

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

Bill Number:	HB 2501 - B
Revenue Area:	School Finance
Economist:	Dae Baek
Date:	7/6/2013

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

Measure Description: Continues the Small School District Grants for two more fiscal years. Repeals the law governing the grants on June 30, 2015. Specifies that transportation for a student enrolled in an eligible day treatment program be provided by a school district where the student is a resident. Takes effect on passage.

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 award 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 do not have eligible small high schools to those that do. 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