By: Shapiro, et al.

S.B. No. 644

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to modifications, adjustments, and reimbursements under
3	the public school finance system and contract delegation authority
4	for a school district located in a disaster area.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subchapter A, Chapter 42, Education Code, is
7	amended by adding Section 42.0051 to read as follows:
8	Sec. 42.0051. AVERAGE DAILY ATTENDANCE FOR DISTRICTS IN
9	DISASTER AREA. (a) The commissioner shall adjust the average
10	daily attendance of a school district all or part of which is
11	located in an area declared a disaster area by the governor under
12	Chapter 418, Government Code, if the district experiences a decline
13	in average daily attendance that is reasonably attributable to the
14	impact of the disaster.
15	(b) The adjustment must be sufficient to ensure that the
16	district receives funding comparable to the funding that the
17	district would have received if the decline in average daily
18	attendance reasonably attributable to the impact of the disaster
19	had not occurred.
20	(c) The commissioner shall make the adjustment required by
21	this section for the two-year period following the date of the
22	governor's initial proclamation or executive order declaring the
23	state of disaster.
24	(d) Section 42.005(b)(2) does not apply to a district that

receives an adjustment under this section. 1 2 (e) A district that receives an adjustment under this section may not receive any additional adjustment under Section 3 42.005(d) for the decline in average daily attendance on which the 4 adjustment under this section is based. 5 6 (f) For purposes of this title, a district's adjusted 7 average daily attendance under this section is considered to be the district's average daily attendance as determined under Section 8 9 42.005. 10 SECTION 2. Subchapter E, Chapter 42, Education Code, is 11 amended by adding Sections 42.2523 and 42.2524 to read as follows: Sec. 42.2523. ADJUSTMENT FOR PROPERTY VALUE AFFECTED BY 12 13 STATE OF DISASTER. (a) For purposes of Chapters 41 and 46 and this chapter, the commissioner shall adjust the taxable value of 14 15 property of a school district all or part of which is located in an 16 area declared a disaster area by the governor under Chapter 418, Government Code, as necessary to ensure that the district receives 17 18 funding based as soon as possible on property values as affected by the disaster. 19 20 (b) Any additional funding to which a school district is entitled as a result of the adjustment required by this section is 21 22 in addition to the amount of funding to which the district is entitled under Section 42.2516(b). 23 (c) A decision of the commissioner under this section is 24 25 final and may not be appealed. Sec. 42.2524. REIMBURSEMENT FOR DISASTER REMEDIATION 26 27 COSTS. (a) This section applies only to a school district all or

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part of which is located in an area declared a disaster area by the 1 2 governor under Chapter 418, Government Code, and that incurs 3 disaster remediation costs as a result of the disaster. 4 (b) During the two-year period following the date of the governor's initial proclamation or executive order declaring a 5 state of disaster, a district may apply to the commissioner for 6 7 reimbursement of disaster remediation costs that the district pays during that period and does not anticipate recovering through 8 9 insurance proceeds, federal disaster relief payments, or another similar source of reimbursement. 10 11 (b-1) A district may seek reimbursement of disaster remediation costs paid by the district on or after September 1, 12 13 2008. This subsection expires September 1, 2011. (c) The commissioner may provide reimbursement under this 14 15 section only if: 16 (1) funds are specifically appropriated for purposes 17 of this section; or 18 (2) Foundation School Program funds are available for purposes of this section, based on a determination by the 19 20 commissioner that the amount appropriated for the Foundation School Program, including the facilities component as provided by Chapter 21 46, exceeds the amount to which districts are entitled under this 22 23 chapter and Chapter 46. 24 (d) A district seeking reimbursement under this section 25 must provide the commissioner with adequate documentation of the costs for which the district seeks reimbursement. 26 27 (e) If the amount of money available for purposes of this

section is not sufficient to fully reimburse each district's 1 2 disaster remediation costs, the commissioner shall reduce the 3 amount of assistance provided under this section to each district 4 proportionately. 5 (f) Notwithstanding any other provision of law, a district that is required to purchase attendance credits under Chapter 41 is 6 7 eligible to receive assistance under this section in the same manner as any other district. A district may, at its discretion, 8 9 receive assistance either as a payment of state aid under this chapter or as a reduction in the total amount required to be paid by 10 11 the district for attendance credits under Section 41.093. 12 (g) Amounts provided to a district under this section are in 13 addition to the amount to which the district is entitled under 14 Section 42.2516. 15 (h) The commissioner shall adopt rules necessary to 16 implement this section, including rules defining "disaster remediation costs" for purposes of this section and specifying the 17 type of documentation required under Subsection (d). 18 (i) Notwithstanding any other provision of this section, 19 20 the commissioner may permit a district to use amounts provided to a district under this section to pay the costs of replacing a facility 21 instead of repairing the facility. The commissioner shall ensure 22

23 that a district that elects to replace a facility does not receive 24 an amount under this section that exceeds the lesser of:

25 (1) the amount that would be provided to the district
26 if the facility were repaired; or

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(2) the amount necessary to replace the facility.

1 (j) This section does not require the commissioner to 2 provide any requested reimbursement. A decision of the commissioner regarding reimbursement is final and may not be 3 4 appealed. 5 SECTION 3. Section 44.0312, Education Code, is amended by adding Subsection (c) to read as follows: 6 7 (c) Notwithstanding any other provision of this code, in the event of a catastrophe, emergency, or natural disaster affecting a 8 9 school district, the board of trustees of the district may delegate to the superintendent or designated person the authority to 10 contract for the replacement, construction, or repair of school 11 equipment or facilities under this subchapter if emergency 12 13 replacement, construction, or repair is necessary for the health and safety of district students and staff. 14

15 SECTION 4. This Act does not make an appropriation. This 16 Act takes effect only if a specific appropriation for the 17 implementation of the Act is provided in a general appropriations 18 act of the 81st Legislature.

SECTION 5. Except as provided by Section 4 of this Act, this
 Act takes effect September 1, 2009.

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