By: Estes

S.B. No. 1987

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the Electra Hospital District. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. Section 1025.062, Special District Local Laws 4 5 Code, as effective April 1, 2009, is amended by adding Subsections (d) and (e) to read as follows: 6 7 (d) The board may employ physicians, dentists, and podiatrists as the board considers necessary for the efficient 8 9 operation of the district. (e) This section may not be construed as authorizing the 10 board to supervise or control the practice of medicine, as 11 prohibited by Subtitle B, Title 3, Occupations Code. 12 SECTION 2. Subchapter C, Chapter 1025, Special District 13 Local Laws Code, as effective April 1, 2009, is amended by adding 14 Section 1025.116 to read as follows: 15 16 Sec. 1025.116. BENEFITS FOR INJURED EMPLOYEES. (a) The district may establish a comprehensive program to provide income 17 and medical benefits to a district employee who sustains an injury 18 19 that arises out of and in the course and scope of employment. (b) If the district adopts a comprehensive program under 20 Subsection (a), the district is exempt from Section 504.011, Labor 21 Code, to the extent that the section requires the district to 22 23 provide workers' compensation to its employees. 24 SECTION 3. Subchapter D, Chapter 1025, Special District

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Local Laws Code, as effective April 1, 2009, is amended by adding
 Section 1025.161 to read as follows:

3 <u>Sec. 1025.161. AUTHORITY TO BORROW MONEY; SECURITY. (a)</u> 4 <u>The board may borrow money at a rate not to exceed the maximum</u> 5 <u>annual percentage rate allowed by law for district obligations at</u> 6 <u>the time the loan is made.</u>

(b) To secure a loan, the board may pledge:

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8 (1) district revenue that is not pledged to pay the
9 district's bonded indebtedness;

10 (2) a district tax to be imposed by the district during 11 the 12-month period following the date of the pledge that is not 12 pledged to pay the principal of or interest on district bonds; or

13 (3) a district bond that has been authorized but not 14 sold.

15 (c) A loan for which taxes or bonds are pledged must mature 16 not later than the first anniversary of the date the loan is made. A 17 loan for which district revenue is pledged must mature not later 18 than the fifth anniversary of the date the loan is made.

SECTION 4. Subchapter E, Chapter 1025, Special District Local Laws Code, as effective April 1, 2009, is amended by adding Sections 1025.209 and 1025.210 to read as follows:

22 <u>Sec. 1025.209. ADDITIONAL MEANS OF SECURING REPAYMENT OF</u> 23 <u>BONDS. In addition to the authority to issue general obligation</u> 24 <u>bonds and revenue bonds under this subchapter, the board may</u> 25 <u>provide for the security and payment of district bonds from a pledge</u> 26 <u>of a combination of ad valorem taxes as authorized by Section</u> 27 <u>1025.202 and revenue and other sources authorized by Section</u>

1 1025.206. 2 Sec. 1025.210. USE OF BOND PROCEEDS. The district may use 3 the proceeds of bonds issued under this subchapter to pay: 4 (1) any expense the board determines is reasonable and 5 necessary to issue, sell, and deliver the bonds; 6 (2) interest payments on the bonds during a period of 7 acquisition or construction of a project or facility to be provided through the bonds, not to exceed five years; 8 9 (3) costs related to the operation and maintenance of a project or facility to be provided through the bonds: 10 (A) during an estimated period of acquisition or 11 12 construction, not to exceed five years; and (B) for one year after the project or facility is 13 14 acquired or constructed; 15 (4) costs related to the financing of the bond funds, including debt service reserve and contingency funds; 16 17 (5) costs related to the bond issuance; (6) costs related to the acquisition of land or 18 19 interests in land for a project or facility to be provided through the bonds; and 20 21 (7) costs of construction of a project or facility to be provided through the bonds, including the payment of related 22 23 professional services and expenses. 24 SECTION 5. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as 25 provided by Section 39, Article III, Texas Constitution. If this 26 Act does not receive the vote necessary for immediate effect, this 27

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1 Act takes effect September 1, 2009.