By: Perry S.B. No. 71

## A BILL TO BE ENTITLED

	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the small-sized district adjustment under the
3	Foundation School Program.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 12.106(a-1), Education Code, is amended
6	to read as follows:
7	(a-1) In determining funding for an open-enrollment charter
8	school under Subsection (a):
9	(1) [7] adjustments under Sections 42.102, [42.103,
10	42.104, and 42.105 are based on the average adjustment for the
11	state; and
12	(2) the adjustment under Section 42.103 is based on
13	the average adjustment for the state that would have been provided
14	under that section as it existed on January 1, 2017.
15	SECTION 2. (a) Effective September 1, 2022, Sections
16	42.103(b) and (d), Education Code, are amended to read as follows:
17	(b) The basic allotment of a school district that [contains
18	at least 300 square miles and] has not more than 1,600 students in

21 (d) The basic allotment of a school district that offers a 22 kindergarten through grade 12 program and has less than 5,000 23 students in average daily attendance is adjusted by applying the 24 formula, of the following formulas, that results in the greatest

average daily attendance is adjusted by applying the formula:

19

```
S.B. No. 71
```

```
1
    adjusted allotment:
                 (1) the formula in Subsection (b), if [or (c) for
 2
 3
    which] the district is eligible for that formula; or
 4
                 (2) AA = (1 + ((5,000 - ADA) \times .000025)) \times ABA.
 5
           (b)
               Effective September 1, 2022, Section 42.103(c),
    Education Code, is repealed.
 6
 7
           SECTION 3. Section 42.103(c), Education Code, is amended to
    read as follows:
8
               The basic allotment of a school district that contains
 9
10
    less than 300 square miles and has not more than 1,600 students in
    average daily attendance is adjusted by applying the <u>following</u>
11
    formulas [formula]:
12
13
                (1) for the fiscal year beginning September 1, 2017:
             AA = (1 + ((1,600 - ADA) \times .000275 [.00025])) \times ABA
14
15
                <u>;</u>
                (2) for the fiscal year beginning September 1, 2018:
16
17
                   AA = (1 + ((1,600 - ADA) \times .00030)) \times ABA
18
                <u>;</u>
19
                (3) for the fiscal year beginning September 1, 2019:
                  AA = (1 + ((1,600 - ADA) \times .000325)) \times ABA
20
21
                <u>;</u>
                 (4) for the fiscal year beginning September 1, 2020:
22
                   AA = (1 + ((1,600 - ADA) \times .00035)) \times ABA
23
24
                ; and
                (5) for the fiscal year beginning September 1, 2021:
25
26
                  AA = (1 + ((1,600 - ADA) \times .000375)) \times ABA
           SECTION 4. Except as otherwise provided by this Act:
27
```

S.B. No. 71

- 1 (1) this Act takes effect September 1, 2017, if this
- 2 Act receives a vote of two-thirds of all the members elected to each
- 3 house, as provided by Section 39, Article III, Texas Constitution;
- 4 and
- 5 (2) if this Act does not receive the vote necessary for
- 6 effect on that date, this Act takes effect on the 91st day after the
- 7 last day of the legislative session.