

By: Jetton

H.B. No. 1672

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the basic allotment and the guaranteed yield under the
3 Foundation School Program.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 48.051, Education Code, is amended by
6 amending Subsections (a) and (b) and adding Subsection (a-1) to
7 read as follows:

8 (a) For each student in average daily attendance, not
9 including the time students spend each day in special education
10 programs in an instructional arrangement other than mainstream or
11 career and technology education programs, for which an additional
12 allotment is made under Subchapter C, a district is entitled to an
13 allotment equal to the lesser of \$6,700 [~~\$6,160~~] or the amount that
14 results from the following formula:

15
$$A = \underline{\$6,700} [\del{\$6,160}] \times TR/MCR$$

16 where:

17 "A" is the allotment to which a district is entitled;

18 "TR" is the district's tier one maintenance and operations
19 tax rate, as provided by Section 45.0032; and

20 "MCR" is the district's maximum compressed tax rate, as
21 determined under Section 48.2551.

22 (a-1) The commissioner shall include in the agency's budget
23 request submitted to the Legislative Budget Board and the budget
24 division of the governor's office an estimate of the basic

1 allotment that includes the amount by which the basic allotment
2 would need to be adjusted each year of the biennium to reflect the
3 rate of inflation.

4 (b) A greater amount for any school year, including the
5 inflation-adjusted amount estimated under Subsection (a-1), may be
6 provided by appropriation.

7 SECTION 2. Section 48.202(a-1), Education Code, is amended
8 to read as follows:

9 (a-1) For purposes of Subsection (a), the dollar amount
10 guaranteed level of state and local funds per weighted student per
11 cent of tax effort ("GL") for a school district is:

12 (1) the greater of the amount of district tax revenue
13 per weighted student per cent of tax effort available to a school
14 district at the 96th percentile of wealth per weighted student or
15 the amount that results from multiplying \$6,700 [~~6,160~~], or the
16 greater amount provided under Section 48.051(b), if applicable, by
17 0.016, for the first eight cents by which the district's
18 maintenance and operations tax rate exceeds the district's tier one
19 tax rate; and

20 (2) subject to Subsection (f), the amount that results
21 from multiplying \$6,700 [~~\$6,160~~], or the greater amount provided
22 under Section 48.051(b), if applicable, by 0.008, for the
23 district's maintenance and operations tax effort that exceeds the
24 amount of tax effort described by Subdivision (1).

25 SECTION 3. This Act takes effect September 1, 2023.