

**REVENUE IMPACT OF
PROPOSED LEGISLATION
75th Oregon Legislative Assembly
2009 Regular Session
Legislative Revenue Office**

Bill Number:	SB 555 A
Revenue Area:	School Finance
Economist:	Steve Meyer
Date:	6/02/09

Measure Description:

Modifies the school district transportation grant in the school equalization formula. Changes the transportation grant to 63% of approved transportation costs in place of 70%, 80% or 90% where the percent depends on the district ranking of transportation costs per student.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2009-10	2010-11	2009-11	2011-2013	2013-2015
School District Shift	\$ 2.6	\$ 2.7	\$ 5.3	\$ 5.7	\$ 6.2
ESD Shift	\$ Minimal	\$ Minimal	\$ 0.1	\$ 0.1	\$ 0.1
Total Shift	\$ 2.6	\$ 2.7	\$ 5.4	\$ 5.8	\$ 6.3

Note: Minimal is 0 to \$50,000

Impact Explanation:

School district revenue from reduced transportation grants will be distributed as increased general purpose grants. Revenue will shift among districts but the net change statewide is zero. Ninety-two schools districts gain revenue and 105 lose revenue. ESDs are indirectly impacted because their share of total ESD revenue depends on the school formula revenue of their component school districts.

Creates, Extends or Expands Tax Expenditure: Yes No