

1-1 By: Watson S.B. No. 1360
 1-2 (In the Senate - Filed March 6, 2017; March 16, 2017, read
 1-3 first time and referred to Committee on Finance; May 5, 2017,
 1-4 reported adversely, with favorable Committee Substitute by the
 1-5 following vote: Yeas 13, Nays 1; May 5, 2017, sent to printer.)

1-6 COMMITTEE VOTE

| | Yea | Nay | Absent | PNV |
|--------------------------|-----|-----|--------|-----|
| 1-7 Nelson | X | | | |
| 1-8 Hinojosa | X | | | |
| 1-9 Bettencourt | | X | | |
| 1-10 Birdwell | X | | | |
| 1-11 Hancock | X | | | |
| 1-12 Huffman | X | | | |
| 1-13 Kolthorst | X | | | |
| 1-14 Nichols | X | | | |
| 1-15 Schwertner | | | X | |
| 1-16 Seliger | X | | | |
| 1-17 Taylor of Galveston | X | | | |
| 1-18 Uresti | X | | | |
| 1-19 Watson | X | | | |
| 1-20 West | X | | | |
| 1-21 Whitmire | X | | | |

1-23 COMMITTEE SUBSTITUTE FOR S.B. No. 1360 By: Watson

1-24 A BILL TO BE ENTITLED
 1-25 AN ACT

1-26 relating to the information required to be included in or with a
 1-27 school district ad valorem tax bill.

1-28 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-29 SECTION 1. Section 31.01, Tax Code, is amended by adding
 1-30 Subsections (d-2), (d-3), (d-4), (d-5), and (d-6) to read as
 1-31 follows:

1-32 (d-2) This subsection and Subsection (d-3) apply only to a
 1-33 school district that, for the school year beginning in the current
 1-34 tax year, has entered into an agreement with the commissioner of
 1-35 education to purchase average daily attendance credits as provided
 1-36 by Subchapter D, Chapter 41, Education Code, in an amount
 1-37 sufficient, in combination with any other actions taken under that
 1-38 chapter, to reduce the school district's wealth per student to a
 1-39 level that is equal to or less than the equalized wealth level as
 1-40 determined by the commissioner of education under that chapter. In
 1-41 addition to any other information required by this section, the tax
 1-42 bill or the separate statement must include a statement in the
 1-43 following form:

1-44 "Your property taxes for the (name of school district) are
 1-45 \$____. Of those taxes:

1-46 "\$____ will be used by the (name of school district) to fund
 1-47 maintenance and operations of the school district;

1-48 "\$____ will be used by the (name of school district) to pay
 1-49 for bonded indebtedness on construction, equipment, or both; and

1-50 "\$____ will be paid by the (name of school district) to the
 1-51 state for the purpose of helping fund some other school districts in
 1-52 the state."

1-53 (d-3) The assessor for the school district shall compute for
 1-54 the current tax year the amount of taxes imposed by the school
 1-55 district on the property to fund maintenance and operations of the
 1-56 school district and to pay for bonded indebtedness on construction,
 1-57 equipment, or both based on the tax rates adopted by the school
 1-58 district under Sections 26.05(a)(2) and (1), respectively, for the
 1-59 current tax year. The assessor shall compute for the current tax
 1-60 year the amount of taxes imposed by the school district on the

2-1 property that are to be paid to the state by:
 2-2 (1) multiplying the amount of taxes for maintenance
 2-3 and operations imposed by the school district on the property for
 2-4 the current tax year by the percentage of the amount of taxes for
 2-5 maintenance and operations imposed by the school district for the
 2-6 current tax year that the school district is required to pay under
 2-7 the agreement for the school year beginning in the current tax year
 2-8 to purchase average daily attendance credits; and
 2-9 (2) dividing the amount computed under Subdivision (1)
 2-10 by 100.
 2-11 (d-4) This subsection and Subsection (d-5) apply only to a
 2-12 school district that, for the school year beginning in the current
 2-13 tax year, is entitled to state aid under Chapter 42, Education Code.
 2-14 In addition to any other information required by this section, the
 2-15 tax bill or the separate statement must include a statement in the
 2-16 following form:
 2-17 "Based on your property's value, the total amount of revenue
 2-18 the (name of school district) receives is \$____. Of that amount:
 2-19 "\$____ is funded by your property taxes for maintenance and
 2-20 operations;
 2-21 "\$____ is funded by your property taxes for bonded
 2-22 indebtedness on construction, equipment, or both; and
 2-23 "\$____ is funded by the state."
 2-24 (d-5) The assessor for the school district shall compute for
 2-25 the current tax year:
 2-26 (1) the amount the school district receives for
 2-27 maintenance and operations and for bonded indebtedness on
 2-28 construction, equipment, or both that is funded by the property
 2-29 taxes on the property based on the tax rates adopted by the school
 2-30 district under Sections 26.05(a)(2) and (1), respectively, for the
 2-31 current tax year;
 2-32 (2) the amount the school district receives that is
 2-33 funded by the state and that is attributable to the property by:
 2-34 (A) dividing the total amount of maintenance and
 2-35 operations taxes projected to be collected by the school district
 2-36 for the school year beginning in the current tax year by the tax
 2-37 rate adopted by the school district under Section 26.05(a)(2) for
 2-38 the current tax year;
 2-39 (B) dividing the amount computed under Paragraph
 2-40 (A) by 100;
 2-41 (C) dividing the amount of state aid the school
 2-42 district is projected to receive for the school year beginning in
 2-43 the current tax year under Section 42.253(c), Education Code, by
 2-44 the amount computed under Paragraph (B);
 2-45 (D) multiplying the amount computed under
 2-46 Paragraph (C) by the taxable value of the property; and
 2-47 (E) dividing the amount computed under Paragraph
 2-48 (D) by 100; and
 2-49 (3) the total amount of revenue the school district
 2-50 receives that is attributable to the property by adding the amounts
 2-51 computed under Subdivisions (1) and (2).
 2-52 (d-6) To perform the calculations described by Subsection
 2-53 (d-3) or (d-5), as applicable, the assessor for the school district
 2-54 may use the information included in the most recent summary of
 2-55 finances report provided to the school district by the Texas
 2-56 Education Agency or may request that the school district provide
 2-57 more accurate information. The school district shall provide the
 2-58 requested information to the assessor.
 2-59 SECTION 2. This Act applies only to a bill for ad valorem
 2-60 taxes imposed for a tax year beginning on or after the effective
 2-61 date of this Act. A bill for ad valorem taxes imposed for a tax year
 2-62 beginning before the effective date of this Act is governed by the
 2-63 law in effect immediately before the effective date of this Act, and
 2-64 that law is continued in effect for that purpose.
 2-65 SECTION 3. This Act takes effect January 1, 2018.

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