78th Oregon Legislative Assembly - 2016 Regular Session PRELIMINARY STAFF MEASURE SUMMARY Senate Committee On Finance and Revenue

Fiscal:No fiscal impactRevenue:Revenue impact issuedAction Date:Action:Meeting Dates:Prepared By:Kyle Easton, Economist

WHAT THE MEASURE DOES:

Authorizes formation of children's special districts and provides districts the authority to assess, levy and collect taxes to pay the cost of children's services within the boundaries of the district. Defines children's services as services provided outside of school hours to students in kindergarten through grade 12. Requires petition for formation of children's special district to be signed by greater of 15 percent or more of electors in territory or 100 electors. Limits expenses for administering funds of children's special district to five percent of taxes collected. Aligns election and formation of children's special districts with existing special district statutes.

ISSUES DISCUSSED:

EFFECT OF COMMITTEE AMENDMENT:

No amendment.

BACKGROUND:

Changes to current law provided by the measure will allow for the creation of children's special districts, however, no children's special districts will be created directly because of the measure. ORS 198.705 - 198.955 provide the general requirements for formation of new special districts. ORS 198.815 requires proposals for formation that include a permanent rate limit for operating taxes of a proposed district to be voted on in either a May or November election.