

By: Clardy

H.B. No. 3333

A BILL TO BE ENTITLED

AN ACT

relating to financial provisions applicable to certain public hospitals.

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

SECTION 1. Section 262.012(b), Health and Safety Code, is amended to read as follows:

(b) The resolution authorizing the issuance of revenue bonds or the trust indenture securing the bonds may prescribe the method of selecting a majority of the directors and the term of office of those directors, and the terms of directors appointed before the issuance of the bonds are subject to the resolution or trust indenture. The governing body or governing bodies shall appoint the remaining directors. The method of selecting directors and the term of office of those directors prescribed by the resolution or trust indenture remains in place after retirement of the bonds.

SECTION 2. Section 262.039(a), Health and Safety Code, is amended to read as follows:

(a) This section applies only to an authority that:

(1) is located in:

(A) a county of 2.4 [3.3] million or more; or

(B) a municipality of less than 15,000;

(2) has assets that exceed the amount of any [no] outstanding bonds issued under Subchapter D; and

1           (3) does not own or operate a hospital.

2           SECTION 3. Section 315.002(c), Health and Safety Code, is  
3 amended to read as follows:

4           (c) A loan authorized by this section must mature:

5           (1) not later than the first anniversary of the date  
6 the loan is made, if taxes are pledged to repay the loan; ~~and~~

7           (2) not later than the fifth anniversary of the date  
8 the loan is made, if hospital revenue is pledged to repay the loan;  
9 and

10           (3) not later than the 30th anniversary of the date the  
11 loan is made, if at least 80 percent of the loan value is guaranteed  
12 by a federal loan guarantee program available to health care  
13 facilities, notwithstanding Subdivisions (1) and (2).

14           SECTION 4. Section 223.034, Health and Safety Code, is  
15 repealed.

16           SECTION 5. This Act takes effect September 1, 2015.