

A-Engrossed
Senate Bill 211

Ordered by the Senate March 13
Including Senate Amendments dated March 13

Printed pursuant to Senate Interim Rule 213.28 by order of the President of the Senate in conformance with pre-session filing rules, indicating neither advocacy nor opposition on the part of the President (at the request of Superintendent of Public Instruction Susan Castillo for Department of Education)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

Increases amount transferred each fiscal year from State School Fund to High Cost Disabilities Account.

[Increases percentage of children with disabilities for which school district may receive additional weighting for purposes of calculation of State School Fund grant.]

Declares emergency, effective July 1, 2007.

A BILL FOR AN ACT

1
2 Relating to school finance; creating new provisions; amending ORS 327.008; and declaring an emer-
3 gency.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1.** ORS 327.008, as amended by section 6a, chapter 803, Oregon Laws 2005, is
6 amended to read:

7 327.008. (1) There is established a State School Fund in the General Fund. The fund shall consist
8 of moneys appropriated by the Legislative Assembly and moneys transferred from the Education
9 Stability Fund. The State School Fund is continuously appropriated to the Department of Education
10 for the purposes of ORS 327.006 to 327.077, 327.095, 327.099, 327.101, 327.125, 327.137, 327.348,
11 327.355, 327.357, 327.360, 336.575, 336.580, 336.635, 342.173, 343.243, 343.533 and 343.961.

12 (2) There shall be apportioned from the State School Fund to each school district a State School
13 Fund grant, consisting of the positive amount equal to a general purpose grant and a facility grant
14 and a transportation grant and a high cost disabilities grant minus local revenue, computed as pro-
15 vided in ORS 327.013.

16 (3) There shall be apportioned from the State School Fund to each education service district a
17 State School Fund grant as calculated under ORS 327.019.

18 (4) All figures used in the determination of the distribution of the State School Fund shall be
19 estimates for the same year as the distribution occurs, unless otherwise specified.

20 (5) Numbers of students in average daily membership used in the distribution formula shall be
21 the numbers as of June of the year of distribution.

22 (6) A school district may not use the portion of the State School Fund grant that is attributable
23 to the facility grant for capital construction costs.

24 (7) The total amount of the State School Fund that is distributed as facility grants may not ex-
25 ceed \$25 million in any biennium. If the total amount to be distributed as facility grants exceeds this

NOTE: Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1 limitation, the Department of Education shall prorate the amount of funds available for facility
2 grants among those school districts that qualified for a facility grant.

3 (8) Each fiscal year, the Department of Education shall transfer the amount of [~~\$12~~] **\$18** million
4 from the State School Fund to the High Cost Disabilities Account established in ORS 327.348.

5 (9) Each fiscal year, the Department of Education shall transfer the amount of \$2.5 million from
6 the State School Fund to the Small School District Supplement Fund established in ORS 327.360.

7 **SECTION 2. The amendments to ORS 327.008 by section 1 of this 2007 Act apply to State**
8 **School Fund distributions commencing with the 2007-2008 distribution.**

9 **SECTION 3. This 2007 Act being necessary for the immediate preservation of the public**
10 **peace, health and safety, an emergency is declared to exist, and this 2007 Act takes effect**
11 **July 1, 2007.**

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