

By: Hochberg, et al.

H.B. No. 828

A BILL TO BE ENTITLED

AN ACT

relating to the amount of the guaranteed yield under the Foundation School Program.

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

SECTION 1. Section 42.302(a-1), Education Code, is amended to read as follows:

(a-1) In this section, "wealth per student" has the meaning assigned by Section 41.001. For purposes of Subsection (a), the dollar amount guaranteed level of state and local funds per weighted student per cent of tax effort ("GL") for a school district is:

(1) the amount of district tax revenue per weighted student per cent of tax effort available to a district at the 88th percentile in wealth per student, as determined by the commissioner in cooperation with the Legislative Budget Board, for the district's maintenance and operations tax effort equal to or less than the rate equal to the product of the state compression percentage, as determined under Section 42.2516, multiplied by the maintenance and operations tax rate adopted by the district for the 2005 tax year;

(2) the greater of the amount of district tax revenue per weighted student per cent of tax effort available to the Austin Independent School District, as determined by the commissioner in cooperation with the Legislative Budget Board, or the amount of

1 district tax revenue per weighted student per cent of tax effort
2 used for purposes of this subdivision in the preceding school year,
3 for the first six cents by which the district's maintenance and
4 operations tax rate exceeds the rate equal to the product of the
5 state compression percentage, as determined under Section 42.2516
6 ~~[and notwithstanding the limitation on district enrichment tax rate~~
7 ~~("DTR") under Section 42.303]~~, multiplied by the maintenance and
8 operations tax rate adopted by the district for the 2005 tax year;
9 and

10 (3) \$31.95, for the district's maintenance and
11 operations tax effort that exceeds the amount of tax effort
12 described by Subdivision (2).

13 SECTION 2. This Act takes effect September 1, 2007.