

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

Bill Number: SB 581 A
Revenue Area: State Finance
Economist: Steve Meyer
Date: 2/27/09

Measure Description:

Transfers \$82.9 million from Other Funds to the General Fund. Of this total, transfers \$3 million of School Improvement Fund interest earnings to the General Fund. Requires transfers before June 30, 2009.

Establishes the School Day Restoration Fund in the General Fund for grants to minimize or eliminate school day reductions in 2008-09. Allocates 95.25% to school districts and 4.75% to ESDs. Requires districts to apply for grants and the Department of Education to approve grants. Allocates grants proportional to a district's share of total weighted average daily membership for like districts.

Takes effect on passage.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2007-08	2008-09	2007-09	2009-2011	2011-2013
State General Fund			\$ 82.9		
State Other Funds			\$ - 82.9		
School Day Restoration Fund					
School Districts		\$ 48.6	\$ 48.6		
Education Service Districts		\$ 2.4	\$ 2.4		
Total		\$ 51.0	\$ 51.0		
School Improvement Fund					
School Districts				\$ - 2.8	
Education Service Districts				\$ - 0.2	
Total				\$ - 3.0	

Impact Explanation:

The School Day Restoration Fund impact assumes passage of SB5552A that allocates \$51 million to the Fund. The School Improvement Fund impact assumes interest would be distributed in the 2009-11 biennium.

Creates, Extends or Expands Tax Expenditure: Yes No