

HB 100 proposes between \$5-5.5 billion in additional spending for schools for FY 24 and FY 25.

On average, the proposed bill would deliver a 4% increase in funding for schools statewide in FY 24, and a 6% increase in funding in FY 25.

Recapture would be reduced by nearly \$800 million over the biennium due to HB 100, and result in more than 25 districts not paying recapture at all.

TEXAS SCHOOL COALITION

Summary of House Bill 100

by Rep. Ken King (as passed by House, April 27, 2023)

Basic Allotment

- Increases Basic Allotment by \$90 to \$6,250 in FY 24 and by another \$50 after that to \$6,300 in FY 25 (total of a \$140 increase)
- Applies inflation adjustment to the BA for second year of biennium to begin 26-27

Compensation

- 50% of any funding increase must be spent to increase compensation, with 75% of that for teachers, nurses, counselors, and librarians, and 25% for other (nonadministrative) school staff
- Changes and increases Minimum Salary Schedule and provides Salary Transition Allotment to help pay the difference between what the new schedule requires and what districts would otherwise receive; transitional aid expires in 28-29

Other School Finance Changes

- Extends the expiration date for the Formula Transition Grant to 29-30
- Provides option for a 4% early payment credit for recapture (effective 25-26)
- · Eliminates the Fast-Growth Allotment cap
- Increases Transportation Allotment to \$1.54 per mile, and updates rate for special education transportation to \$0.13 plus that rate per mile (\$1.67)
- Increases small & midsized allotment multipliers; excludes full-time virtual students
- Funds special education based on enrollment as well as intensity of service, among other factors (rather than instructional setting)
- Bases school finance funding weights on enrollment, not ADA (in FY 25); provides other weighted funding increases except for CTE, which is decreased
- Eliminates the use of comptroller's PVS values in calculating state aid and recapture and provides for commissioner to determine property values using local values
- Provides Hardship Grant opportunity for school districts that failed the PVS in the 2022 and 2023 tax years
- Creates new Fine Arts Allotment, Book Safety Allotment, Rural Pathway Excellence Partnership (R-PEP) Allotment, and Advanced Mathematics Pathway Allotment
- Allows districts to access 6 golden pennies by vote of board, without election

