

By: Madden

H.B. No. 2635

A BILL TO BE ENTITLED

AN ACT

relating to the cost of education adjustment for a school district that participates in the social security system.

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

SECTION 1. Section 42.102, Education Code, is amended by adding Subsections (c) and (d) to read as follows:

(c) The amount of 0.062 is added to the adjustment provided by Subsection (b) for a school district that:

(1) pays taxes under Section 3111(a), Internal Revenue Code of 1986, and its subsequent amendments;

(2) covered all district employees under the federal social security retirement program before January 1, 2003;

(3) for the 2002 tax year, levied a maintenance and operations tax at a rate of \$1.50 for each \$100 valuation of taxable value of property; and

(4) for the 2003 and 2004 tax years, levies a maintenance and operations tax at a rate of \$1.50 for each \$100 valuation of taxable value of property.

(d) The commissioner may adopt rules as necessary for the implementation of Subsection (c).

SECTION 2. This Act takes effect September 1, 2003.