

By: Barrientos

S.B. No. 163

A BILL TO BE ENTITLED

AN ACT

relating to the inclusion in the cost of education index of social security contributions paid by a school district.

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

SECTION 1. Section 42.102, Education Code, is amended by amending Subsection (b) and adding Subsection (c) to read as follows:

(b) The cost of education adjustment is:

(1) the cost of education index adjustment adopted by the foundation school fund budget committee and contained in Chapter 203, Title 19, Texas Administrative Code, as that chapter existed on March 26, 1997; and

(2) subject to Subsection (c), an additional adjustment that reflects the cost to each school district of paying contributions for social security coverage for the district's employees.

(c) The adjustment required by Subsection (b)(2) is limited to:

(1) school districts that covered district employees under the social security program before January 1, 2005; and

(2) contributions made on behalf of employees in a class of employees the district covered under the social security program before January 1, 2005.

SECTION 2. This Act takes effect September 1, 2005.