

**REVENUE IMPACT OF
PROPOSED LEGISLATION
Seventy-Eighth Oregon Legislative
Assembly
2015 Regular Session
Legislative Revenue Office**

**Bill Number: SB 447 - 5
Revenue Area: School Finance
Economist: Dae Baek
Date: 3/2/2015**

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

Measure Description: Establishes a grant program to provide matching fund grants to school districts for their capital costs. Authorizes the State Treasurer to issue and use the proceeds of Article XI-P bonds to finance the grant program. Limits facility grants to \$14 million per biennium. Creates the Office of School Facilities to run the matching grant program and the facility grant program. Appropriates to the office, \$6 million from the State School Fund (SSF) per biennium. Applies first to the 2015-16 school year SSF distribution. Takes effect on July 1, 2015.

Revenue Impact (in \$Millions): This bill does not change the total formula revenue available for distribution to school districts and education service districts.

Impact Explanation: Under current law, the facility grant limit is \$20 million per biennium. Although this amount comes out of the SSF, the entire money is distributed to school districts with facility needs, independently of the weighted average daily membership (ADMw). This bill limits the facility grant to \$14 million per biennium and redirects the remaining \$6 million to run the grant programs specified in the bill. In the end, a total of \$20 million per biennium is carved out from the SSF as in the current law and the money will be used independently of the ADMw. Therefore, this bill does not change the total formula revenue available for distribution to school districts and education service districts.

Creates, Extends, or Expands Tax Expenditure: No