

# House Bill 3524

Sponsored by Representative CANNON (at the request of Jason Skelton)

## 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**.

Reduces amount of general purpose grant for school district that does not maximize rate of allowable taxes dedicated to funding public schools.

## A BILL FOR AN ACT

1  
2 Relating to public school funding.

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

4 **SECTION 1. Section 2 of this 2011 Act is added to and made a part of ORS 327.006 to**  
5 **327.133.**

6 **SECTION 2. (1) Notwithstanding ORS 327.013, the amount a school district receives as a**  
7 **general purpose grant under ORS 327.013 shall be reduced by the difference of:**

8 **(a) The total amount of property taxes that the school district could receive for public**  
9 **schools, based on the maximum rate of allowable taxes dedicated to funding the public school**  
10 **system under section 11b, Article XI of the Oregon Constitution; and**

11 **(b) The total amount of property taxes that the school district actually receives for public**  
12 **schools, including penalties and interest on taxes.**

13 **(2) Any amounts retained as provided by subsection (1) of this section shall be prorated**  
14 **and distributed to school districts that did not have the general purpose grant of the school**  
15 **district reduced as provided by subsection (1) of this section.**  
16

**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.