

A BILL TO BE ENTITLED

AN ACT

relating to the small and mid-sized district adjustments under the Foundation School Program for certain school districts.

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

SECTION 1. Section 42.103, Education Code, is amended by amending Subsections (b), (c), and (d) and adding Subsections (b-1), (c-1), (d-1), and (f) to read as follows:

(b) The basic allotment of a school district that ~~contains at least 300 square miles and~~ has not more than 400 ~~[1,600]~~ students in average daily attendance is adjusted by applying the following formula, or the formula under Subsection (c) if that results in a greater basic allotment:

AA = (1 + ((400 - ADA) X .004)) X ABA

~~[AA = (1 + ((1,600 - ADA) X .0004)) X ABA]~~

(b-1) Notwithstanding Subsection (b), the basic allotment of a school district that has not more than 400 students in average daily attendance is adjusted for the following school years by applying the following formulas, or the appropriate formula under Subsection (c-1) if that results in a greater allotment:

(1) for the 2005-2006 school year:

AA = (1 + ((400 - ADA) X .0027)) X ABA

(2) for the 2006-2007 school year:

AA = (1 + ((400 - ADA) X .0029)) X ABA

(3) for the 2007-2008 school year:

1 AA = (1 + ((400 - ADA) X .0031)) X ABA;

2 (4) for the 2008-2009 school year:

3 AA = (1 + ((400 - ADA) X .0033)) X ABA; and

4 (5) for the 2009-2010 school year:

5 AA = (1 + ((400 - ADA) X .0036)) X ABA

6 (c) The basic allotment of a school district that [~~contains~~
 7 ~~less than 300 square miles and~~] has not more than 1,600 students in
 8 average daily attendance is adjusted by applying the following
 9 formula, or the formula under Subsection (d) if that results in a
 10 greater basic allotment:

11 AA = (1 + ((1,600 - ADA) X .0004)) X ABA

12 [~~AA = (1 + ((1,600 - ADA) X .00025)) X ABA]~~

13 (c-1) Notwithstanding Subsection (c), the basic allotment
 14 of a school district that has not more than 1,600 students in
 15 average daily attendance is adjusted for the following school years
 16 by applying the following formulas, or the appropriate formula
 17 under Subsection (d-1) if that results in a greater allotment:

18 (1) for the 2005-2006 school year:

19 AA = (1 + ((1,600 - ADA) X .00027)) X ABA

20 (2) for the 2006-2007 school year:

21 AA = (1 + ((1,600 - ADA) X .00029)) X ABA

22 (3) for the 2007-2008 school year:

23 AA = (1 + ((1,600 - ADA) X .00031)) X ABA;

24 (4) for the 2008-2009 school year:

25 AA = (1 + ((1,600 - ADA) X .00033)) X ABA; and

26 (5) for the 2009-2010 school year:

27 AA = (1 + ((1,600 - ADA) X .00036)) X ABA

1 (d) The basic allotment of a school district that offers a
2 kindergarten through grade 12 program and has less than 5,000
3 students in average daily attendance is adjusted by applying the
4 formula, of the following formulas, that results in the greatest
5 adjusted allotment:

6 (1) the formula in Subsection (b) or (c) for which the
7 district is eligible; or

8
$$(2) \underline{AA = (1 + ((5,000 - ADA) \times .00004)) \times ABA}$$

9
$$[\underline{AA = (1 + ((5,000 - ADA) \times .000025)) \times ABA}].$$

10 (d-1) Notwithstanding Subsection (d), the basic allotment
11 of a school district that offers a kindergarten through grade 12
12 program and has less than 5,000 students in average daily
13 attendance is adjusted for the following school years by applying
14 the following formulas, or the appropriate formula under Subsection
15 (b) or (c) if that results in a greater allotment:

16 (1) for the 2005-2006 school year:

17
$$\underline{AA = (1 + ((5,000 - ADA) \times .000027)) \times ABA}$$

18 (2) for the 2006-2007 school year:

19
$$\underline{AA = (1 + ((5,000 - ADA) \times .000029)) \times ABA}$$

20 (3) for the 2007-2008 school year:

21
$$\underline{AA = (1 + ((5,000 - ADA) \times .000031)) \times ABA;}$$

22 (4) for the 2008-2009 school year:

23
$$\underline{AA = (1 + ((5,000 - ADA) \times .000033)) \times ABA; \text{ and}}$$

24 (5) for the 2009-2010 school year:

25
$$\underline{AA = (1 + ((5,000 - ADA) \times .000036)) \times ABA}$$

26 (f) Subsections (b), (c), and (d) apply beginning with the
27 2010-2011 school year. Subsections (b-1), (c-1), and (d-1) and

1 this subsection expire September 1, 2011.

2 SECTION 2. This Act takes effect immediately if it receives
3 a vote of two-thirds of all the members elected to each house, as
4 provided by Section 39, Article III, Texas Constitution. If this
5 Act does not receive the vote necessary for immediate effect, this
6 Act takes effect on the 91st day after the last day of the
7 legislative session.