

## **SB 521 STAFF MEASURE SUMMARY**

### **Senate Committee On Education**

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**Prepared By:** Lisa Gezelter, LPRO Analyst

**Meeting Dates:** 1/31

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#### **WHAT THE MEASURE DOES:**

Amends ORS 291.345 to eliminate requirement that corporate kicker be dedicated to State School Fund and enact requirement that corporate kicker provides additional funding for kindergarten through grade 12 public education. Declares emergency, effective on passage.

*REVENUE: May have revenue impact, but no statement yet issued.*

*FISCAL: May have fiscal impact, but no statement yet issued.*

#### **ISSUES DISCUSSED:**

##### **EFFECT OF AMENDMENT:**

No amendment.

##### **BACKGROUND:**

The 1979 Legislative Assembly enacted a surplus kicker statute along with a spending limit and a tax plan. Voters approved this package in the 1980 primary election. The 1999 Legislative Assembly referred a constitutional amendment placing much of the kicker statute in the Oregon Constitution. Voters approved that amendment in November, 2000. The constitutional provision first applied to the kicker calculation following the 2001-03 biennium. In 2012, Oregonians passed Ballot Measure 85 requiring the corporate kicker be dedicated to public K-12 education. Then in 2013, the Legislative Assembly enacted House Bill 2325, directing excess revenues from corporate income and excise taxes to the State School Fund. Senate Bill 521 realigns statutory language to comport with the constitutional requirement enacted in 2012.