

Amend CSHB 3 as follows:

(1) Strike SECTION 1.01 of the bill and substitute the following:

SECTION 1.01. Section 45.003, Education Code, is amended by amending Subsection (d) and adding Subsections (d-1), (d-2), and (e) to read as follows:

(d) A proposition submitted to authorize the levy of maintenance taxes must include the question of whether the governing board or commissioners court may levy, assess, and collect annual ad valorem taxes for the further maintenance of public schools, at a rate not to exceed the rate stated in the proposition, which may be not more than the sum of:

(1) \$1.19 [~~\$1.50~~] on the \$100 valuation of taxable property in the district; and

(2) \$0.15 on the \$100 valuation of taxable property in the district for enrichment, as authorized by an election as provided by Chapter 42 [~~, stated in the proposition~~].

(d-1) Notwithstanding Subsection (d), for the following tax years, a proposition submitted to authorize the levy of maintenance taxes must include the question of whether the governing board or commissioners court may levy, assess, and collect annual ad valorem taxes for the further maintenance of public schools, at a rate not to exceed the rate stated in the proposition, which may be not more than the sum of:

(1) for the 2005 tax year:

(A) \$1.39 on the \$100 valuation of taxable property in the district; and

(B) \$0.10 on the \$100 valuation of taxable property in the district for enrichment, as authorized by an election as provided by Chapter 42; and

(2) for the 2006 tax year:

(A) \$1.34 on the \$100 valuation of taxable property in the district; and

(B) \$0.15 on the \$100 valuation of taxable property in the district for enrichment, as authorized by an election as provided by Chapter 42.

(d-2) Subsection (d-1) and this subsection expire January

1, 2007.

(e) An election held before January 1, 2005, authorizing a maintenance tax at a rate of at least \$1.39 on the \$100 valuation of taxable property in the district is sufficient to authorize a rate of \$1.39 or less for the 2005 tax year. An election held before January 1, 2006, authorizing a maintenance tax at a rate of at least \$1.34 on the \$100 valuation of taxable property in the district is sufficient to authorize a rate of \$1.34 or less for the 2006 tax year. An election held before January 1, 2007,

authorizing a maintenance tax at a rate of at least \$1.19 on the \$100 valuation of taxable property in the district is sufficient to authorize a rate of \$1.19 or less for the 2007 and subsequent tax years.

(2) Strike PART E of ARTICLE 2 of the bill (committee printing page 8, line 45, through page 27, line 47) and substitute the following:

PART E. REPEAL OF THE FRANCHISE TAX

SECTION 2E.01. Chapter 171, Tax Code, is repealed effective January 1, 2008.