

**Priority:** Education  
**Program Offer Type:** Existing Operating  
**Related Programs:**

**Lead Agency:** Non-Departmental - All  
**Program Contact:** Julie Neburka

**Program Characteristics:**

**Executive Summary**

This program offer accounts for the statutory responsibility the County has to distribute revenues received from the sale of timber cut on federal forest lands. These revenues are dedicated to a County School Fund and distributed proportionally to local school districts.

**Program Description**

Since 1908, all counties in Oregon have received payments from the US government from revenue generated by the sale of timber cut on federal forest lands. This mandated program provides approximately \$200-\$225,000 annually to local school districts in Multnomah County. State law specifies how the revenue is to be allocated.

**Program Justification**

This program links to the School Success priority. It provides direct cash assistance to school districts. While this is not a large source of revenue in Multnomah County, the link between timber revenue and schools has been established since the early 1900's. Federal legislation was enacted (PL 106-393) in 2001 that established a "safety net" for counties that have historically been heavily reliant on timber revenue. This safety net guarantees that counties will receive a specified level of funding each year based on average receipts prior to implementation of the Clinton administration's forest plan. Without these safety net payments, many school districts in Oregon would be much more heavily reliant on state and local revenue sources.

**Performance Measures**

Measure Type	Primary Measure	Previous Year Actual (FY04-05)	Current Year Purchased (FY05-06)	Current Year Estimate (FY05-06)	Next Year Offer (FY06-07)
Output		0	0	0	0
Outcome		0	0	0	0

**Performance Measure - Description**

## Legal/Contractual Obligation

ORS 328.005-035 outlines the requirement to establish a County School Fund. The apportionment of revenue from the sale of timber on federal forest lands is described in ORS 294.060 which states "...moneys received by each county...shall be divided 75percent to the road fund and 25percent to the school fund of the county."

## Revenue/Expense Detail

	Proposed General Fund	Proposed Other Funds	Proposed General Fund	Proposed Other Funds
<b>Program Expenses</b>	2006	2006	2007	2007
Contracts	\$0	\$226,000	\$0	\$275,000
Subtotal: Direct Exps:	<b>\$0</b>	<b>\$226,000</b>	<b>\$0</b>	<b>\$275,000</b>
Administration	\$0	\$0	\$0	\$0
Program Support	\$0	\$0	\$0	\$0
Subtotal: Other Exps:	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
Total GF/non-GF:	<b>\$0</b>	<b>\$226,000</b>	<b>\$0</b>	<b>\$275,000</b>
Program Total:	<b>\$226,000</b>		<b>\$275,000</b>	
Program FTE	0.00	0.00	0.00	0.00
<b>Program Revenues</b>				
Intergovernmental	\$0	\$0	\$0	\$14,000
Taxes	\$0	\$225,000	\$0	\$260,000
Other / Miscellaneous	\$0	\$1,000	\$0	\$1,000
Program Revenue for Admin	\$0	\$0	\$0	\$0
<b>Total Revenue:</b>	<b>\$0</b>	<b>\$226,000</b>	<b>\$0</b>	<b>\$275,000</b>

## Explanation of Revenues

25% of the revenue received from the federal government for the sale of timber cut on federal forest lands. Total revenue has averaged between \$800-\$900,000 over the past several years. The share allocated to the County School Fund has varied between about \$200-\$225,000 during that time.

## Significant Program Changes

**Last year this program was:** #10029, County School Fund

No significant changes are expected for FY 2007.