

1-1 By: Shapiro S.B. No. 587  
1-2 (In the Senate - Filed January 29, 2009; February 23, 2009,  
1-3 read first time and referred to Committee on Education;  
1-4 April 7, 2009, reported favorably by the following vote: Yeas 8,  
1-5 Nays 0; April 7, 2009, sent to printer.)

1-6 A BILL TO BE ENTITLED  
1-7 AN ACT

1-8 relating to the eligibility of school districts for state  
1-9 assistance with payment of existing debt.

1-10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-11 SECTION 1. Section 46.033, Education Code, is amended to  
1-12 read as follows:

1-13 Sec. 46.033. ELIGIBLE BONDS. Bonds, including bonds issued  
1-14 under Section 45.006, are eligible to be paid with state and local  
1-15 funds under this subchapter if:

1-16 (1) the district made payments on the bonds during the  
1-17 2008-2009 [~~2006-2007~~] school year or taxes levied to pay the  
1-18 principal of and interest on the bonds were included in the  
1-19 district's audited debt service collections for that school year;  
1-20 and

1-21 (2) the district does not receive state assistance  
1-22 under Subchapter A for payment of the principal and interest on the  
1-23 bonds.

1-24 SECTION 2. Subsection (c), Section 46.034, Education Code,  
1-25 is amended to read as follows:

1-26 (c) If the amount required to pay the principal of and  
1-27 interest on eligible bonds in a school year is less than the amount  
1-28 of payments made by the district on the bonds during the 2008-2009  
1-29 [~~2006-2007~~] school year or the district's audited debt service  
1-30 collections for that school year, the district may not receive aid  
1-31 in excess of the amount that, when added to the district's local  
1-32 revenue for the school year, equals the amount required to pay the  
1-33 principal of and interest on the bonds.

1-34 SECTION 3. This Act takes effect September 1, 2009.

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