FISCAL IMPACT OF PROPOSED LEGISLATION

Seventy-Seventh Oregon Legislative Assembly – 2013 Regular Session Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

Measure: SB 600 B

Prepared by: Tim Walker Reviewed by: Doug Wilson Date: 07/02/2013

Measure Description:

Directs district boundary board to accept petition from city for change in school district boundaries if certain conditions met.

Government Unit(s) Affected:

School Districts

Summary of Expenditure Impact:

See analysis.

Local Government Mandate:

This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

Analysis: This bill would allow for changes in school district boundaries if certain conditions are met.

The fiscal impact to school districts of this bill is indeterminate. If a city annexed land into their urban growth boundary that includes land currently in an adjacent school district, the school district may petition to annex the same area into their school district under certain circumstances. This could potentially result in a substantial shift of property taxes and State School Fund resources to the petitioning district depending upon the future growth of the area in question. It is not known, when or if this scenario may happen, but it could result in substantive fiscal impact to both school districts. The fiscal impact would be a shift of funds between the districts and an actual amount is unknown at this time. There would not be an impact to the State School Fund, just a change in the distribution between the districts.

The bill removes the requirement that Beaverton School District and Hillsboro School District must request change in boundary of school district by requesting or petitioning for proposed change or merger in school districts to district boundary board of county or counties having jurisdiction over the affected school districts, if resolution is not reached then mediation between the districts must be undertaken. Participating school districts must submit report related to mediation to interim committee on education no later than November 1, 2013.

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