By: Guillen H.B. No. 170

A BILL TO BE ENTITLED

	AN ACT

- 2 relating to a determination of a school district's assets to
- 3 liabilities ratio under the public school financial accountability
- 4 rating system.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 39.082(c), Education Code, is amended to
- 7 read as follows:
- 8 (c) The system may not include an indicator under Subsection
- 9 (b) or any other performance measure that:
- 10 (1) requires a school district to spend at least 65
- 11 percent or any other specified percentage of district operating
- 12 funds for instructional purposes; [or]
- 13 (2) lowers the financial management performance
- 14 rating of a school district for failure to spend at least 65 percent
- 15 or any other specified percentage of district operating funds for
- 16 instructional purposes; or
- 17 (3) for a school district required to reduce its local
- 18 revenue level under Section 48.257, includes in determining the
- 19 <u>district's ratio of assets to liabilities any amount required to be</u>
- 20 expended by the district to comply with Chapter 49.
- 21 SECTION 2. This Act applies beginning with the 2024-2025
- 22 school year.
- 23 SECTION 3. This Act takes effect immediately if it receives
- 24 a vote of two-thirds of all the members elected to each house, as

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- 1 provided by Section 39, Article III, Texas Constitution. If this
- 2 Act does not receive the vote necessary for immediate effect, this
- 3 Act takes effect on the 91st day after the last day of the
- 4 legislative session.