at 8:30 am and conducts administrative business HB 2277 027 Roger Bassett -reviews Exhibit A, (Community College Funding Formula) -explains although Measure 5 affects K-12 and community colleges, state mandate does not require them to equalize -reviews page 2, Exhibit A, components of revised formula 055 -notes biggest change is including one half of all property taxes and appropriations -observes phase-in schedule delays implementation in some schools until 1999-2000 169 All -questions and discussion 195 Bassett -explains 13 counties are not in Community College districts-effort being made through annexation to incorporate these Thene minutec paraphrace and/or ~ dalemen~ during Ihis rneeling. Te~d enclo6~d in quo~lion ma" reporlu worde. For complete conteod d proceedings, please refer lo me ~ recor ing. House Committee on state and School Finance Janualy 24, 1995 Page 2 303 Walter Koscher -discusses Exhibit B (School Finance Figures) -points out private schools provide data on voluntary basis, so figures may not be absolute -notes private school trends tend to follow public schools - discusses home school figures (Exhibit B, page 3) 389 All -questions and discussions TAPE 17 SIDE A 033 Koscher "explains in-migrating children vs. births 098 -observes drop-out rate was stable in 1993-94 compared to previous vears 104 Paul Warner -defines terms: cohort, number of people born in a given year -net in-migration, people moving in with kids -market share, public and private mix 145 -explains exiting cohorts echo effect of baby boom generation Wamer (Exhibit C, page 1) 193 Warner explains in-migration (Exhibit C, page 2) -observes migration appears to have slowed 231 -presents two factors in population decrease (Exhibit C, page 3) -12-13% increases in housing costs

-California starting to rebound economically 305 -discusses Demographic Trends (Exhibit C, page 4) 329 -discusses statistics of elderly entering Oregon (Exhibit C, page 5) -recommends capacity adjustment for number of students entering 344 private schools -speculates societal considerations (safety and values) could continue the trend towards private schools 386 -concludes sign) ficant risk of lower public enrollment by 1977-99 TAPE 16 SIDE B 019 Chair Schoon -recesses meeting at 9:30 am -reconvenes et 10:05 am HB 2275 052 Rich Marshall -summarizes personal history of interest in school finance -stresses that Portland is wrong benchmark -indicates Portland school's spending approximately the same amount as rest of the state, without special programs 200 -highlights four expense factors: -teacher salaries -benefit packages -student-teacher ratio -non-teacher expenses 264 Marshall-suggests limiting 2 school districts per county 276 emphasizes legislator's need for better management information -recommends focus on expense side, not just revenue side 324 Rich Marshall -explains graphs (E ; hibit D, pages 20, 21) Tl~ mhube e andHRuar~e ddc~ made diuNng tl medh~. Tad encbeed in 4uobibn markB re~x ~ ~s exact ~rds. For complete context of proceedings, pbaae refer to the ~ recorl ing. House Committee on State and School Finance January 24, 1995 Page 3 419 All -questions and discussion TAPE 17 SIDE B 141 Marshall -continues to explain comparison data between Oregon and neigHB oring states 161 Vice ChairFedffici -emphasizes Portland is being considered as benchmark because it comprises 10% of all students in state Bill Beck -explains Portland programs that distinguish them from other 213 districts in the state: -Integration Program (Exhibit E, page 1) -early childhood centers for 4 year olds, full day kindergarten -resulted in minority children attending schools in own neigHB orhood 346 -Student Integration Specialist for students attending high school outside of own neigHB orhoods -School Police Team comprising 20 officers and three clerical 358 specialists (Exihibit E, page 2) TAPE 18 SIDE A 015 Vice Chair Federici -asks to what degree integration fund is federally mandated 021 Beck -answers that federal mandate requires segregation: early childhood centers are Portland implementation (specific and voluntary) 056 Vice Chair Federici -asks if Portland schools should be in police business 0.57 Beck -answers the importance of having police who know the neigHB orhood, blow to safety in Portland schools if removed -city of Portland paid \$1.5 subsidy, resulting in near immediate response to problems 091 Rep Rasmussen -illustrates with incident of beatings at Lloyd Center, criminals apprehended by Portland school police

± 0	114 139	All -questions and discussion Bill -explains Portland is only Oregon city required by federal agency
to using current	190	implement desegregation program Jim Scherzinger -explains four year phase-in for School Fund Formula,
	383	lottery base in Governor's proposed budget -reports slower phase in due to extra year Jim Scherzinger -observes theoretically by simply flat funding Portland,
equalization would be reached in four years with little funding		
		SIDE A ir Schoon-adjourns meeting at 11:25
am	025 chair School adjourns meeting at 11.25	
Rhonda Wehler, Committee Assistant Ta~f James, Office Managff Exhibits		
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Α.	НВ 2277 В.	, Bassett, Community College Funding Formula, 1/24/95 HB 2275, Koscher, Resident ADM State Totals for Public Schools,
	C. D. E.	1/23/95 HB 2275, Warner, Oregon Birth Cohorts, 1195 HB 2275, Marshall, Oregon School Expenditures, 1/95 HB 2275, Beck Memorandum, 1/24/95

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