Senate Bill 64

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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 **as introduced**.

Clarifies distribution and expenditure of certain amounts of local revenues received by component school districts of education service districts. Declares emergency, effective July 1, 2009.

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A BILL FOR AN ACT

2 Relating to school finance; creating new provisions; amending ORS 334.177; and declaring an emer-3 gency.

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

5 **SECTION 1.** ORS 334.177 is amended to read:

6 334.177. (1) As used in this section, "local revenues of an education service district" has

the meaning given that term in ORS 327.019 but does not include any local revenues distributed to component school districts under ORS 327.019 (8).

9 [(1)] (2) An education service district board shall expend at least 90 percent of all amounts re-10 ceived from the State School Fund and at least 90 percent of all amounts considered to be local 11 revenues of an education service district[, as defined in ORS 327.019,] on services or programs that 12 have been approved by the component school districts of the education service district through the 13 resolution process described in ORS 334.175.

[(2)] (3) An education service district board shall expend 100 percent of all amounts received from the School Improvement Fund on services or programs that have been approved by the component school districts of the education service district through the resolution process described in ORS 334.175.

18 <u>SECTION 2.</u> Section 3 of this 2009 Act is added to and made a part of ORS 327.006 to
19 327.133.

<u>SECTION 3.</u> Notwithstanding ORS 327.013 (10)(j), for the 2003-2004, 2004-2005, 2005-2006,
2006-2007 and 2007-2008 fiscal years, local revenues of a school district under ORS 327.013 (10)
do not include amounts distributed to the school district in the prior fiscal year under ORS
327.019 (8) or section 4 (3), chapter 695, Oregon Laws 2001.

24 <u>SECTION 4.</u> Any distribution or expenditure of any local revenues described in ORS 25 327.019 (8) by an education service district that was made before the effective date of this 26 2009 Act and that was considered to be valid under ORS 327.019 (8) or 334.177 (1) before the 27 effective date of this 2009 Act is validated and approved.

28 <u>SECTION 5.</u> This 2009 Act being necessary for the immediate preservation of the public 29 peace, health and safety, an emergency is declared to exist, and this 2009 Act takes effect 30 July 1, 2009.

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