

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

**Lead Agency:** Non-Departmental - All  
**Program Contact:** Mark Campbell

**Program Characteristics:**

**Executive Summary**

This program offer distributes revenues received from the sale of timber cut on federal forest land and Property Tax associated with railroad cars to local school districts. This is a statutory responsibility of Oregon counties and these revenues are dedicated to a County School Fund.

**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. State law specifies how the revenue is to be allocated.

The federal law authorizing federal timber payments to counties, PL106-393, sunset as of September 30,2006. It was reauthorized by Congress for one year in 2007,and it is possible that this program will be renewed again in 2008. The County School Fund also receives a portion of the ad valorem tax that is assessed on the value of rail cars as outlined by state statute. (ORS 308.505 to ORS 308.665)

**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.

**Performance Measures**

Measure Type	Primary Measure	Previous Year Actual (FY06-07)	Current Year Purchased (FY07-08)	Current Year Estimate (FY07-08)	Next Year Offer (FY08-09)
Output		0	0	0	0
Outcome	Amount of County School Fund revenue passed through to Multnomah County Schools	243,582	75,000	242,980	260,000

**Performance Measure - Description**

The County School Fund provides a very small amount of the total revenue available to schools in Multnomah County. Arguably, this amount is not large enough to contribute meaningfully toward student academic achievement.

## 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 75 percent to the road fund and 25 percent to the school fund of the county."

## Revenue/Expense Detail

	Proposed General Fund	Proposed Other Funds	Proposed General Fund	Proposed Other Funds
	2008	2008	2009	2009
<b>Program Expenses</b>				
Contracts	\$0	\$75,000	\$0	\$260,000
Subtotal: Direct Exps:	<b>\$0</b>	<b>\$75,000</b>	<b>\$0</b>	<b>\$260,000</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>\$75,000</b>	<b>\$0</b>	<b>\$260,000</b>
Program Total:	<b>\$75,000</b>		<b>\$260,000</b>	
Program FTE	0.00	0.00	0.00	0.00
<b>Program Revenues</b>				
Intergovernmental	\$0	\$75,000	\$0	\$23,500
Taxes	\$0	\$0	\$0	\$235,000
Other / Miscellaneous	\$0	\$0	\$0	\$1,500
Program Revenue for Admin	\$0	\$0	\$0	\$0
<b>Total Revenue:</b>	<b>\$0</b>	<b>\$75,000</b>	<b>\$0</b>	<b>\$260,000</b>

## Explanation of Revenues

The County School Fund is credited with 25% of the revenue received from the statewide assessment of railroad cars apportioned to each county. Revenues have averaged \$15,000 - \$20,000 over the past several years.

Federal timber payment revenue was estimated based on actual spending during years when Multnomah County received full timber payments.

## Significant Program Changes

**Last year this program was:** #10021, County School Fund

It is possible that federal legislation re-authorizing timber payments will be renewed in FY 2008. This is subject to change pending Congressional action. The program offer will be adjusted if Congress does not reauthorize the "Timber Payments" program.