By: Howard H.B. No. 3805

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the costs of expansion of open-enrollment charter

3 schools.

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

5 SECTION 1. Section 48.266(f), Education Code, is amended to

6 read as follows:

7 If the amount appropriated for the Foundation School Program for the second year of a state fiscal biennium is less than 8 the amount to which school districts and open-enrollment charter 9 schools are entitled for that year, the commissioner shall certify 10 11 the amount of the difference to the Legislative Budget Board not 12 later than January 1 of the second year of the state fiscal The Legislative Budget Board shall propose to the 13 biennium. 14 legislature that the certified amount be transferred to foundation school fund from the economic stabilization fund and 15 appropriated for the purpose of increases in allocations under this 16 subsection. If the legislature fails during the regular session to 17 enact the proposed transfer and appropriation and there are not 18 funds available under Subsection (h), the commissioner may not 19 approve an expansion amendment for an open-enrollment charter 20 21 school and may not approve the application of a new charter holder for the biennium before adjusting [shall adjust] the total amounts 22

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due to each school district and open-enrollment charter school

under this chapter and the total amounts necessary for each school

- 1 district to comply with the requirements of Chapter 49 by an amount
- 2 determined by applying to each district and school the same
- 3 percentage adjustment to the total amount of state and local
- 4 revenue due to the district or school under this chapter and Chapter
- 5 49 so that the total amount of the adjustment to all districts and
- 6 schools results in an amount equal to the total adjustment
- 7 necessary. The following fiscal year:
- 8 (1) a district's or school's entitlement under this
- 9 section is increased by an amount equal to the adjustment made
- 10 under this subsection; and
- 11 (2) the amount necessary for a district to comply with
- 12 the requirements of Chapter 49 is reduced by an amount necessary to
- 13 ensure a district's full recovery of the adjustment made under this
- 14 subsection.
- SECTION 2. Section 48.269(a), Education Code, is amended to
- 16 read as follows:
- 17 (a) Not later than October 1 of each even-numbered year:
- 18 (1) the agency shall submit to the legislature:
- 19 (A) an estimate of the tax rate and student
- 20 enrollment of each school district for the following biennium; and
- 21 (B) for each open-enrollment charter school, the
- 22 school's student enrollment and the school's maximum enrollment
- 23 capacity; and
- 24 (2) the comptroller shall submit to the legislature an
- 25 estimate of the total taxable value of all property in the state as
- 26 determined under Subchapter M, Chapter 403, Government Code, for
- 27 the following biennium.

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- 1 SECTION 3. This Act applies beginning with the 2021-2022
- 2 school year.
- 3 SECTION 4. This Act takes effect immediately if it receives
- 4 a vote of two-thirds of all the members elected to each house, as
- 5 provided by Section 39, Article III, Texas Constitution. If this
- 6 Act does not receive the vote necessary for immediate effect, this
- 7 Act takes effect September 1, 2021.