RESOLUTION

BE IT RESOLVED by the House of Representatives of the State of 1 2 Texas, 78th Legislature, Regular Session, 2003, That House Rule 13, 3 Section 9(a), be suspended in part as provided by House Rule 13, Section 9(f), to enable the conference committee appointed to 4 5 resolve the differences on House Bill 3459, relating to fiscal 6 matters involving certain governmental educational entities, 7 including public school finance, program compliance monitoring by the Texas Education Agency, amounts withheld from and the use of 8 compensatory education allotments, the public school technology 9 allotment, the accounting for the permanent school fund, employee 10 11 benefits provided by certain educational entities, the uses of the 12 telecommunications infrastructure fund, and participation in a 13 multijurisdiction lottery game, to consider and take action on the 14 following matter:

House Rule 13, Section 9(a)(4), is suspended to permit the committee to add SECTIONS 5, 28, 43, 44, 45, 59, 68, 69, 73, 74, 78, and 79 to read as follows:

SECTION 5. Section 11.151, Education Code, is amended by adding Subsection (e) to read as follows:

20 (e) A school district may request the assistance of the 21 attorney general on any legal matter. The district must pay any 22 costs associated with the assistance.

23 SECTION 28. (a) Sections 41.0021(a) and (b), Education 24 Code, are amended to read as follows:

(a) Notwithstanding Section 41.002, for the [2001-2002,
2002-2003, and] 2003-2004 school year [years], a school district
that in the 1999-2000 school year did not offer each grade level
from kindergarten through 12 may elect to have its wealth per
student determined under this section.

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(e) This section expires September 1, 2004.

7 (b) This section prevails over any other Act of the 78th
8 Legislature, Regular Session, 2003, amending Sections 41.0021(a)
9 and (e), Education Code.

10 SECTION 43. Section 822.001, Government Code, is amended by 11 adding Subsections (c) through (f) to read as follows:

(c) Membership in the retirement system begins on the 91st
 day after the first day a person is employed.

(d) A person who is reemployed after withdrawing
 contributions for previous service credit begins membership on the
 91st day after the first day the person is reemployed.

17 (e) Notwithstanding any other provision of law, a member may 18 establish credit only as provided by Section 823.406 for service 19 performed during the 90-day waiting period provided by Subsection 20 (c) or (d).

21 (f) Subsections (c), (d), and (e) and this subsection expire 22 September 1, 2005.

23 SECTION 44. Section 823.002, Government Code, is amended to 24 read as follows:

25 Sec. 823.002. SERVICE CREDITABLE IN A YEAR. (a) The board 26 of trustees by rule shall determine how much service in any year is 27 equivalent to one year of service credit, but in no case may all of a

person's service in one school year be creditable as more than one year of service. Service that has been credited by the retirement system on annual statements for a period of five or more years may not be deleted or corrected because of an error in crediting unless the error concerns three or more years of service credit or was caused by fraud.

7 (b) The rules adopted by the board of trustees under 8 Subsection (a) must provide that the 90-day waiting periods 9 described by Sections 822.001(c) and (d) be applied with regard to 10 contributions during a member's first year of service under either 11 of those subsections in a manner that, to the greatest extent 12 possible, minimizes the cost to the retirement system. This 13 subsection expires September 1, 2005.

SECTION 45. Subchapter E, Chapter 823, Government Code, is amended by adding Section 823.406 to read as follows:

16 <u>Sec. 823.406. CREDIT PURCHASE OPTION FOR CERTAIN SERVICE.</u>
17 (a) A member may establish membership service credit under this
18 <u>section only for service performed during a 90-day waiting period</u>
19 <u>to become a member after beginning employment.</u>

20 (b) A member may establish service credit under this section 21 by depositing with the retirement system, for each month of service 22 credit, the actuarial present value, at the time of deposit, of the 23 additional standard retirement annuity benefits that would be 24 attributable to the purchase of the service credit under this 25 section, based on rates and tables recommended by the retirement 26 system's actuary and adopted by the board of trustees.

27 (c) After a member makes the deposits required by this

section, the retirement system shall grant the member one month of 1 2 equivalent membership service credit for each month of credit 3 approved. 4 (d) The retirement system shall deposit the amount of the actuarial present value of the service credit purchased in the 5 6 member's individual account in the employees saving account. 7 (e) The board of trustees may adopt rules to administer this sec<u>tion.</u> 8 SECTION 59. Section 57.046, Utilities Code, is amended by 9 amending Subsection (a) and adding Subsections (c) and (d) to read 10 as follows: 11 12 (a) The board shall use money in the public schools account 13 to: 14 (1) to the extent directed in the General 15 Appropriations Act, fund the technology allotment under Section 32.005, Education Code; and 16 17 (2) award grants and loans in accordance with this subchapter to fund: 18 (A) [(1)] equipment 19 for public schools, including computers, printers, computer labs, and video equipment; 20 21 and 22 (B) [(2)] intracampus and intercampus wiring to 23 enable those public schools to use the equipment. 24 (c) Section 57.047(d) does not apply to the use of money in 25 the public schools account for the purpose specified by Subsection 26 (a)(1). 27 (d) In addition to the purposes for which the qualifying

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1 <u>entities account may be used, the board may use money in the account</u>
2 <u>to award grants to the Health and Human Services Commission for</u>
3 <u>technology initiatives of the commission.</u>

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4 SECTION 68. Notwithstanding any conflicting provision of 5 H.B. No. 1, Acts of the 78th Legislature, Regular Session, 2003, the 6 guaranteed level of state and local funds per weighted student per 7 cent of tax effort is \$25.81. This subsection does not affect a 8 school district's entitlement to any additional revenue under H.B. 9 No. 1, Acts of the 78th Legislature, Regular Session, 2003.

10 SECTION 69. Of the amounts appropriated by H.B. No. 1, Acts of the 78th Legislature, Regular Session, 2003, to the Texas 11 Education Agency under Strategy A.1.2, FSP - Equalized Facilities, 12 for purposes of the existing debt assistance program under 13 14 Subchapter B, Chapter 46, Education Code, the commissioner of 15 education may, in the fiscal year ending August 31, 2005, use an amount not to exceed \$20 million for purposes of the instructional 16 17 facilities allotment under Subchapter A, Chapter 46, Education 18 Code.

SECTION 73. Section 822.001, Government Code, as amended by 19 this Act, and Section 823.406, Government Code, as added by this 20 21 Act, apply only to a person who is first employed on or after the effective date of this Act and to a former employee who has 22 withdrawn retirement contributions under Section 822.003, 23 24 Government Code, and is reemployed on or after the effective date of this Act. 25

26 SECTION 74. The requirements of Section 823.002(b), 27 Government Code, as added by this Act, apply to persons whose

employment begins on or after the effective date of this Act. The board of trustees of the Teacher Retirement System of Texas shall adopt rules implementing the requirements of that subsection as soon as practicable after the effective date of this Act.

5 SECTION 78. Chapter 466, Government Code, is amended by 6 adding Subchapter J to read as follows:

7 SUBCHAPTER J. PARTICIPATION IN MULTIJURISDICTION LOTTERY GAME

8 <u>Sec. 466.451. MULTIJURISDICTION AGREEMENT AUTHORIZED. The</u> 9 <u>commission may enter into a written agreement with the appropriate</u> 10 <u>officials of one or more other states or other jurisdictions,</u> 11 <u>including foreign countries, to participate in the operation,</u> 12 <u>marketing, and promotion of a multijurisdiction lottery game or</u> 13 <u>games. The commission may adopt rules relating to a</u> 14 <u>multijurisdiction lottery game or games.</u>

15 <u>Sec. 466.452. REVENUE FROM MULTIJURISDICTION LOTTERY. (a)</u>
16 <u>Except as provided by this section, revenue received from the sale</u>
17 <u>of tickets in this state for a multijurisdiction lottery game is</u>
18 <u>subject to Subchapter H.</u>

The commission may deposit a portion of the revenue 19 (b) received from the sale of multijurisdiction lottery game tickets in 20 21 this state into a fund shared with other parties to an agreement under this subchapter for the payment of prizes awarded in 22 multijurisdiction lottery games in which the commission 23 24 participates. The commission may retain that revenue in the fund 25 for as long as necessary to pay prizes claimed during the period 26 designated for claiming a prize in the multijurisdiction lottery 27 game.

<u>Sec. 466.453. PAYMENT OF COSTS AUTHORIZED. The commission</u>
 <u>may share in the payment of costs associated with participating in</u>
 <u>multijurisdiction lottery games.</u>

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4 SECTION 79. (a) As soon as practicable after the effective 5 date of this Act, the Texas Lottery Commission shall adopt the rules 6 necessary to implement multijurisdiction lottery games in 7 accordance with Subchapter J, Chapter 466, Government Code, as 8 added by this Act.

9 (b) The Texas Lottery Commission may adopt an emergency rule 10 under Subsection (a) of this section without prior notice or 11 hearing, or with any abbreviated notice and hearing as the 12 commission finds practicable, for the implementation of the change 13 in law made by Subchapter J, for multijurisdiction lottery games, 14 Chapter 466, Government Code. Section 2001.034, Government Code, 15 does not apply to an emergency rule adopted under this section.

16 (c) Notwithstanding any law to the contrary, including any 17 law enacted during the 78th Legislature, Regular Session, 2003, to 18 promptly implement Subchapter J, Chapter 466, Government Code, as 19 added by this Act, a contract for the acquisition or provision of 20 facilities, supplies, equipment, materials, or services related to 21 the initial operation of multijurisdiction lottery games under 22 these subchapters is not subject to:

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Subtitle D, Title 10, Government Code;

24 25 (2) Section 466.101, Government Code;

(3) Chapter 2161, Government Code; or

26 (4) any competitive bidding requirements or contract
 27 requirements provided by any other law or by rules of the Texas

1 Lottery Commission.

2 These additions are necessary to permit a Explanation: 3 school district to request the assistance of the attorney general, 4 to provide for determining the wealth per student of certain school 5 districts, to administer the state retirement system, including 6 delaying participation in the state retirement system until the 91st day after employment with the state, to permit the awarding of 7 certain grants to the Health and Human Services Commission for 8 technology initiatives, to provide that the guaranteed level of 9 state and local funds per weighted student per cent of tax effort is 10 \$25.81, to permit the commissioner of education to use certain 11 funds for purposes of the instructional facilities allotment under 12 Subchapter A, Chapter 46, Education Code, and to permit the Texas 13 14 Lottery Commission to participate in a multijurisdiction lottery 15 game or games.

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Speaker of the House

I certify that H.R. No. 1859 was adopted by the House on June 1, 2003, by a non-record vote.

Chief Clerk of the House