

# CHAPTER 49 - RECAPTURE 2020-2021

Board of Trustees

August 11, 2020

# HOUSE BILL 3 CHANGES

## PRIOR TO HB 3

- Chapter 41
- Determination based on prior year final property values
- Designation based on equalized wealth levels (wealth per WADA)

## AFTER HB 3

- Chapter 49
- Determination based on current year property values
  - 2019 Certified values increased by 4.01%
- Designation based on local revenue in excess of entitlement

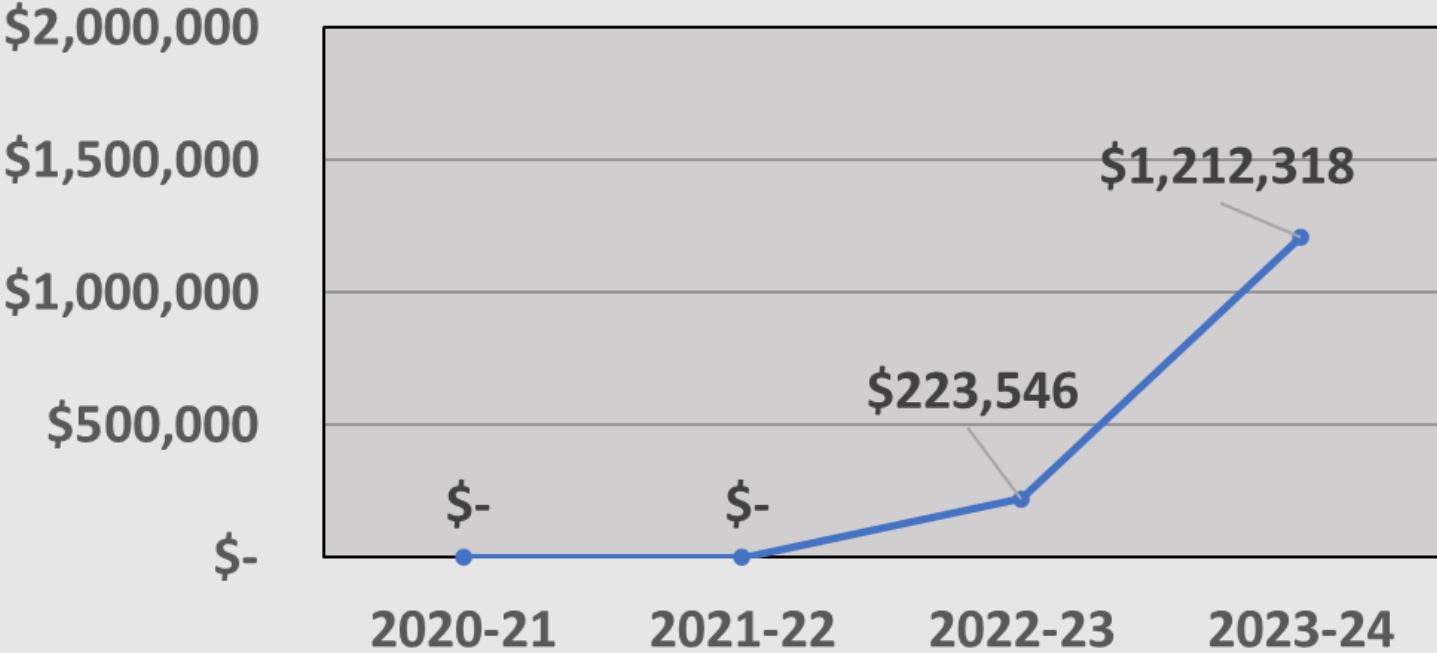
# OPTIONS

- 1) Consolidation with another district as provided by Subchapter B;
- 2) Detachment of territory as provided by Subchapter C;
- 3) Purchase of average daily attendance credit as provided by Subchapter D;
- 4) Education of nonresident students as provided by Subchapter E; and/or
- 5) Tax base consolidation with another district as provided by Subchapter F.

## NEXT STEPS

- Submit the District Intent to TEA
  - Option 3 – Purchase of ADA Credits
- Official Chapter 49 Notification/Agreement
  - August 25<sup>th</sup> Board Meeting
    - Netting Contract
- Cannot set tax rate until this agreement is received by TEA

### Chapter 49 Recapture Projected Excess Revenue



QUESTIONS?