

1-1 By: Darby (Senate Sponsor - Duncan) H.B. No. 811
1-2 (In the Senate - Received from the House April 11, 2011;
1-3 April 20, 2011, read first time and referred to Committee on
1-4 Intergovernmental Relations; May 20, 2011, reported adversely,
1-5 with favorable Committee Substitute by the following vote: Yeas 5,
1-6 Nays 0; May 20, 2011, sent to printer.)

1-7 COMMITTEE SUBSTITUTE FOR H.B. No. 811 By: Nichols

1-8 A BILL TO BE ENTITLED
1-9 AN ACT

1-10 relating to the powers and duties of the Scurry County Hospital
1-11 District.

1-12 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-13 SECTION 1. Subtitle A, Title 3, Special District Local Laws
1-14 Code, is amended by adding Chapter 1119 to read as follows:

1-15 CHAPTER 1119. SCURRY COUNTY HOSPITAL DISTRICT

1-16 SUBCHAPTER A. GENERAL PROVISIONS

1-17 Sec. 1119.001. DEFINITIONS. In this chapter:

1-18 (1) "Board" means the board of directors of the
1-19 district.

1-20 (2) "District" means the Scurry County Hospital
1-21 District.

1-22 [Sections 1119.002-1119.050 reserved for expansion]

1-23 SUBCHAPTER B. DISTRICT ADMINISTRATION

1-24 Sec. 1119.051. EMPLOYMENT OF HEALTH CARE PROVIDERS. (a)

1-25 The board may employ health care providers other than physicians as
1-26 the board considers necessary for the efficient operation of the
1-27 district.

1-28 (b) The board may delegate to the administrator of the
1-29 district the authority to employ health care providers under
1-30 Subsection (a).

1-31 [Sections 1119.052-1119.100 reserved for expansion]

1-32 SUBCHAPTER C. GENERAL FINANCIAL PROVISIONS

1-33 Sec. 1119.101. GENERAL AUTHORITY TO BORROW MONEY; SECURITY.

1-34 (a) The board may borrow money at a rate not to exceed the maximum
1-35 annual percentage rate allowed by law for district obligations at
1-36 the time the loan is made.

1-37 (b) To secure a loan, the board may pledge:

1-38 (1) district revenue that is not pledged to pay the
1-39 district's bonded indebtedness;

1-40 (2) a district tax to be imposed by the district during
1-41 the 12-month period following the date of the pledge that is not
1-42 pledged to pay the principal of or interest on district bonds; or

1-43 (3) district bonds that have been authorized but not
1-44 sold.

1-45 (c) A loan for which taxes or bonds are pledged must mature
1-46 not later than the first anniversary of the date the loan is made. A
1-47 loan for which district revenue is pledged must mature not later
1-48 than the fifth anniversary of the date the loan is made.

1-49 [Sections 1119.102-1119.150 reserved for expansion]

1-50 SUBCHAPTER D. BONDS

1-51 Sec. 1119.151. ADDITIONAL MEANS OF SECURING REPAYMENT OF

1-52 BONDS. In addition to the authority to issue general obligation
1-53 bonds and revenue bonds under Subchapter G, Chapter 286, Health and
1-54 Safety Code, the board may provide for the security and repayment of
1-55 district bonds from a pledge of a combination of taxes as authorized
1-56 by Section 286.142, Health and Safety Code, and revenue and other
1-57 sources as authorized by Section 286.144, Health and Safety Code.

1-58 Sec. 1119.152. USE OF BOND PROCEEDS. The district may use
1-59 the proceeds of bonds issued under Chapter 286, Health and Safety
1-60 Code, to pay:

1-61 (1) any expense the board determines is reasonable and
1-62 necessary to issue, sell, and deliver the bonds;

1-63 (2) interest payments on the bonds during a period of

2-1 acquisition or construction of a project or facility to be provided
2-2 through the bonds, not to exceed five years;

2-3 (3) costs related to the operation and maintenance of
2-4 a project or facility to be provided through the bonds:

2-5 (A) during an estimated period of acquisition or
2-6 construction, not to exceed five years; and

2-7 (B) for one year after the project or facility is
2-8 acquired or constructed;

2-9 (4) costs related to the financing of the bond funds,
2-10 including debt service reserve and contingency funds;

2-11 (5) costs related to the bond issuance;

2-12 (6) costs related to the acquisition of land or
2-13 interests in land for a project or facility to be provided through
2-14 the bonds; and

2-15 (7) costs of construction of a project or facility to
2-16 be provided through the bonds, including the payment of related
2-17 professional services and expenses.

2-18 SECTION 2. This Act takes effect immediately if it receives
2-19 a vote of two-thirds of all the members elected to each house, as
2-20 provided by Section 39, Article III, Texas Constitution. If this
2-21 Act does not receive the vote necessary for immediate effect, this
2-22 Act takes effect September 1, 2011.

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