

**REVENUE IMPACT OF
PROPOSED LEGISLATION
Seventy-Sixth Oregon Legislative
Assembly
2012 Regular Session
Legislative Revenue Office**

**Bill Number: SB 1579 - A
Revenue Area: State Finance
Economist: Paul Warner
Date: 3-5-12**

Measure Description:

Implements statutory changes to support legislatively approved budget. This bill works in conjunction with SB 5701 to make adjustments to the 2011-13 budget. SB 1579A contains a series of fund shifts from Other Fund accounts to the General Fund. The bill also extends the sunset for the Small School District Supplemental Fund for one year, allows Judicial and Legislative Departments to retain reversions from the 2009-11 budget, shifts resources among Other Fund accounts and clarifies application of budget related statutes.

Revenue Impact (in \$Millions):

Transfers to General Fund From:	2011-13 Revenue Impact (in millions)
Criminal Injuries Compensation Fund	\$56.2
DAS Insurance Fund	13.3
Supplemental Employment Department Admin Fund	9.0
State Court Facilities and Security Account	6.6
DOJ Protection & Education Revolving Account	4.0
Business Development Department Building Opportunities for Small Business Today Account	3.7
Tax Amnesty Account	3.0
DEQ—Motor Vehicle Pollution Account	3.0
Tobacco Use Reduction Account	1.5
Employment Department Special Admin Fund	1.1
Secretary of State Operating Account	1.1
Total Transfer to General Fund	\$102.4

Impact Explanation:

General Fund resources for the 2011-13 biennium are increased by \$102.4 million as a result of these fund shifts. The above listed Other Fund accounts are reduced by the corresponding amount.

Extending the sunset on the Small School District Supplement Fund from July 1, 2012 to July 1, 2013 reduces State School Fund revenue flowing through the school distribution formula by \$2.5 million for the 2012-13 fiscal year. However, this reduction is offset by an additional \$2.5 million State School Fund appropriation in SB 5701. SB 5701 increases the State School Fund appropriation to \$2.845 billion for the 2012-13 school year.

Allowing the Judicial and Legislative Departments to retain reversions from the prior biennium increases General Fund resources available to these departments for the 2011-13 biennium by \$2.5 million. Under current law, these resources would flow through to the General Fund ending balance and into the Oregon Rainy Day Fund.

Creates, Extends, or Expands Tax Expenditure: Yes No