

By: Patrick

S.B. No. 946

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the small-sized district adjustment under the public  
3 school finance system.

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

5 SECTION 1. Sections 42.103(b) and (c), Education Code, are  
6 amended to read as follows:

7 (b) The basic allotment of a school district that contains  
8 at least 300 square miles and has not more than 1,600 students in  
9 average daily attendance is adjusted by applying the formula:

10 
$$AA = (1 + ((1,600 - ADA) \times \underline{.00032} [\del{-0004}])) \times ABA$$

11 (c) The basic allotment of a school district that contains  
12 less than 300 square miles and has not more than 1,600 students in  
13 average daily attendance is adjusted by applying the formula:

14 
$$AA = (1 + ((1,600 - ADA) \times \underline{.0002} [\del{-00025}])) \times ABA$$

15 SECTION 2. Subchapter E, Chapter 42, Education Code, is  
16 amended by adding Section 42.2514 to read as follows:

17 Sec. 42.2514. ADDITIONAL STATE AID FOR CERTAIN SMALL-SIZED  
18 DISTRICTS. (a) A school district is entitled to additional state  
19 aid under this section if:

20 (1) the district's basic allotment is adjusted under  
21 Section 42.103(b) or (c); and

22 (2) the district participates in a cooperative shared  
23 services arrangement for administrative services that results in  
24 reduced administrative costs for the district.

1       (b) Each year, a district described by Subsection (a) is  
2 entitled to additional state aid in an amount equal to the amount by  
3 which the district reduces administrative costs through  
4 participation in a cooperative shared services arrangement for  
5 administrative services, except the amount of additional state aid  
6 may not exceed the difference between the total adjustment to which  
7 the district would have been entitled under Section 42.103(b) or  
8 (c), as it existed on January 1, 2011, and the total adjustment to  
9 which the district is entitled under Section 42.103(b) or (c).

10       (c) The amount of state aid to which a district is entitled  
11 under this section is in addition to the amount of revenue to which  
12 the district is entitled under Section 42.2516.

13       (d) A decision of the commissioner under this section is  
14 final and may not be appealed.

15       (e) The commissioner may adopt rules necessary to implement  
16 this section.

17       SECTION 3. This Act takes effect September 1, 2011.