

Amend **CSHB 2** as follows:

(1) On page 31, lines 10-11, strike "the sum of".

(2) On page 31, strike lines 12-27 and substitute the following:

(1) for the 2005-2006 school year, the sum of:

(A) the greater of:

(i) the amount of state and local revenue per student in average daily attendance for the maintenance and operation of the district to which the district was entitled for the 2004-2005 school year under Chapter 42, or, if the district was subject to Chapter 41, the amount to which the district was entitled under that chapter, including any amounts the district received under Rider 82, page III-23, Chapter 1330, Acts of the 78th Legislature, Regular Session, 2003 (the General Appropriations Act); or

(ii) the amount of state and local revenue per student in average daily attendance for the maintenance and operation of the district to which the district would have been entitled for the 2005-2006 school year under Chapter 42, as that chapter existed on January 1, 2005, or, if the district would have been subject to Chapter 41, as that chapter existed on January 1, 2005, the amount to which the district would have been entitled under that chapter, based on the funding elements in effect for the 2004-2005 school year and including any amounts described by Rider 82, page III-23, Chapter 1330, Acts of the 78th Legislature, Regular Session, 2003 (the General Appropriations Act); and

(B) an amount equal to three percent of the greater of the amounts described by Paragraph (A); and

(2) for the 2006-2007 or a subsequent school year, the sum of:

(A) the greater of:

(i) the amount of state and local revenue per student in average daily attendance for the maintenance and operation of the district to which the district was entitled for the 2004-2005 school year under Chapter 42, or, if the district was

subject to Chapter 41, the amount to which the district was entitled under that chapter, including any amounts the district received under Rider 82, page III-23, Chapter 1330, Acts of the 78th Legislature, Regular Session, 2003 (the General Appropriations Act); or

(ii) the amount of state and local revenue per student in average daily attendance for the maintenance and operation of the district to which the district would have been entitled for the 2006-2007 school year under Chapter 42, as that chapter existed on January 1, 2005, or, if the district would have been subject to Chapter 41, as that chapter existed on January 1, 2005, the amount to which the district would have been entitled under that chapter, based on the funding elements in effect for the 2004-2005 school year and including any amounts described by Rider 82, page III-23, Chapter 1330, Acts of the 78th Legislature, Regular Session, 2003 (the General Appropriations Act); and

(B) an amount equal to three percent of the greater of the amounts described by Paragraph (A).

(3) On page 32, strike lines 1-7.

(4) On page 32, line 24, between "subtitle," and "the", insert "but subject to Subsection (e),".

(5) On page 33, between lines 14 and 15, insert the following:

(e) If the amount to which a school district is entitled under Section 42.311 exceeds the amount to which the district is entitled under this section, the district is entitled to the greater amount.

(6) On page 33, line 15, strike "(e)" and substitute "(f)".