

Amend the proposed Hilderbran amendment to CSHB 2 (page 114 of the amendment packet) by striking item (1) of the proposed amendment (page 1, lines 2-13) and substituting the following:

(1) On page 4, strike lines 8-11 and substitute the following:

(b) A school district that experiences a decline of two percent or more in average daily attendance shall be funded on the basis of:

(1) the actual average daily attendance of the preceding school year, if the district has fewer than 1,600 students in average daily attendance in the current school year; or

(2) an average daily attendance not to exceed 98 percent of the actual average daily attendance of the preceding school year, if the district has 1,600 or more students in average daily attendance in the current school year.

(2) On page 22, strike lines 20-27, and on page 23, strike lines 1-13, and substitute the following:

(b) The sum of the total accreditation allotments and any special student allotments under Subchapter C of a school district that has not more than 400 students in average daily attendance is adjusted by applying the following formula, or the formula under Subsection (c) if that results in a greater allotment:

$$A = ((400 - ADA) \times .004) \times SA$$

(b-1) Notwithstanding Subsection (b), the sum of the total accreditation allotments and any special student allotments under Subchapter C 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:

$$A = ((400 - ADA) \times .003) \times SA$$

(2) for the 2006-2007 school year:

$$A = ((400 - ADA) \times .0033) \times SA$$

(3) for the 2007-2008 school year:

$$A = ((400 - ADA) \times .0035) \times SA; \text{ and}$$

(4) for the 2008-2009 school year:

$$\underline{A = ((400 - ADA) \times .0038) \times SA}$$

(c) The sum of the total accreditation allotments and any special student allotments under Subchapter C of a school district that has not more than 1,600 students in average daily attendance is adjusted by applying the following formula, or the formula under Subsection (d) if that results in a greater allotment:

$$\underline{A = ((1,600 - ADA) \times .0004) \times SA}$$

(c-1) Notwithstanding Subsection (c), the sum of the total accreditation allotments and any special student allotments under Subchapter C of a school district that has not more than 1,600 students in average daily attendance is adjusted for the following school years by applying the following formulas, or the appropriate formula under Subsection (d-1) if that results in a greater allotment:

(1) for the 2005-2006 school year:

$$\underline{A = ((1,600 - ADA) \times .00028) \times SA}$$

(2) for the 2006-2007 school year:

$$\underline{A = ((1,600 - ADA) \times .00031) \times SA}$$

(3) for the 2007-2008 school year:

$$\underline{A = ((1,600 - ADA) \times .00034) \times SA; \text{ and}}$$

(4) for the 2008-2009 school year:

$$\underline{A = ((1,600 - ADA) \times .00037) \times SA}$$

(d) The sum of the total accreditation allotments and any special student allotments under Subchapter C of a school district that offers a kindergarten through grade 12 program and has less than 5,000 students in average daily attendance is adjusted by applying the formula, of the following formulas, that results in the greatest allotment:

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

$$\underline{(2) A = ((5,000 - ADA) \times .00004) \times SA.}$$

(d-1) Notwithstanding Subsection (d), the sum of the total accreditation allotments and any special student allotments under Subchapter C of a school district that offers a kindergarten through grade 12 program and has less than 5,000 students in average daily attendance is adjusted for the following school years by applying the following formulas, or the appropriate formula under

Subsection (b) or (c) if that results in a greater allotment:

(1) for the 2005-2006 school year:

$$\underline{A = ((5,000 - ADA) \times .000028) \times SA}$$

(2) for the 2006-2007 school year:

$$\underline{A = ((5,000 - ADA) \times .000031) \times SA}$$

(3) for the 2007-2008 school year:

$$\underline{A = ((5,000 - ADA) \times .000034) \times SA; \text{ and}}$$

(4) for the 2008-2009 school year:

$$\underline{A = ((5,000 - ADA) \times .000037) \times SA}$$

(e) Subsections (b), (c), and (d) apply beginning with the 2009-2010 school year. Subsections (b-1), (c-1), and (d-1) and this subsection expire September 1, 2010.

(3) On page 24, line 1, strike "75" and substitute "90".

(4) On page 24, line 7, strike "60" and substitute "70".

(5) On page 24, between lines 21 and 22, insert the following:

(c) Notwithstanding Subsection (a), a school district to which that subsection applies that offers a half-day prekindergarten program with at least three students in average daily attendance shall be provided an adjusted accreditation allotment on the basis of the applicable number of students in average daily attendance prescribed by Subsection (a), plus an additional five students in average daily attendance.