

By: Swinford

H.B. No. 1672

A BILL TO BE ENTITLED

1 AN ACT

2 relating to eligibility for the small and mid-sized adjustment
3 under the public school finance system.

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

5 SECTION 1. Section 42.2516(h), Education Code, is amended
6 to read as follows:

7 (h) Notwithstanding any other provision of this title, if
8 the amount of state and local revenue per student in weighted
9 average daily attendance for the maintenance and operations of the
10 district available to the district in a school year as a result of
11 increases to the equalized wealth level under Section 41.002, the
12 basic allotment under Section 42.101, and the guaranteed level
13 under Section 42.302 made by Chapter 5 [H.B. No. 1], Acts of the
14 79th Legislature, 3rd Called Session, 2006, or as result of the
15 repeal of Section 42.103(e) by ___ B. No. ___, Acts of the 80th
16 Legislature, Regular Session, 2007, exceeds the amount to which a
17 district is entitled under Subsection (b) for that school year, the
18 commissioner must:

19 (1) reduce the amount of state aid provided to the
20 district for that school year by an amount equal to the excess
21 revenue, as determined by the commissioner; or

22 (2) for a district with a wealth per student greater
23 than the applicable amount described by Section 41.002(a), require
24 the district to purchase a number of attendance credits for that

1 school year at a cost equal to the amount of excess revenue, as
2 determined by the commissioner.

3 SECTION 2. Section 42.103(e), Education Code, is repealed.

4 SECTION 3. This Act takes effect September 1, 2007.