

Amend amendment No. 279 by Menendez to **CSHB 1** (page 326, amendment packet), as follows:

(1) Strike line 24 and substitute the following:

(5) In Article III, add the following appropriately numbered rider after the Article III appropriations to the Texas Education Agency:

_____. CONTINGENT ADDITIONAL FOUNDATION SCHOOL
PROGRAM-EQUALIZED OPERATIONS FUNDING. The Teacher Retirement System shall transfer, through an interagency contract, an amount of \$442,600,000 from Strategy A.3.1 Active Health, to the Texas Education Agency, Strategy A.1.1 FSP-Equalized Operations, for the school employee pass-through. School districts shall use 100 percent of those transferred funds to pay for the annual \$1,000 health coverage or compensation supplements under Article 3.50-8, Texas Insurance Code. School districts shall use up to 80 percent of funds made available to districts to implement **HB 5** or similar legislation of the 78th Legislature and not more than 80 percent of funds made available to districts by any other increases in foundation school fund formulas for purposes of Chapter 41 or 42, Education Code, to pay the balance of the annual health coverage or compensation supplement under Article 3.50-8, Texas Insurance Code, of not more than \$1,000 for each public school employee. In the event that the funds identified by this Rider are not sufficient to provide a total of \$1,000 annually for each public school employee, school districts shall prorate the amount for each employee proportionately. The provisions of this Rider are contingent on the passage of legislation in the 78th Legislature implementing the changes described in this Rider.

(6) Adjust total and methods of financing appropriately.