Amend CSHB 3 (senate committee printing) as follows:

(1) Add the appropriately numbered SECTION and renumber subsequent SECTIONS accordingly:

SECTION (__). Section 42.007, Education Code, is transferred to Subchapter A, Chapter 48, Education Code, as added by this Act, redesignated as Section 48.0095, Education Code, and amended to read as follows:

Sec. 48.0095 [42.007]. EQUALIZED FUNDING ELEMENTS. (a) The Legislative Budget Board shall adopt rules, subject to appropriate notice and opportunity for public comment, for the calculation for each year of a biennium of the qualified funding elements, in accordance with Subsection (c), necessary to achieve the state policy under Section <u>48.001</u> [42.001].

(b) Before each regular session of the legislature, the board shall, as determined by the board, report the equalized funding elements to the commissioner and the legislature.

(c) The funding elements must include:

(1) a basic allotment for the purposes of Section 48.051 [42.101] that, when combined with the guaranteed yield component provided by Subchapter F, represents the cost per student of a regular education program that meets all mandates of law and regulation;

(2) adjustments designed to reflect the variation in known resource costs and costs of education beyond the control of school districts;

(3) appropriate program cost differentials and other funding elements for the programs authorized under Subchapter C, with the program funding level expressed as dollar amounts and as weights applied to the adjusted basic allotment for the appropriate year;

(4) the maximum guaranteed level of qualified stateand local funds per student for the purposes of Subchapter F;

(5) the enrichment and facilities tax rate underSubchapter F;

(6) the computation of students in weighted average daily attendance under Section <u>48.</u>202 [42.302]; and

(7) the amount to be appropriated for the school

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facilities assistance program under Chapter 46.

(d) Repealed by Acts 2005, 79th Leg., Ch. 741, Sec. 10 (b), eff. June 17, 2005.

(2) In SECTION 5.001 of the bill (page 115, lines 13 through62), strike Subdivision 5.001(a)(28) (page 115, line 42) and renumber subsequent subdivisions accordingly.