

**PROPOSED AMENDMENTS TO
HOUSE BILL 3401**

1 On page 1 of the printed bill, line 3, before the period insert “; and de-
2 claring an emergency”.

3 Delete lines 5 through 29 and insert:

4 **“SECTION 1.** ORS 334.177 is amended to read:

5 “334.177. (1) As used in this section, ‘local revenues of an education ser-
6 vice district’ has the meaning given that term in ORS 327.019 but does not
7 include any local revenues distributed under ORS 327.019 (8).

8 **“(2) From the moneys available to an education service district from**
9 **the State School Fund and from local revenue,** an education service
10 district board shall:

11 **“(a) Expend [at least 90] no more than 67.5** percent of all amounts re-
12 ceived from the State School Fund and [at least 90] **no more than 67.5** per-
13 cent of all amounts considered to be local revenues of an education service
14 district on services or programs that have been approved by the component
15 school districts of the education service district through the resolution pro-
16 cess described in ORS 334.175.

17 **“(b) Distribute at least 22.5 percent of all amounts received from the**
18 **State School Fund and at least 22.5 percent of all amounts considered**
19 **to be local revenues of an education service district to the component**
20 **school districts of the education service district based on the ADMw**
21 **of the school districts, to be expended for purposes identified by the**
22 **school districts.**

1 “(3) An education service district board shall expend 100 percent of all
2 amounts received from the School Improvement Fund on services or pro-
3 grams that have been approved by the component school districts of the ed-
4 ucation service district through the resolution process described in ORS
5 334.175.

6 “(4) The expenditure requirements of this section apply only to amounts
7 retained by the education service district after making any distributions re-
8 quired under ORS 327.019 (9).

9 **“SECTION 2. (1) The amendments to ORS 334.177 by section 1 of this**
10 **2013 Act become operative July 1, 2013.**

11 **“(2) The amendments to ORS 334.177 by section 1 of this 2013 Act**
12 **first apply to expenditures occurring for the 2013-2014 school year.**

13 **“SECTION 3.** ORS 334.177, as amended by section 1 of this 2013 Act, is
14 amended to read:

15 “334.177. (1) As used in this section, ‘local revenues of an education ser-
16 vice district’ has the meaning given that term in ORS 327.019 but does not
17 include any local revenues distributed under ORS 327.019 (8).

18 “(2) From the moneys available to an education service district from the
19 State School Fund and from local revenue, an education service district
20 board shall:

21 “(a) Expend no more than [67.5] **22.5** percent of all amounts received from
22 the State School Fund and no more than [67.5] **22.5** percent of all amounts
23 considered to be local revenues of an education service district on services
24 or programs that have been approved by the component school districts of
25 the education service district through the resolution process described in
26 ORS 334.175.

27 “(b) Distribute at least [22.5] **67.5** percent of all amounts received from
28 the State School Fund and at least [22.5] **67.5** percent of all amounts con-
29 sidered to be local revenues of an education service district to the component
30 school districts of the education service district based on the ADMw of the

1 school districts, to be expended for purposes identified by the school dis-
2 tricts.

3 “(3) An education service district board shall expend 100 percent of all
4 amounts received from the School Improvement Fund on services or pro-
5 grams that have been approved by the component school districts of the ed-
6 ucation service district through the resolution process described in ORS
7 334.175.

8 “(4) The expenditure requirements of this section apply only to amounts
9 retained by the education service district after making any distributions re-
10 quired under ORS 327.019 (9).

11 **“SECTION 4. (1) The amendments to ORS 334.177 by section 3 of this**
12 **2013 Act become operative July 1, 2014.**

13 **“(2) The amendments to ORS 334.177 by section 3 of this 2013 Act**
14 **first apply to expenditures occurring for the 2014-2015 school year.**

15 **“SECTION 5.** ORS 334.177, as amended by sections 1 and 3 of this 2013
16 Act, is amended to read:

17 “334.177. (1) As used in this section, ‘local revenues of an education ser-
18 vice district’ has the meaning given that term in ORS 327.019 but does not
19 include any local revenues distributed under ORS 327.019 (8).

20 “(2) From the moneys available to an education service district from the
21 State School Fund and from local revenue, an education service district
22 board shall:

23 “(a) Expend no more than [22.5] **10** percent of all amounts received from
24 the State School Fund and no more than [22.5] **10** percent of all amounts
25 considered to be local revenues of an education service district on services
26 or programs that have been approved by the component school districts of
27 the education service district through the resolution process described in
28 ORS 334.175.

29 “(b) Distribute at least [67.5] **90** percent of all amounts received from the
30 State School Fund and at least [67.5] **90** percent of all amounts considered

1 to be local revenues of an education service district to the component school
2 districts of the education service district based on the ADMw of the school
3 districts, to be extended for purposes identified by the school districts.

4 “(3) An education service district board shall expend 100 percent of all
5 amounts received from the School Improvement Fund on services or pro-
6 grams that have been approved by the component school districts of the ed-
7 ucation service district through the resolution process described in ORS
8 334.175.

9 “(4) The expenditure requirements of this section apply only to amounts
10 retained by the education service district after making any distributions re-
11 quired under ORS 327.019 (9).

12 **“SECTION 6. (1) The amendments to ORS 334.177 by section 5 of this**
13 **2013 Act become operative July 1, 2015.**

14 **“(2) The amendments to ORS 334.177 by section 5 of this 2013 Act**
15 **first apply to expenditures occurring for the 2015-2016 school year.”.**

16 In line 30, delete “3” and insert “7”.

17 On page 3, after line 41, insert:

18 **“SECTION 8. This 2013 Act being necessary for the immediate**
19 **preservation of the public peace, health and safety, an emergency is**
20 **declared to exist, and this 2013 Act takes effect July 1, 2013.”.**

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