

By: Williams

S.B. No. 787

A BILL TO BE ENTITLED

AN ACT

1  
2 relating to the eligibility of certain organizations to join a risk  
3 pool established by a political subdivision for the purpose of  
4 providing uniform group benefits.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Section 172.003(1), Local Government Code, is  
7 amended to read as follows:

8 (1) "Affiliated service contractor" means an  
9 organization qualified for exemption under Section 501(c),  
10 Internal Revenue Code (26 U.S.C. Section 501(c)), as amended, that  
11 provides governmental or quasi-governmental services on behalf of a  
12 political subdivision and derives more than 25 [~~50~~] percent of its  
13 gross revenues from grants or funding from the political  
14 subdivision.

15 SECTION 2. This Act takes effect immediately if it receives  
16 a vote of two-thirds of all the members elected to each house, as  
17 provided by Section 39, Article III, Texas Constitution. If this  
18 Act does not receive the vote necessary for immediate effect, this  
19 Act takes effect September 1, 2005.