By: Watson

S.B. No. 1107

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the powers and duties of the Travis County Healthcare
3	District.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subchapter C, Chapter 803, Government Code, is
6	amended by adding Section 803.204 to read as follows:
7	Sec. 803.204. COMBINED SERVICE CREDIT IN CERTAIN SYSTEMS.
8	(a) This section applies only to an employee who:
9	(1) is a member of a municipal retirement system
10	described by Section 803.0021(1);
11	(2) is employed by a hospital district, a charitable
12	organization created by the hospital district, or an administrative
13	agency created under Section 791.013, either before or after being
14	employed by the employing municipality located in the same county
15	as the hospital district, charitable organization, or
16	administrative agency; and
17	(3) participates in a public retirement system:
18	(A) that is determined to be a qualified plan
19	under Section 401(a), Internal Revenue Code of 1986 (26 U.S.C.
20	Section 401(a)), of a hospital district, charitable organization,
21	or administrative agency that is determined to be a governmental
22	unit, or an agency or an instrumentality of a governmental unit; and
23	(B) that records and reports service credit as
24	defined by Section 803.001.

(b) Any service credit earned by an employee described by
Subsection (a) with a retirement system established by the hospital
district, charitable organization, or administrative agency will
be combined under Section 803.201 to determine whether the employee
meets the length-of-service requirements for service retirement
under the municipal retirement system.
(c) On retirement, an employee described by Subsection (a)

will receive a benefit from the municipal retirement system as 8 determined by Subchapter D, and if the hospital district or 9 administrative agency has established or participates in a 10 retirement program or the charitable organization has a retirement 11 plan, will receive a benefit from the hospital district, 12 13 administrative agency, or charitable organization as determined by the terms of the district's, agency's, or organization's retirement 14 plan. 15

SECTION 2. Subdivision (2), Section 1431.001, Government Code, is amended to read as follows:

(2) "Eligible countywide district" means a flood control district or a hospital district the boundaries of which are substantially coterminous with the boundaries of a county with a population of three million or more <u>or a hospital district created</u> <u>in a county with a population of more than 800,000 that was not</u> <u>included in the boundaries of a hospital district before September</u> 1, 2003.

25 SECTION 3. Section 61.056, Health and Safety Code, is 26 amended by adding Subsection (c) to read as follows:

27 (c) A hospital district created in a county with a

population of more than 800,000 that was not included in the 1 boundaries of a hospital district before September 1, 2003, may 2 affiliate with any public or private entity to provide regional 3 administration and delivery of health care services. The regional 4 affiliation, in accordance with the affiliation agreement, shall 5 use money contributed by an affiliated governmental entity to 6 7 provide health care services to an eligible resident of that governmental entity. 8 Subchapter B, Chapter 281, Health and Safety 9 SECTION 4. Code, is amended by adding Section 281.0281 to read as follows: 10 11 Sec. 281.0281. EMPLOYMENT OF HEALTH CARE PROVIDERS. (a) This section applies only to a district created in a county 12 13 with a population of more than 800,000 that was not included in the

S.B. No. 1107

15 (b) The board may employ physicians, dentists, or other 16 health care providers as the board considers necessary for the 17 district's efficient operation.

boundaries of a hospital district before September 1, 2003.

14

18 (c) This section does not authorize the board to supervise 19 or control the practice of medicine or permit the unauthorized 20 practice of medicine, as prohibited by Subtitle B, Title 3, 21 Occupations Code.

## 22 SECTION 5. Subchapter C, Chapter 281, Health and Safety 23 Code, is amended by adding Section 281.0511 to read as follows:

24 <u>Sec. 281.0511. CONTRACTING AUTHORITY OF CERTAIN DISTRICTS.</u> 25 (a) This section applies only to a district created in a county 26 with a population of more than 800,000 that was not included in the 27 boundaries of a hospital district before September 1, 2003.

1	(b) Notwithstanding Sections 281.050 and 281.051, the board
2	may contract with any person, including a private or public entity
3	or a political subdivision of this state, to provide or assist in
4	the provision of services.
5	SECTION 6. Section 281.0565, Health and Safety Code, is
6	amended by adding Subsection (d) to read as follows:
7	(d) A district created in a county with a population of more
8	than 800,000 that was not included in the boundaries of a hospital
9	district before September 1, 2003, may make a capital or other
10	financial contribution to a charitable organization created by the
11	district to provide regional administration and delivery of health
12	care services to or for the district.
13	SECTION 7. Subchapter G, Chapter 281, Health and Safety
14	Code, is amended by adding Section 281.124 to read as follows:
15	Sec. 281.124. ELECTION TO APPROVE TAX RATE IN EXCESS OF
16	ROLLBACK TAX RATE. (a) This section applies only to a district
17	created in a county with a population of more than 800,000 that was
18	not included in the boundaries of a hospital district before
19	September 1, 2003.
20	(b) The board may hold an election at which the registered
21	voters of the district may approve a tax rate for the current tax
22	year that exceeds the district's rollback tax rate for the year
23	computed under Chapter 26, Tax Code, by a specific rate stated in
24	dollars and cents per \$100 of taxable value.
25	(c) An election under this section must be held at least 180
26	days before the date on which the district's tax rate is adopted by
27	the board. At the election, the ballot shall be prepared to permit

voting for or against the proposition: "Approving the ad valorem tax rate of \$ (insert total proposed tax rate) per \$100 valuation in (insert district name) for the (insert current tax year) tax year, a rate that exceeds the district's rollback tax rate. The proposed ad valorem tax rate exceeds the ad valorem tax rate most recently adopted by the district by \$(insert difference between proposed and preceding year's tax rates) per \$100 valuation."

8 (d) If a majority of the votes cast in the election favor the 9 proposition, the tax rate for the specified tax year is the rate 10 approved by the voters, and that rate is not subject to a rollback 11 election under Section 26.07, Tax Code. The board shall adopt the 12 tax rate as provided by Chapter 26, Tax Code.

13 (e) If the proposition is not approved as provided by 14 Subsection (c), the board may not adopt a tax rate for the district 15 for the specified tax year that exceeds the rate that was not 16 approved, and Section 26.07, Tax Code, applies to the adopted rate 17 if that rate exceeds the rollback tax rate.

18 (f) Notwithstanding any other law, if a majority of the 19 votes cast in the election favor the proposition, a governing body 20 with approval authority over the district's budget or tax rate may 21 not disapprove the tax rate approved by the voters or disapprove the 22 budget based solely on the tax rate approved by the voters.

23 SECTION 8. Section 162.001, Occupations Code, is amended by 24 adding Subsections (c-4) and (c-5) to read as follows:

25 (c-4) The board shall certify a health organization to 26 contract with or employ physicians licensed by the board if the 27 organization:

1	(1) is a hospital district:
2	(A) recognized by a federal agency as a public
3	entity eligible to receive a grant related to a community or
4	federally qualified health center described by Subdivision (2); and
5	(B) created in a county with a population of more
6	than 800,000 that was not included in the boundaries of a hospital
7	district before September 1, 2003; and
8	(2) is organized and operated as:
9	(A) a migrant, community, or homeless health
10	center under the authority of and in compliance with 42 U.S.C.
11	Section 254b or 254c; or
12	(B) a federally qualified health center under 42
13	U.S.C. Section 1396d(1)(2)(B).
14	(c-5) This section applies to a hospital district described
15	by Subsection (c-4) only in relation to the hospital district's
16	operations as a community or federally qualified health center
17	described by Subsection (c-4)(2).
18	SECTION 9. Section 281.123, Health and Safety Code, is
19	repealed.
20	SECTION 10. Section 803.204, Government Code, as added by
21	this Act, applies only to a person who retires on or after the
22	effective date of this Act.
23	SECTION 11. This Act takes effect September 1, 2007.