

1-1 By: Paxton S.B. No. 1750  
1-2 (In the Senate - Filed February 28, 2025; March 13, 2025,  
1-3 read first time and referred to Committee on Education K-16;  
1-4 April 7, 2025, reported adversely, with favorable Committee  
1-5 Substitute by the following vote: Yeas 9, Nays 0, one present not  
1-6 voting; April 7, 2025, sent to printer.)

1-7 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-8				
1-9	Creighton	X		
1-10	Campbell	X		
1-11	Bettencourt	X		
1-12	Hagenbuch	X		
1-13	Hinojosa of Nueces	X		
1-14	King	X		
1-15	Menéndez			X
1-16	Middleton	X		
1-17	Parker	X		
1-18	Paxton	X		
1-19	West		X	

1-20 COMMITTEE SUBSTITUTE FOR S.B. No. 1750 By: Bettencourt

1-21 A BILL TO BE ENTITLED  
1-22 AN ACT

1-23 relating to instructional facilities funding for certain  
1-24 open-enrollment charter schools.

1-25 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-26 SECTION 1. Section 12.106, Education Code, is amended by  
1-27 amending Subsections (d) and (f) and adding Subsection (e-1) to  
1-28 read as follows:

1-29 (d) Subject to Subsections ~~[Subsection]~~ (e) and (e-1), in  
1-30 addition to other amounts provided by this section, a charter  
1-31 holder is entitled to receive, for the open-enrollment charter  
1-32 school, an annual allotment ~~[funding]~~ per student in average daily  
1-33 attendance ~~[in an amount]~~ equal to ~~[the guaranteed level of state~~  
1-34 ~~and local funds per student per cent of tax effort under Section~~  
1-35 ~~46.032(a) multiplied by]~~ the lesser of:

1-36 (1) the state average interest and sinking fund tax  
1-37 rate imposed by school districts for the current year multiplied by  
1-38 the guaranteed level of state and local funds per student per cent  
1-39 of tax effort under Section 46.032(a); or

1-40 (2) the maximum amount of the basic allotment provided  
1-41 under Section 48.051 for the applicable school year multiplied by  
1-42 0.06 ~~[a rate that would result in a total amount to which charter~~  
1-43 ~~schools are entitled under this subsection for the current year~~  
1-44 ~~equal to \$60 million].~~

1-45 (e-1) A charter holder is entitled to receive funding under  
1-46 Subsection (d) for an open-enrollment charter school only if the  
1-47 governing body of the school annually certifies in writing to the  
1-48 agency that no administrator, officer, or employee of the school  
1-49 and no member of the governing body of the school or its charter  
1-50 holder derives any personal financial benefit from a real estate  
1-51 transaction with the school.

1-52 (f) Funds received by a charter holder under Subsection (d)  
1-53 may only be used:

1-54 (1) to lease an instructional facility;  
1-55 (2) to pay property taxes imposed on an instructional  
1-56 facility;

1-57 (3) to pay debt service on bonds issued to finance an  
1-58 instructional facility; ~~[or]~~

1-59 (4) for any other purpose related to the purchase,  
1-60 lease, sale, acquisition, or maintenance of an instructional

2-1 facility;  
2-2 (5) to purchase or pay debt service on bonds issued to  
2-3 finance the purchase of school buses;  
2-4 (6) to purchase or pay debt service on bonds issued to  
2-5 finance the acquisition or update of technology equipment used to  
2-6 support instruction;  
2-7 (7) to pay debt service on bonds issued to improve  
2-8 school safety and security in accordance with the requirements of  
2-9 Section 37.351; or  
2-10 (8) to pay debt service on bonds issued to finance the  
2-11 construction, acquisition, or equipment of performing arts  
2-12 facilities or athletic facilities, other than a stadium with  
2-13 seating capacity for more than 1,000 spectators.  
2-14 SECTION 2. This Act takes effect September 1, 2025.

2-15 \* \* \* \* \*