By: Ashby

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A BILL TO BE ENTITLED 1 AN ACT 2 relating to state fiscal matters related to public education; 3 authorizing a fee. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 ARTICLE 1. REDUCTION OF EXPENDITURES AND IMPOSITION OF FEES OR 5 CHARGES GENERALLY 6 SECTION 1.01. 7 This article applies to the Texas Education Agency, the Texas School for the Blind and Visually Impaired, the 8 Texas School for the Deaf, and the Teacher Retirement System of 9 Texas. 10 SECTION 1.02. Notwithstanding any other statute of this 11 state, each entity to which this article applies is authorized to 12 reduce or recover expenditures by: 13 14 (1) consolidating any reports or publications the entity is required to make and filing or delivering any of those 15 reports or publications exclusively by electronic means; 16 17 extending the effective period of any license, (2) permit, or registration the entity grants or administers; 18 entering into a contract with another governmental 19 (3) 20 entity or with a private vendor to carry out any of the entity's 21 duties; 22 (4) modifying the services provided to and the 23 eligibility requirements, including the procedures to determine eligibility, for persons who receive benefits under any federal or 24

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1 state law the entity administers to ensure that those benefits are 2 received by the most deserving persons consistent with the purposes 3 for which the benefits are provided;

4 (5) providing that any communication between the 5 entity and another person and any document required to be delivered 6 to or by the entity, including any application, notice, billing 7 statement, receipt, or certificate, may be made or delivered by 8 e-mail or through the Internet; and

9 (6) adopting and collecting fees or charges to cover 10 any costs the entity incurs in performing its lawful functions.

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ARTICLE 2. REDUCTION IN GENERAL APPROPRIATIONS ACT

12 SECTION 2.01. An employee of an entity described by Section 13 1.01 of this Act is not entitled to an amount from the state for 14 expenses, including office expenses or reimbursement of office 15 expenses, per diem, travel, or a salary or salary supplement that 16 exceeds the amount authorized for those purposes by the General 17 Appropriations Act.

18 ARTICLE 3. FISCAL MATTERS RELATED TO PUBLIC EDUCATION 19 SECTION 3.01. Section 21.4021(a), Education Code, is 20 amended to read as follows:

(a) Notwithstanding Section 21.401 and subject to Section 22 21.4022, the board of trustees of a school district may, in 23 accordance with district policy, implement a furlough program and 24 reduce the number of days of service otherwise required under 25 Section 21.401 by not more than <u>seven</u> [six] days of service during a 26 school year if the commissioner certifies in accordance with 27 Section 42.009 that the district will be provided with less state

1 and local funding for that year than was provided to the district 2 for the 2016-2017 [2010-2011] school year.

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3 SECTION 3.02. Section 25.112(a), Education Code, is amended 4 to read as follows:

(a) Except as otherwise authorized by this section, a school
district may not enroll more than 22 students in [a] kindergarten,
first, second, third, and [or] fourth grade classes [class]. That
limitation does not apply during:

9 (1) any 12-week period of the school year selected by 10 the district, in the case of a district whose average daily 11 attendance is adjusted under Section 42.005(c); or

12 (2) the last 12 weeks of any school year in the case of13 any other district.

SECTION 3.03. Section 42.009, Education Code, is amended to read as follows:

Sec. 42.009. DETERMINATION OF FUNDING LEVELS. 16 (a) Not 17 later than July 1 of each year, the commissioner shall determine for each school district whether the estimated amount of state and 18 19 local funding per student in weighted average daily attendance to be provided to the district under the Foundation School Program for 20 maintenance and operations for the following school year is less 21 than the amount provided to the district for the 2016-2017 22 23 [2010-2011] school year. If the amount estimated to be provided is less, the commissioner shall certify the percentage decrease in 24 funding to be provided to the district. 25

(b) In making the determinations regarding funding levels27 required by Subsection (a), the commissioner shall:

(1) make adjustments as necessary to reflect changes
 in a school district's maintenance and operations tax rate;

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3 (2) for a district required to take action under 4 Chapter 41 to reduce its wealth per student to the equalized wealth 5 level, base the determinations on the district's net funding levels 6 after deducting any amounts required to be expended by the district 7 to comply with Chapter 41; and

8 (3) determine a district's weighted average daily 9 attendance in accordance with this chapter as it existed on January 10 1, <u>2017</u> [2011].

11 SECTION 3.04. Section 21.402(c-1), Education Code, is
12 repealed.

13 SECTION 3.05. This article applies beginning with the 14 2017-2018 school year.

15 ARTICLE 4. FISCAL MATTERS CONCERNING RETIRED TEACHERS

16 SECTION 4.01. Section 825.404(b), Government Code, is 17 amended to read as follows:

Before November 15 $[\frac{2}{2}]$ of each even-numbered year, the 18 (b) board of trustees, in coordination with the Legislative Budget 19 Board, shall certify to the comptroller of public accounts for 20 review and adoption an estimate of the amount necessary to pay the 21 state's contributions to the retirement system for the following 22 23 biennium. For qualifying employees under Subsection (a-1)(1), the 24 board of trustees shall include only the amount payable by the state under Subsection (a-1)(1) in determining the amount to 25 be 26 certified.

27 SECTION 4.02. Section 1575.202(a), Insurance Code, is

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1 amended to read as follows:

2 (a) Each state fiscal year, the state shall contribute to 3 the fund an amount equal to <u>0.98</u> [one] percent of the salary of each 4 active employee.

5 SECTION 4.03. The changes in law made by this article apply 6 beginning with the state fiscal year that begins September 1, 2017.

ARTICLE 5. FISCAL MATTERS CONCERNING ADVANCED PLACEMENT

8 SECTION 5.01. (a) Section 28.053(i), Education Code, is 9 amended to read as follows:

(i) The commissioner shall analyze and adjust, as needed,
the sum of and number of awards to ensure that the purpose of the
program is realized <u>and to account for any budgetary constraints</u>.

13 (b) This section applies beginning with the 2017-201814 school year.

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ARTICLE 6. EFFECTIVE DATE

16 SECTION 6.01. This Act takes effect immediately if it 17 receives a vote of two-thirds of all the members elected to each 18 house, as provided by Section 39, Article III, Texas Constitution. 19 If this Act does not receive the vote necessary for immediate 20 effect, this Act takes effect September 1, 2017.