

**BEFORE THE VOTERS OF MULTNOMAH COUNTY, OREGON
MARCH 10, 1998**

ORDINANCE NO. 902

An Ordinance Amending MCC 5.60, Imposing Temporary Education Surcharge on Business Income Tax, Receipts to Benefit Public Schools

Multnomah County ordains as follows:

Amendment of Multnomah County Business Income Tax

MCC 5.60.500 is amended as follows:

(A) Except as otherwise provide in this Chapter, a tax is hereby imposed upon each person doing business within Multnomah County equal to 1.45 percent (.0145) of the net income from the business within the County effective with tax years beginning on or after January 1, 1993.

(B) The payment of a tax required hereunder and the acceptance of such tax shall not entitle a tax filer to carry on any business not in compliance with all the requirements of this Code and all other applicable laws.

(C) For the business year beginning on or after January 1, 1998, if the tax imposed by this section exceeds \$100, each person doing business within Multnomah County shall pay, in addition, a Temporary Education Surcharge equal to one half percent (.50%) of the net income from the business within the County. This surcharge shall be in effective only for 1998 and shall not apply to business years beginning on or after January 1, 1999.

(D) The receipts from the surcharge imposed by subsection (C) shall be used only to benefit public schools in Multnomah County. Receipts from the Temporary Education BIT surcharge shall only be used to maintain or reduce class size by preventing teacher layoffs in FY 1998-99. The public school districts with projected budget shortfalls in FY 1998-99 shall only spend surcharge revenues to pay for salaries of teacher positions or other state certified personnel, that would otherwise be eliminated. To be

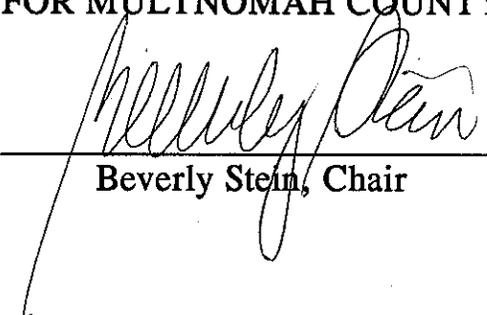
eligible for BIT surcharge funds, school districts with projected budget shortfalls in FY 1998-99 shall submit a list of positions for state certified positions subject to elimination from the budget and their accompanying salary, to Multnomah County no later than May 30, 1998. Districts without budget shortfalls in FY 1998-99 shall submit a list of additional teaching positions and other staff certified positions and materials directly related to instruction. Multnomah County will allocate the BIT surcharge revenues to each public school district to pay for teacher positions or other state certified positions, based upon the list submitted by each school district.

(E) The Temporary Education Surcharge receipts shall be distributed to every public school district in Multnomah County according to a formula approved by the Board of County Commissioners.*

ADOPTED this 30th day of March, 1998, pursuant to voter approval at an election held March 10, 1998.



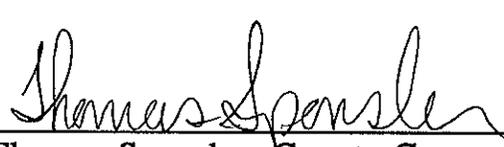
BOARD OF COUNTY COMMISSIONERS
FOR MULTNOMAH COUNTY, OREGON



Beverly Stein, Chair

REVIEWED:

THOMAS SPONSLER, COUNTY COUNSEL
FOR MULTNOMAH COUNTY, OREGON

By 

Thomas Sponsler, County Counsel

* Pursuant to December 18, 1997 Resolution 97-212 Accepting Distribution Formula

BEFORE THE BOARD OF COUNTY COMMISSIONERS
FOR MULTNOMAH COUNTY, OREGON

Accepting the Distribution Formula) RESOLUTION
Recommended by the Multnomah) 97-212
County School Superintendents)

WHEREAS, on December 2, 1997, four Multnomah County Commissioners approved Resolution 97-202 providing for a temporary educational surcharge on the Multnomah County Business Income Tax; and

WHEREAS, Section 3 of the Resolution requests that the Superintendents from the school districts in Multnomah County convene for the purpose of recommending a distribution formula assuming a .50% temporary business income tax surcharge is approved by the voters, and forward said recommendations to the Board no later than December 15, 1997; and

WHEREAS, the Superintendents from the school districts in Multnomah County met on December 4, 1997 and reached consensus to a distribution formula as a one-year agreement; now therefore

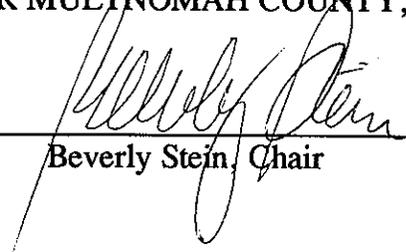
IT IS HEREBY RESOLVED that the Multnomah County Board of Commissioners accepts the recommendations of the Superintendents from the school districts in Multnomah County. If the business income tax surcharge is approved by the voters on March 10, 1998, the Board directs that Multnomah County distribute the revenues raised by this surcharge using the following formula:

Centennial	3.7%	Portland	76.5%
Corbett	.5%	Reynolds	5.4%
David Douglas	5.1%	Riverdale	.2%
Gresham-Barlow	6.2%	Sauvie Island	.1%
Parkrose	2.3%		

DATED this 18th day of December, 1997.

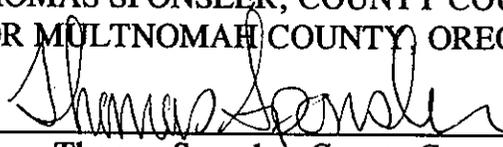


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