REVENUE IMPACT OF PROPOSED LEGISLATION

81st Oregon Legislative Assembly 2021 Regular Session Legislative Revenue Office

Bill Number: SB 743 Revenue Area: School Finance **Economist:** Date:

Dae Baek 05/12/2021

Only Impacts on Original or Engrossed Versions are Considered Official

Measure Description:

Specifies that, in calculating a school district's extended weighted average daily membership (ADMw) for the State School Fund distributions, the calculation for a virtual public charter school in a school district be separate from that for the school district if, compared to the previous school year, the school district has a decreasing enrollment. Modifies calculation of the district's extended ADMw for a school district that is a sponsor of a virtual public charter school with a decreasing enrollment for the 2021-2022 or 2022-2023 school year. Takes effect on July 1, 2021.

Revenue Impact: No change in the formula revenue available for distribution to school districts and education service districts

Impact Explanation:

The measure changes the way the extended weighted average daily membership (ADMw) is calculated for the purpose of distributing the State School Fund when a school district sponsors a virtual public charter school and faces a decreasing enrollment.

This measure also modifies the calculation of the district's extended ADMw for a school district that is a sponsor of a virtual public charter school whose enrollment is declining in the 2021-2022 and 2022-2023 school years.

These changes will bring about shifts of the formula revenue among school districts but are not amenable to quantitative analyses until the actual enrollment changes are known.

Creates, Extends, or Expands Tax Expenditure: Yes | | No |X|