

# Senate Bill 1053

Sponsored by COMMITTEE ON RULES

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Prohibits school districts from budgeting for ending unreserved funds balance of greater than \_\_\_\_\_ percent of total budget.

## A BILL FOR AN ACT

1  
2 Relating to local education budgets; creating new provisions; and amending ORS 328.542.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1.** ORS 328.542 is amended to read:

5 328.542. (1) Subject to the Local Budget Law (ORS 294.305 to 294.565) and to sections 11 and  
6 11b, Article XI, Oregon Constitution, each school district board shall prepare annually the budget  
7 of the school district and shall certify ad valorem property taxes to the assessor as provided by law.

8 (2) **A school district may not budget for a total ending unreserved funds balance for a**  
9 **fiscal year that is greater than \_\_\_\_\_ percent of the total amount budgeted by the school**  
10 **district for expenditures for that fiscal year.**

11 **SECTION 2.** The amendments to ORS 328.542 by section 1 of this 2005 Act apply to  
12 budgets prepared by school districts for fiscal years beginning on or after July 1, 2006.

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**NOTE:** Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted.  
New sections are in **boldfaced** type.