

Amend Floor Amendment No. 20 to **CSHB 7**, by striking (c) and inserting new subsection (c) and (d) as follows:

(c) The commissioner may require the members of the board of trustees of an independent school district to file the financial statement required of state officers under Subchapter B, Chapter 572, Government Code in the same manner as a board that has adopted a resolution under subsection (a) upon determining that:

(1) one or more individual board members have failed to comply with disclosure and recusal requirements applicable to school boards under Chapter 171, Local Government Code;

(2) the district financial accounting practices are not adequate to safeguard state and district funds;

(3) the district has not met a standard set by the commissioner in the Financial Accountability Rating System; or

(4) upon a recommendation by the comptroller pursuant to a Texas Performance Review of the district.

(c-1) The commissioner may require filing financial statements under subsection (c) covering no more than three fiscal years and beginning on January 1 of the second year following the finding required under this subsection, but may renew the requirement upon making determining that one or more of the conditions in subsection (c) continue to exist.

(d) A trustee serving in a school district that has adopted a resolution under Subsection (a) [~~subject to this section~~] commits an offense if the trustee fails to file the statement required by the resolution [~~this section~~]. An offense under this section is a Class B misdemeanor.