By: Leo-Wilson H.B. No. 646

A BILL TO BE ENTITLED

1 AN ACT

2 relating to a severance payment to a superintendent of a school

3 district.

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

5 SECTION 1. Section 11.201(c), Education Code, is amended to

read as follows:

7 (c) For purposes of this subsection, "severance payment"

8 means any amount paid by the board of trustees of an independent

9 school district to or in behalf of a superintendent on early

10 termination of the superintendent's contract that exceeds the

11 amount earned by the superintendent under the contract as of the

12 date of termination, including any amount that exceeds the amount

of earned standard salary and benefits that is paid as a condition

14 of early termination of the contract. The board of trustees may not

15 make a severance payment to a superintendent. The board of trustees

16 that makes a severance payment to a superintendent shall report the

17 terms of the severance payment to the commissioner. [The

18 commissioner shall reduce the district's Foundation School Program

19 funds by any amount that the amount of the severance payment to the

20 superintendent exceeds an amount equal to one year's salary and

21 benefits under the superintendent's terminated contract.] The

22 commissioner may adopt rules as necessary to administer this

23 subsection.

SECTION 2. Section 11.201(c), Education Code, as amended by

H.B. No. 646

- 1 this Act, applies only to a severance payment made by the board of
- 2 trustees of an independent school district to a superintendent
- 3 under an agreement entered into on or after the effective date of
- 4 this Act. A severance payment made by the board of trustees of an
- 5 independent school district to a superintendent under an agreement
- 6 entered into before the effective date of this Act is governed by
- 7 the law in effect at the time the agreement was made, and that law is
- 8 continued in effect for that purpose.
- 9 SECTION 3. This Act takes effect immediately if it receives
- 10 a vote of two-thirds of all the members elected to each house, as
- 11 provided by Section 39, Article III, Texas Constitution. If this
- 12 Act does not receive the vote necessary for immediate effect, this
- 13 Act takes effect September 1, 2023.