By: Huberty H.C.R. No. 193

CONCURRENT RESOLUTION

- 1 WHEREAS, House Bill No. 3 has been adopted by the house of
- 2 representatives and the senate and is being prepared for
- 3 enrollment; and
- 4 WHEREAS, The bill contains technical errors that should be
- 5 corrected; now, therefore, be it
- 6 RESOLVED by the 86th Legislature of the State of Texas, That
- 7 the enrolling clerk of the house of representatives be instructed
- 8 to make the following corrections to the enrolled version of House
- 9 Bill No. 3:
- 10 (1) In the recital for SECTION 1.006 of the bill, strike "by
- 11 amending Subsections (c) and (e)" and substitute "by amending
- 12 Subsections (c), (e), and (i)".
- 13 (2) In SECTION 1.006 of the bill, following amended Section
- 14 44.004(e), Education Code, add the following:
- 15 (i) A school district that uses a certified estimate, as
- 16 authorized by Subsection (h), may adopt a budget at the public
- 17 meeting designated in the notice prepared using the estimate, but
- 18 the district may not adopt a tax rate before the district receives
- 19 the certified appraisal roll for the district required by Section
- 20 26.01(a), Tax Code. After receipt of the certified appraisal roll,
- 21 the district must publish a revised notice and hold another public
- 22 meeting before the district may adopt a tax rate that exceeds:
- 23 (1) the rate proposed in the notice prepared using the
- 24 estimate; or

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- 1 (2) the district's <u>voter-approval</u> [rollback] rate
- 2 determined under Section 26.08, Tax Code, using the certified
- 3 appraisal roll.
- 4 (3) In SECTION 1.008 of the bill, in added Section
- 5 45.003(d-1), Education Code, strike "for the 2019 tax year exceeds
- 6 \$1.04" and substitute "excluding the district's current debt rate
- 7 under Section 26.08(n)(1)(C), Tax Code, for the 2019 tax year is
- 8 equal to or exceeds \$0.97".
- 9 (4) In SECTION 1.008 of the bill, in added Section
- 10 45.003(d-1), Education Code, between "rate" and the underlined
- 11 period, insert ", excluding the district's current debt rate under
- 12 Section 26.08(n)(1)(C), Tax Code".
- 13 (5) In SECTION 1.009 of the bill, in added Section
- 14 45.0032(d), Education Code, between "rollback tax rate" and "for",
- 15 insert ", excluding the district's current debt rate under Section
- 16 <u>26.08(n)(1)(C)</u>, Tax Code,".
- 17 (6) In SECTION 1.038 of the bill, in transferred,
- 18 redesignated, and amended Section 48.202(a), Education Code, in
- 19 each place that it appears in Section 48.202(a), between [42.2521]
- 20 and the comma, insert "or by the quotient of the value of "DPV" as
- 21 determined under Section 48.256(d) if that subsection applies to
- 22 the district".
- 23 (7) In SECTION 1.063 of the bill, in added Section
- 24 26.08(a-1), Tax Code, between "flood," and "or", insert
- 25 "wildfire,".
- 26 (8) Strike SECTION 1.065 of the bill and substitute the
- 27 following:

- 1 SECTION 1.065. Effective January 1, 2020, Sections 26.08(d)
- 2 and (g), Tax Code, are amended to read as follows:
- 3 (d) If the proposition is not approved as provided by
- 4 Subsection (c), the governing body may not adopt a tax rate for the
- 5 school district for the current year that exceeds the school
- 6 district's voter-approval [rollback] tax rate.
- 7 (g) In a school district that received distributions from an
- 8 equalization tax imposed under former Chapter 18, Education Code,
- 9 the no-new-revenue [effective] rate of that tax as of the date of
- 10 the county unit system's abolition is added to the district's
- 11 voter-approval [rollback] tax rate.
- 12 (9) In SECTION 1A.005 of the bill, in transferred,
- 13 redesignated, and amended Section 48.051, Education Code,
- 14 immediately following Subsection (c), insert the following:
- 15 (d) In this section, "compensation" includes benefits such
- 16 <u>as insurance premiums.</u>
- 17 (10) In SECTION 1A.008 of the bill, in amended Section
- 18 26.08(n)(2)(B), Tax Code, strike "\$0.04" and substitute "\$0.05
- 19 [\$0.04]".
- 20 (11) Add the following appropriately numbered SECTIONS to
- 21 Article 3 of the bill and renumber the SECTIONS of that article
- 22 accordingly:
- SECTION 3.____. Effective January 1, 2020, Section
- 24 45.105(e), Education Code, is amended to read as follows:
- 25 (e) The governing body of an independent school district
- 26 that governs a junior college district under Subchapter B, Chapter
- 27 130, in a county with a population of more than two million may

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- 1 dedicate a specific percentage of the local tax levy to the use of
- 2 the junior college district for facilities and equipment or for the
- 3 maintenance and operating expenses of the junior college district.
- 4 To be effective, the dedication must be made by the governing body
- 5 on or before the date on which the governing body adopts its tax
- 6 rate for a year. The amount of local tax funds derived from the
- 7 percentage of the local tax levy dedicated to a junior college
- 8 district from a tax levy may not exceed the amount that would be
- 9 levied by five percent of the no-new-revenue [effective] tax rate
- 10 for the tax year calculated as provided by Section 26.04, Tax Code,
- 11 on all property taxable by the school district. All real property
- 12 purchased with these funds is the property of the school district,
- 13 but is subject to the exclusive control of the governing body of the
- 14 junior college district for as long as the junior college district
- 15 uses the property for educational purposes.
- 16 SECTION 3.____. Effective January 1, 2020, Section
- 17 45.261(e), Education Code, is amended to read as follows:
- 18 (e) Any part of a school district's tax rate attributable to
- 19 producing revenue for purposes of Subsection (c)(1) is considered
- 20 part of the district's:
- 21 (1) current debt rate for purposes of computing a
- 22 voter-approval [rollback] tax rate under Section 26.08, Tax Code;
- 23 and
- 24 (2) interest and sinking fund tax rate.
- 25 SECTION 3.____. Effective January 1, 2020, Sections
- 26 825.405(h) and (i), Government Code, are amended to read as
- 27 follows:

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- 1 (h) This section does not apply to state contributions for members employed by a school district in a school year if the 2 3 district's no-new-revenue [effective] tax rate for maintenance and operation revenues for the tax year that ended in the preceding 4 5 school year equals or exceeds 125 percent of the statewide average no-new-revenue [effective] tax rate for school district 6 maintenance and operation revenues for that tax year. 7 For a tax year, the statewide average no-new-revenue [effective] tax rate for school district maintenance and operation revenues is the tax rate 9 10 that, if applied to the statewide total appraised value of taxable property for every school district in the state determined under 11 12 Section 403.302, would produce an amount equal to the statewide total amount of maintenance and operation taxes imposed in the tax 13 14 year for every school district in the state.
- (i) Not later than the seventh day after the final date the comptroller certifies to the commissioner of education changes to the property value study conducted under Subchapter M, Chapter 403, the comptroller shall certify to the Teacher Retirement System of Texas:
- (1) the <u>no-new-revenue</u> [effective] tax rate for school district maintenance and operation revenues for each school district in the state for the immediately preceding tax year; and
- (2) the statewide average <u>no-new-revenue</u> [<u>effective</u>]
 tax rate for school district maintenance and operation revenues for
 the immediately preceding tax year.
- 26 (12) Strike "rollback" and substitute "<u>voter-approval</u>
 27 [rollback]" in each place that it appears in the bill.

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- 1 (13) Strike "rollback" and substitute "voter-approval" in
- 2 each place that it appears in the bill.
- 3 (14) In SECTION 5.002 of the bill, strike "rollback" and
- 4 substitute "voter-approval".