By: Spiller

H.B. No. 3191

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the elections and operations of certain hospital
3	districts.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subchapter G, Chapter 285 , Health and Safety
6	Code, is amended by adding Section 285.082 to read as follows:
7	Sec. 285.082. RESIGNATION OF TERM. (a) A member of the
8	governing board of a hospital district is considered to have
9	resigned the member's position if the member is absent from five or
10	more regularly scheduled board meetings that the member is eligible
11	to attend in any 12-month period without an excuse approved by a
12	majority vote of the board.
13	(b) A resignation under Subsection (a) is effective on the
14	date of the fifth regularly scheduled board meeting at which the
15	member is absent without an excuse approved by the board.
16	(c) The validity of an action of the board is not affected by
17	the fact that the action is taken during a period in which a board
18	member is considered to have resigned under Subsection (a).
19	SECTION 2. Section 286.022(c), Health and Safety Code, is
20	amended to read as follows:
21	(c) The petition may provide:
22	(1) the number of directors for the district, which
23	number must be an odd number; [and]
24	(2) the method by which directors are to be elected,

H.B. No. 3191 whether at large, by place, or by a combination of both, so that a 1 specific number of directors are elected from each commissioner 2 3 precinct and a specific number are elected at large; and 4 (3) whether directors will be elected to serve 5 two-year or four-year terms. 6 SECTION 3. Section 286.025(a), Health and Safety Code, is 7 amended to read as follows: 8 (a) The commissioners court shall give notice of the election by publishing a substantial copy of the election order in a 9 10 newspaper with general circulation in the proposed district in accordance with Section 4.003, Election Code [once a week for two 11 consecutive weeks]. 12 SECTION 4. Section 286.041, Health and Safety Code, 13 is 14 amended to read as follows: 15 Sec. 286.041. BOARD OF DIRECTORS. The directors shall be elected at large, by place, or by a combination of both, 16 in 17 accordance with the petition prescribed by Section 286.021. SECTION 5. Section 286.042, Health and Safety Code, 18 is amended to read as follows: 19 Sec. 286.042. DIRECTOR'S ELECTION. (a) The 20 initial 21 directors shall be elected at an election to be held on the uniform election date [first Saturday] in May following the creation of the 22 23 district. 24 (b) If the directors are elected at large for two-year 25 terms: 26 (1) the appropriate number of candidates receiving the 27 highest number of votes at the initial election of directors are

1 directors for the district;

2 (2) the number of directors equal to a majority of the 3 directors who receive the highest number of votes at the initial 4 election serve for a term of two years; and

5 (3) the remaining directors serve for a term of one6 year.

7 (c) If the directors are elected by place for two-year
8 terms:

9 (1) the candidate for a place receiving the highest 10 number of votes for election to that place is a director for the 11 district;

12 (2) a director elected to fill an even-numbered place13 at the initial election serves for a term of one year; and

14 (3) a director elected to fill an odd-numbered place15 at the initial election serves for a term of two years.

16 (d) If the directors are elected from commissioners 17 precincts and at large <u>for two-year terms</u>:

18 (1) the number of candidates equal to the number of 19 directors to be elected from each precinct who receive the highest 20 number of votes from a commissioner precinct are directors for that 21 precinct;

(2) the number of candidates equal to the number of directors to be elected at large who receive the highest number of votes from the district at large are directors for the district at large;

26 (3) a candidate elected from an odd-numbered precinct
27 at the initial election serves for a term of two years;

H.B. No. 3191 1 (4) a candidate elected from an even-numbered precinct 2 at the initial election serves for a term of one year; (5) a candidate elected as the director from the 3 district at large at the initial election serves for a term of two 4 5 years; and 6 (6) if more than one director is elected at large, half 7 of the directors elected serve two-year terms, and the other half 8 serve one-year terms. 9 (d-1) If the directors are elected at large for four-year 10 terms: (1) the appropriate number of candidates receiving the 11 highest number of votes at the initial election of directors are 12 directors for the district; 13 14 (2) the number of directors equal to a majority of the 15 directors who receive the highest number of votes at the initial election serve for a term of three years if elected in an 16 17 odd-numbered year or four years if elected in an even-numbered year; and 18 19 (3) the remaining directors serve for a term of one year if elected in an odd-numbered year or two years if elected in 20 21 an even-numbered year. (d-2) If the directors are elected by place for four-year 22 23 terms: 24 (1) the candidate for a place receiving the highest 25 number of votes for election to that place is a director for the district; 26 27 (2) a director elected to fill an even-numbered place

1	at the initial election serves for a term of one year if elected in
2	an odd-numbered year or two years if elected in an even-numbered
3	year; and
4	(3) a director elected to fill an odd-numbered place
5	at the initial election serves for a term of three years if elected
6	in an odd-numbered year or four years if elected in an even-numbered
7	year.
8	(d-3) If the directors are elected from commissioners
9	precincts and at large for four-year terms:
10	(1) the number of candidates equal to the number of
11	directors to be elected from each precinct who receive the highest
12	number of votes from a commissioner precinct are directors for that
13	<pre>precinct;</pre>
14	(2) the number of candidates equal to the number of
15	directors to be elected at large who receive the highest number of
16	votes from the district at large are directors for the district at
17	large;
18	(3) a candidate elected from an odd-numbered precinct
19	at the initial election serves for a term of three years if elected
20	in an odd-numbered year or four years if elected in an even-numbered
21	year;
22	(4) a candidate elected from an even-numbered precinct
23	at the initial election serves for a term of one year if elected in
24	an odd-numbered year or two years if elected in an even-numbered
25	year;
26	(5) a candidate elected as the director from the
27	district at large at the initial election serves for a term of three

1 years if elected in an odd-numbered year or four years if elected in 2 an even-numbered year; and 3 (6) if more than one director is elected at large, half of the directors elected at large serve for a term described by 4 Subdivision (4) for a candidate elected from an even-numbered 5 precinct, and the other half serve for a term described by 6 Subdivision (3) for a candidate elected from an odd-numbered 7 8 precinct. 9 (e) After the initial election of directors, an election 10 shall be held on the uniform election date [first Saturday] in May of each year or every other year, as applicable, to elect the 11 12 appropriate number of successor directors for two-year terms or four-year terms as specified in the petition to create the 13 14 district. 15 SECTION 6. Section 286.043, Health and Safety Code, is amended to read as follows: 16 17 Sec. 286.043. NOTICE OF ELECTION. Notice [Before the 35th day before the date of an election of directors, notice] of an [the] 18 19 election shall be published [one time] in a newspaper with general circulation in the district in accordance with Section 4.003, 20 Election Code. 21 SECTION 7. The heading to Section 286.044, Health and 22 Safety Code, is amended to read as follows: 23 24 Sec. 286.044. APPLICATION FOR PLACE ON BALLOT [PETITION]. SECTION 8. Section 286.044(a), Health and Safety Code, is 25 26 amended to read as follows: 27 (a) A person who wishes to have the person's name printed on

1 the ballot as a candidate for director must file an application with
2 the secretary of the board <u>in accordance with Chapter 144</u>, Election
3 Code.

4 SECTION 9. Section 286.053, Health and Safety Code, is 5 amended to read as follows:

6 Sec. 286.053. APPOINTMENTS TO STAFF. The board may:

7 (1) appoint to the staff any <u>health care practitioners</u>
8 [doctors] the board considers necessary for the efficient operation
9 of the district; and

10 (2) grant clinical privileges on a [make] temporary or
 11 emergency basis as [appointments] the board considers necessary.

SECTION 10. Section 286.078(b), Health and Safety Code, is amended to read as follows:

(b) The board may enter into <u>a public work contract as</u> <u>authorized under Chapter 2269, Government Code</u> [construction contracts that involve spending more than \$10,000 only after competitive bidding as provided by Subchapter B, Chapter 271, Local Covernment Code].

SECTION 11. Section 286.101(f), Health and Safety Code, is amended to read as follows:

(f) [The election shall be held after the 45th day and on or before the 60th day after the date the election is ordered.] The election shall be ordered and notice of the election shall be given in the same manner as provided by Sections 286.024 and 286.025 for ordering and giving notice of an election authorizing creation of the district. Section 41.001(a), Election Code, does not apply to an election held under this section.

SECTION 12. Section 286.102(c), Health and Safety Code, is
 amended to read as follows:

3 (c) [The election shall be held not later than the 60th day 4 after the date the election is ordered.] Section 41.001(a), 5 Election Code, does not apply to an election ordered under this 6 section.

7 SECTION 13. Section 286.129, Health and Safety Code, is 8 amended to read as follows:

9 Sec. 286.129. SPENDING AND INVESTMENT LIMITATIONS. (a) 10 Except as provided by <u>Sections</u> [Section] 286.078(a), [and by 11 Sections] 286.141, 286.144, and 286.145, and Chapter 315, the 12 district may not incur a debt payable from revenues of the district 13 other than the revenues on hand or to be on hand in the current and 14 immediately following fiscal year of the district.

(b) The board may invest operating, depreciation, or building reserves only in <u>investments authorized under Chapter</u> 2256, Government Code [+

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[(1) bonds of the United States;

19 [(2) certificates of indebtedness issued by the United
20 States secretary of the treasury;

21 [(3) bonds of this state or a county, municipality, or
22 school district of this state; or

23 [(4) shares or share accounts of savings and loan 24 associations organized under the laws of this state or federal 25 savings and loan associations domiciled in this state, if the 26 shares or share accounts are insured by the Federal Deposit 27 Insurance Corporation].

SECTION 14. Section 1070.111, Special District Local Laws
 Code, is amended to read as follows:

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3 Sec. 1070.111. CONSTRUCTION CONTRACTS. A construction 4 contract that involves the expenditure of more than \$10,000 may be 5 made only after advertising in the manner provided by Chapter 252, 6 Local Government Code, <u>or</u> Subchapter B, Chapter 271, Local 7 Government Code[, or Section 286.078, Health and Safety Code].

8 SECTION 15. The following provisions of the Health and 9 Safety Code are repealed:

10 (1) Section 286.023(g);

11 (2) Section 286.025(b); and

12 (3) Section 286.044(b).

13 SECTION 16. This Act takes effect September 1, 2023.