proposing constitutional amendments relating to the support and maintenance of public schools.

BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Article VII of the Texas Constitution is amended by adding Section 3-c to read as follows:

Sec. 3-c. (a) The legislature may redistribute among other school districts ad valorem taxes levied and collected by a school district, as determined by general law.

(b) The legislature may create county education districts with the taxable property of existing school districts in one or more counties combined. A county education district may levy, collect, and distribute ad valorem taxes as authorized by general law. The legislature may set the rate of the tax, as determined by general law, to be imposed in a school district or county education district or may authorize the board of trustees of each school district or county education district to set the rate, provided that the rate of county education district ad valorem taxes may not exceed $1.00 per $100 valuation of taxable property, as determined by law, unless a higher rate is approved by the voters of the district.

(c) The amount redistributed among school districts by the legislature under Subsection (a) of this section and effectively redistributed within a county through county education districts under Subsection (b) of this section may not exceed 2.75 percent of the sum of the state revenue appropriated for public schools and the revenue from local ad valorem taxes levied and collected for public schools. For purposes of this section, state revenue does not include revenue from ad valorem taxes, revenue for the provision of free textbooks, or contributions to a retirement system.

(d) This section does not affect the distribution of the available school fund under Article VII, Section 5, of this constitution.

SECTION 2. Article VII of the Texas Constitution is amended by adding Section 8a to read as follows:

Sec. 8a. (a) Except for state educational mandates imposed in compliance with this constitution or federal law, or unless enacted by a vote of at least two-thirds of the members elected to each house, a school district may not be required to comply with an obligation requiring expenditure of school district funds unless the obligation is fully funded.

(b) The legislature shall provide by law a procedure for determining whether an obligation is fully funded for purposes of Subsection (a) of this section. In the absence of such a procedure, at the request of the board of trustees of a school district the comptroller of public accounts shall determine whether or not an obligation is fully funded for purposes of Subsection (a) of this section.

(c) This section applies only to state educational mandates enacted after December 31, 1993.

SECTION 3. The constitutional amendment proposed by Section 1 of this joint resolution shall be submitted to the voters at an election to be held May 1, 1993. The ballot shall be printed to provide for voting for or against the proposition: “The constitutional amendment allowing limited redistribution of ad valorem taxes for schools, authorizing the legislature or local districts to set a minimum tax rate in county education districts, and placing a cap on the ad valorem tax levied by county education districts.”

SECTION 4. The constitutional amendment proposed by Section 2 of this joint resolution shall be submitted to the voters at an election to be held May 1, 1993. The ballot shall be printed to provide for voting for or against the proposition: “The constitutional amendment exempting a school district from the obligation to comply with unfunded state educational mandates.”

Adopted by the Senate on January 28, 1993, by the following vote: Yeas 27, Nays 4; and that the Senate concurred in House amendments on February 15, 1993, by the 5560
PROPOSED CONSTITUTIONAL AMENDMENTS

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following vote: Yeas 27, Nays 4. Adopted by the House, with amendments, on February 11, 1993, by the following vote: Yeas 102, Nays 43.

Filed with the Secretary of State, February 17, 1993.

S.J.R. No. 9

SENATE JOINT RESOLUTION

proposing a constitutional amendment authorizing the legislature to provide for the issuance of bonds for the state financing of start-up costs for historically underutilized businesses.

Be it resolved by the Legislature of the State of Texas:

SECTION 1. Article XVI of the Texas Constitution is amended by adding Section 72 to read as follows:

Sec. 72. (a) The legislature by law may establish a Texas historically underutilized business capital growth and start-up fund. The money in the fund may be used without further appropriation and only for a program established by the legislature to aid in the start-up costs of a historically underutilized business, as defined by the legislature. The fund must contain a program account, an interest and sinking account, and other accounts authorized by the legislature. To carry out the program authorized by this subsection, the legislature may issue up to $50 million of general obligation bonds to provide funding for the fund. The fund is to be composed of the proceeds of the bonds authorized by this subsection, loan guarantee fees and other amounts received from loan guarantees made under this subsection, and any other amount required to be deposited in the fund by the legislature.

(b) The legislature may require review and approval of the issuance of bonds under this section, of the use of the bond proceeds, or of the rules adopted by an agency to govern use of the bond proceeds. Notwithstanding any other provision of this constitution, any entity created or directed to conduct this review and approval may include members or appointees of members of the executive, legislative, and judicial departments of state government.

(c) Bonds authorized under this section constitute a general obligation of the state. While any of the bonds or interest on the bonds is outstanding and unpaid, there is appropriated out of the first money coming into the treasury in each fiscal year, not otherwise appropriated under this constitution, the amount sufficient to pay the principal of and interest on the bonds that mature or become due during the fiscal year, less any amount in any interest and sinking account at the end of the preceding fiscal year that is set aside for payment of the bonds or interest.

SECTION 2. This proposed amendment shall be submitted to the voters at an election to be held November 2, 1993. The ballot shall be printed to provide for voting for or against the proposition: "The constitutional amendment authorizing the legislature to provide for the issuance of $50 million of general obligation bonds for the recovery and further development of the state's economy and for increasing job opportunities and other benefits for Texas residents through state financing of the start-up costs of historically underutilized businesses."

Adopted by the Senate on April 27, 1993: Yeas 30, Nays 0; the Senate concurred in House amendment on May 28, 1993: Yeas 31, Nays 0; adopted by the House, with amendment, on May 26, 1993: Yeas 101, Nays 27, one present not voting.

Filed with the Secretary of State June 2, 1993.

S.J.R. No. 13

SENATE JOINT RESOLUTION

proposing a constitutional amendment relating to the amount and expenditure of certain constitutionally dedicated funding for public institutions of higher education.