

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
74th Oregon Legislative Assembly
2007 Regular Session
Legislative Revenue Office

Bill Number: SB 318-B
Revenue Area: School Finance
Economist: Meyer
Date: 5/18/07

Measure Description:

Modifies School Improvement Fund grants. Allocates 95.25% to school districts and programs and 4.75% to educational service districts (ESDs). Distributes grants in each district category proportional to the district share of total weighted students. Requires ESDs to spend 100% of grants on resolution services. Revises list of activities to increase student achievement.

Deletes requiring the Department of Education to evaluate district progress toward meeting goals, to make an annual report and to establish a monetary rewards program.

Takes effect July 1, 2007.

Revenue Impact:

Assumed School Improvement Fund	2007-08	2008-09	2007-09 Biennium
School districts and programs	\$123.8 mil.	\$123.8 mil.	\$247.6 mil.
Education service districts	<u>6.2 mil.</u>	<u>6.2 mil.</u>	<u>12.4 mil.</u>
Assumed appropriation total	130.0 mil.	130.0 mil.	260.0 mil.

Impact Explanation:

The appropriation to the School Improvement Fund is assumed to be \$260 million for the 2007-09 biennium and equally divided between the two years. Refer to Simulation 13 for an estimate of 2007-08 grants by school district and ESD. If no appropriation is made, there is no revenue impact.