SECTION 2. (a) The legal notice of the intention to introduce this Act, setting forth the
general substance of this Act, has been published as provided by law, and the notice and a

copy of this Act have been furnished to all persons, agencies, officials, or entities to which
they are required to be furnished under Section 59, Article XVI, Texas Constitution, and
Chapter 313, Government Code.
(b) The governor, one of the required recipients, has submitted the notice and Act to the
Texas Commission on Environmental Quality.
(c) The Texas Commission on Environmental Quality has filed its recommendations
relating to this Act with the governor, the lieutenant governor, and the speaker of the house
of representatives within the required time.
(d) All requirements of the constitution and laws of this state and the rules and procedures
of the legislature with respect to the notice, introduction, and passage of this Act are fulfilled
and accomplished.
SECTION 3. This Act takes effect immediately if it receives a vote of two-thirds of all the
members elected to each house, as provided by Section 39, Article III, Texas Constitution. If
this Act does not receive the vote necessary for immediate effect, this Act takes effect
September 1, 2013.
Passed by the House on May 14, 2013: Yeas 143, Nays 0, 2 present, not voting; passed
by the Senate on May 22, 2013: Yeas 31, Nays 0.
Approved June 14, 2013.
Effective June 14, 2013.

CHAPTER 1117

H.B. No. 3896
AN ACT
relating to the Jack County Hospital District; authorizing the imposition of a tax.

Be it enacted by the Legislature of the State of Texas:

SECTION 1. Sections 1079.051(b) and (c), Special District Local Laws Code, are amended
to read as follows:

(b) Directors [Unless four-year terms are established under Section 285.051, Health and
Safety Code:
[2]—a director's] election shall be held [on the uniform election date in May of] each year
to elect the appropriate number of directors[; and]
[3]—the terms of the directors elected to places 1, 3, and 5 expire in even-numbered
years and the terms of the directors elected to places 2 and 4 expire in odd-numbered
years].

(c) A director's term begins on the first day of the month that immediately follows [June 1
following] the director's election.

SECTION 2. Subchapter E, Chapter 1079, Special District Local Laws Code, is amended
by adding Sections 1079.209 and 1079.210 to read as follows:

Sec. 1079.209. ADDITIONAL MEANS OF SECURING REPAYMENT OF BONDS. In
addition to the authority to issue general obligation bonds and revenue bonds under this
subchapter, the board may provide for the security and payment of district bonds from a
pledge of a combination of ad valorem taxes as authorized by Section 1079.202 and revenue
and other sources authorized by Section 1079.204.

Sec. 1079.210. USE OF BOND PROCEEDS. The district may use the proceeds of bonds
issued under this subchapter to pay:

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

(2) interest payments on the bonds during a period of acquisition or construction of a project or facility to be provided through the bonds, not to exceed five years;

(3) costs related to the operation and maintenance of a project or facility to be provided through the bonds:
   (A) during an estimated period of acquisition or construction, not to exceed five years; and
   (B) for one year after the project or facility is acquired or constructed;

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

(5) costs related to the bond issuance;

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

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

SECTION 3. Chapter 1079, Special District Local Laws Code, is amended by adding Subchapter G to read as follows:

SUBCHAPTER G. DISSOLUTION

Sec. 1079.301. DISSOLUTION; ELECTION. (a) The district may be dissolved only on approval of a majority of the district voters voting in an election held for that purpose.

(b) The board may order an election on the question of dissolving the district and disposing of the district’s assets and obligations.

(c) The board shall order an election if the board receives a petition requesting an election that is signed by at least 15 percent of the registered voters in the district.

(d) The order calling the election must state:
   (1) the nature of the election, including the proposition to appear on the ballot;
   (2) the date of the election;
   (3) the hours during which the polls will be open; and
   (4) the location of the polling places.

Sec. 1079.302. NOTICE OF ELECTION. (a) The board shall give notice of an election under this subchapter by publishing once a week for two consecutive weeks a substantial copy of the election order in a newspaper with general circulation in the district.

(b) The first publication of the notice must appear not later than the 35th day before the date set for the election.

Sec. 1079.303. BALLOT. The ballot for an election under this subchapter must be printed to permit voting for or against the proposition: “The dissolution of the Jack County Hospital District.”

Sec. 1079.304. ELECTION RESULTS. (a) If a majority of the votes in an election under this subchapter favor dissolution, the board shall find that the district is dissolved.

(b) If a majority of the votes in the election do not favor dissolution, the board shall continue to administer the district and another election on the question of dissolution may not be held before the first anniversary of the date of the most recent election to dissolve the district.

Sec. 1079.305. TRANSFER OR ADMINISTRATION OF ASSETS. (a) If a majority of the votes in an election held under this subchapter favor dissolution, the board shall:

   (1) transfer the land, buildings, improvements, equipment, and other assets that belong to the district to Jack County or another governmental entity in Jack County; or
Sec. 1079.306. IMPOSITION OF TAX AND RETURN OF SURPLUS TAXES. (a) After the board finds that the district is dissolved, the board shall:

(1) determine the debt owed by the district; and

(2) impose on the property included in the district’s tax rolls a tax that is in proportion of the debt to the property value.

(b) On the payment of all outstanding debts and obligations of the district, the board shall order the secretary to return to each district taxpayer the taxpayer’s pro rata share of all unused tax money.

(c) A taxpayer may request that the taxpayer’s share of surplus tax money be credited to the taxpayer’s county taxes. If a taxpayer requests the credit, the board shall direct the secretary to transmit the money to the county tax assessor-collector.

Sec. 1079.307. REPORT; DISSOLUTION ORDER. (a) After the district has paid all district debts and has disposed of all district money and other assets as prescribed by this subchapter, the board shall file a written report with the Commissioners Court of Jack County summarizing the board’s actions in dissolving the district.

(b) Not later than the 10th day after the date the Commissioners Court of Jack County receives the report and determines that the requirements of this subchapter have been fulfilled, the commissioners court shall enter an order dissolving the district and releasing the board from any further duty or obligation.

SECTION 4. (a) The election of the board of directors of the Jack County Hospital District scheduled to be held in 2014 must be held in November of that year. The directors elected to places 1 and 3 at the election shall serve three-year terms. The director elected to place 5 at the election shall serve a two-year term.

(b) The election of the board of directors scheduled to be held in November 2015 must be held, and the directors elected to places 2 and 4 at that election shall serve three-year terms.

(c) The directors elected at the elections to be held in November 2016, November 2017, and November 2018 shall serve three-year terms.

SECTION 5. (a) Except as provided by Subsection (b) of this section:

(1) this Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution; and

(2) if this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2013.

(b) Section 1079.051, Special District Local Laws Code, as amended by this Act, takes effect September 1, 2014.

Passed by the House on May 2, 2013: Yeas 146, Nays 1, 2 present, not voting; passed by the Senate on May 20, 2013: Yeas 31, Nays 0.

Approved June 14, 2013.

Effective June 14, 2013, except as provided by § 5(b).