By: Coleman H.B. No. 3798

Substitute the following for H.B. No. 3798:

By: Hernandez Luna C.S.H.B. No. 3798

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to expenditures made by emergency services districts.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 775.073, Health and Safety Code, is
- 5 amended to read as follows:
- 6 Sec. 775.073. EXPENDITURES [METHOD OF PAYMENT]. (a)
- 7 Except as otherwise provided by this section, district [District]
- 8 funds may be disbursed only by check, draft, order, or other
- 9 instrument that:
- 10 <u>(1) is signed by at least a majority of the board's</u>
- 11 commissioners; or
- 12 (2) is signed by the treasurer and countersigned by
- 13 the president. [If the treasurer is absent or unavailable, the
- 14 assistant treasurer may sign for the treasurer. If the president is
- 15 absent or unavailable, the vice president may sign for the
- 16 president.
- 17 (b) The board by resolution may allow a district employee
- 18 who has executed a bond in an amount equal to the amount required
- 19 for the district treasurer to sign an instrument to disburse
- 20 <u>district funds.</u> An expenditure of more than \$2,000 may not be paid
- 21 [from tax money] unless [a sworn itemized account covering] the
- 22 expenditure is presented to the board and the board approves the
- 23 expenditure.
- 24 (c) The board may authorize the disbursement of district

C.S.H.B. No. 3798

- 1 funds transferred by federal reserve wire system. The board by
- 2 resolution may authorize wire transfers to accounts in the
- 3 district's name or accounts not in the district's name.
- 4 (d) Any property, including an interest in property,
- 5 purchased or leased using district funds, wholly or partly, must
- 6 remain the property of the district, regardless of whether the
- 7 property is used by a third party under a contract for services or
- 8 otherwise, until:
- 9 (1) the property is sold to a third party following the
- 10 procedures authorized under Section 263.003, 263.007, or 263.008,
- 11 Local Government Code; or
- 12 (2) the property is disposed of in accordance with
- 13 Subchapter J.
- 14 SECTION 2. This Act takes effect September 1, 2013.