

DATE: July 14, 2016
TO: Toya Fick and Tim Nesbitt
FROM: ECONorthwest
SUBJECT: ESTIMATING IP65 REVENUE ALLOCATION FOR THE 2017-18 ACADEMIC YEAR

Data description and calculation methods

The draft fiscal impact statement on IP65 from Oregon’s Financial Estimate Committee (FEC), indicates that IP65 would require the state to allocate \$147 million annually for Oregon school districts to spend on programs described in IP65 (i.e., dropout prevention, career technical education, and accelerated college credit).¹ The initiative further stipulates that the state allocate this revenue to districts based on each district’s extended weighted average daily membership (extended ADMw) “computed as provided in ORS 327.013 (1)(c)”.

Table 1 illustrates how the \$147 million would be distributed across districts assuming distribution of extended ADMw is the same as in the 2014-15 academic year. The table combines the 88 districts with the smallest estimated extended ADMw for grades 9-12. Together these districts account for 5% of the statewide total.

We calculate these estimates as follows:

1. Allocate 1.5 percent of the total (\$2,205,000) to Oregon Department of Education for administration, leaving \$144,795,000 to allocate to districts.
2. Calculate the total extended ADMw for grades 9-12 across all districts using estimates for 2014-15.²
3. Allocate to each district a share of the \$144,795,000 in proportion to that district’s share of total extended ADMw for grades 9-12.

These estimates are preliminary:

- The FEC’s \$147 million annual allocation estimate is not a draft and may change.
- Updated estimates based on 2015-16 extended ADMw, and actual allocations based on extended ADMw for subsequent years may lead to a different distribution.
- Differences between these estimates and the actual distribution if IP65 becomes law are likely to be larger for small districts due to natural variation in enrollment and student demographics.

¹ The allocation could be lower if state revenues do not reach thresholds identified in IP65.

² Estimates provided by ODE. The estimated high school extended ADMw equals total 2014-15 ADM for grades 9-12 multiplied by the ratio of the districts 2014-15 extended ADMw for grades K-12 to total ADM for grades K-12.

Table 1: Estimated allocation of IP65 revenue for the 2017-18 academic year

District Name	Estimated extended ADMw grades 9-12	Allocation estimate
Amity SD 4J	391	\$264,266
Ashland SD 5	1,135	\$766,858
Astoria SD 1	709	\$479,119
Baker SD 5J	1,150	\$776,954
Bandon SD 54	294	\$198,877
Banks SD 13	444	\$299,945
Beaverton SD 48J	13,988	\$9,447,486
Bend-LaPine Administrative SD 1	6,275	\$4,238,118
Bethel SD 52	1,959	\$1,323,353
Brookings-Harbor SD 17C	552	\$372,517
Canby SD 86	1,815	\$1,226,134
Cascade SD 5	838	\$565,690
Centennial SD 28J	2,522	\$1,703,134
Central Point SD 6	1,553	\$1,048,676
Central SD 13J	1,220	\$824,311
Clatskanie SD 6J	322	\$217,217
Colton SD 53	292	\$197,299
Coos Bay SD 9	1,072	\$723,798
Coquille SD 8	408	\$275,750
Corbett SD 39	594	\$401,400
Corvallis SD 509J	2,613	\$1,765,011
Creswell SD 40	463	\$312,810
Crook County SD	1,405	\$948,845
Culver SD 4	316	\$213,127
Dallas SD 2	1,291	\$871,877
David Douglas SD 40	4,202	\$2,837,911
Dayton SD 8	410	\$276,686
Douglas County SD 4	2,169	\$1,465,225
Eagle Point SD 9	1,460	\$986,088
Elkton SD 34	357	\$241,055
Estacada SD 108	1,737	\$1,173,276
Eugene SD 4J	6,321	\$4,269,133
Fern Ridge SD 28J	644	\$434,706
Forest Grove SD 15	2,384	\$1,610,030
Gervais SD 1	519	\$350,853
Gladstone SD 115	852	\$575,528
Grants Pass SD 7	2,077	\$1,402,639
Greater Albany Public SD 8J	3,625	\$2,448,231
Gresham-Barlow SD 10J	4,837	\$3,267,077
Harney County SD 3	328	\$221,823
Harrisburg SD 7J	375	\$253,437
Hermiston SD 8	1,818	\$1,227,926
Hillsboro SD 1J	7,732	\$5,221,976
Hood River County SD	1,680	\$1,134,819
Jefferson County SD 509J	1,031	\$696,450
Jefferson SD 14J	394	\$266,096
Junction City SD 69	636	\$429,233
Klamath County SD	2,485	\$1,678,122
Klamath Falls City Schools	1,353	\$914,162
La Grande SD 1	706	\$477,063
Lake County SD 7	315	\$213,048
Lake Oswego SD 7J	2,680	\$1,810,230
Lebanon Community SD 9	1,630	\$1,100,794

Source: ECONorthwest analysis of Oregon Department of Education data.

Table 1: Estimated allocation of IP65 revenue for the 2017-18 academic year (cont'd)

District Name	Estimated extended ADMw grades 9-12	Allocation estimate
Lincoln County SD	2,057.6	1,389,724.4
McMinnville SD 40	2,443	\$1,649,709
Medford SD 549C	4,846	\$3,273,024
Milton-Freewater Unified SD 7	672	\$454,178
Molalla River SD 35	904	\$610,337
Morrow SD 1	896	\$605,439
Newberg SD 29J	1,822	\$1,230,823
North Bend SD 13	1,547	\$1,044,984
North Clackamas SD 12	6,832	\$4,614,706
North Marion SD 15	739	\$498,796
North Santiam SD 29J	831	\$561,278
North Wasco County SD 21	1,118	\$754,896
Nyssa SD 26	459	\$310,287
Ontario SD 8C	865	\$584,075
Oregon City SD 62	3,271	\$2,209,342
Oregon Trail SD 46	1,644	\$1,110,124
Parkrose SD 3	1,317	\$889,650
Pendleton SD 16	1,160	\$783,481
Philomath SD 17J	640	\$432,487
Phoenix-Talent SD 4	1,042	\$703,614
Pleasant Hill SD 1	377	\$254,506
Portland SD 1J	15,057	\$10,169,519
Rainier SD 13	385	\$259,739
Redmond SD 2J	2,889	\$1,951,239
Reynolds SD 7	3,951	\$2,668,777
Rogue River SD 35	352	\$237,569
Salem-Keizer SD 24J	15,128	\$10,217,852
Scappoose SD 1J	856	\$578,122
Scio SD 95	2,276	\$1,537,084
Seaside SD 10	527	\$355,923
Sheridan SD 48J	493	\$332,647
Sherwood SD 88J	1,789	\$1,208,088
Silver Falls SD 4J	1,453	\$981,114
Sisters SD 6	501	\$338,212
Siuslaw SD 97J	490	\$331,213
South Lane SD 45J3	1,129	\$762,489
South Umpqua SD 19	494	\$333,687
Springfield SD 19	4,026	\$2,719,401
St Helens SD 502	1,211	\$817,920
Sutherlin SD 130	481	\$324,899
Sweet Home SD 55	905	\$611,287
Three Rivers/Josephine County SD	1,927	\$1,301,640
Tigard-Tualatin SD 23J	4,652	\$3,142,350
Tillamook SD 9	769	\$519,667
Umatilla SD 6R	532	\$359,633
Vale SD 84	399	\$269,484
Warrenton-Hammond SD 30	329	\$222,351
West Linn-Wilsonville SD 3J	3,225	\$2,178,006
Willamina SD 30J	304	\$205,621
Winston-Dillard SD 116	520	\$351,332
Woodburn SD 103	2,146	\$1,449,674
Yamhill Carlton SD 1	458	\$309,656
All other*	10,863	\$7,337,158

Source: ECONorthwest analysis of Oregon Department of Education data.

*"All other" includes the Oregon's 88 smallest districts based on estimated extended ADMw for grades 9-12.