

**REVENUE IMPACT OF  
PROPOSED LEGISLATION**  
Seventy-Seventh Oregon Legislative  
Assembly  
2013 Regular Session  
Legislative Revenue Office

Bill Number: HB 2501 - A8  
Revenue Area: School Finance  
Economist: Dae Baek  
Date: 6/17/2013

*Only Impacts on Original or Engrossed  
Versions are Considered Official*

---

**Measure Description:** Extends the sunset of the Small School District Grants by five years to June 30, 2018. Specifies that, starting from the 2013-14 school year, transportation for a student enrolled in an eligible day treatment program be provided by a school district where the student is a resident.

**Revenue Impact:** This bill does not change the total revenue available to school districts and education service districts in a given school year.

**Impact Explanation:** The amount of the Small School District Grants is \$2.5 million per school year. Since it is a carve-out from the State School Fund before applying the distribution formula, the sunset extension of the grants reduces by \$2.5 million per school year, the amount of revenue available for formula-based distribution to school districts and education service districts. Consequently, there will be a redistribution of revenue from school districts that have eligible small high schools to those that do not. In the 2012-13 school year, 81 school districts in 31 counties received their prorated shares of the grants.

**Creates, Extends, or Expands Tax Expenditure:** Yes  No