

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

Bill Number: HB 3043
Revenue Area: School Finance
Economist: Dae Baek
Date: 3/13/2013

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

Measure Description: Prohibits a school district from spending money received to replace school buses if the school district enters into a contract with a private entity to provide student transportation. Stipulates that any money spent in violation of this prohibition be subtracted from the following year's State School Fund distribution to the school district. Takes effect on July 1, 2013.

Revenue Impact (in \$Millions): This bill does not change the total formula revenue available for distribution to school districts and education service districts. If all school districts are in compliance, the bill has no implication on the State School Fund (SSF) distribution. However, if a school district is found to be in violation, it will change the following year's SSF distribution. If a school district currently has a contract with a private entity to provide student transportation, and if it does not change its practice after the law takes effect, it will lose the amount of money expended in violation of the prohibition in the following year's SSF distribution. That money will then be distributed to other school districts and education service districts according to the SSF distribution formula.

Impact Explanation:

Creates, Extends, or Expands Tax Expenditure: Yes No