

REVENUE: Revenue statement issued

FISCAL: Fiscal statement issued

Action:	Without Recommendation as to Passage and Rescind the Subsequent Referral to the Finance and Revenue Committee and then Be Referred to the Committee on Ways and Means
Vote:	4 - 0 - 1
Yeas:	Bonamici, Morse, Shields, Hass
Nays:	0
Exc.:	George
Prepared By:	Linda Lindholm, Administrator
Meeting Dates:	3/31

WHAT THE MEASURE DOES: Phases in reduction of percentage of State School Fund moneys to be distributed to education service districts. Declares emergency, effective July 1, 2011.

ISSUES DISCUSSED:

- State School Fund moneys distribution to education services districts
- Minimum \$1 million dollar distribution
- Programmatic changes to the distribution method

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: Each fiscal year, the Superintendent of Public Instruction calculates a State School Fund (SSF) grant for each education service district (ESD) as provided in ORS 327.019. The current percentage of SSF moneys distributed to ESDs is 4.75% of total school resources available for distribution. Senate Bill 937 decreases that percentage to 4% for the 2011-2012 distribution, 3.5% for the 2012-13 distribution, and 3% for the 2013-14 distribution. The measure does not change the \$1 million dollar minimum distribution to ESDs. Currently, five ESDs are allocated the minimum amount.