## **BILL ANALYSIS**

Senate Research Center 78R9849 EMT-D H.B. 2764 By: Garza (Madla) Intergovernmental Relations 5/17/2003 Engrossed

## **DIGEST AND PURPOSE**

Some small municipal hospital authorities are finding it difficult to meet the growth and demands of their service delivery area. Currently a municipal hospital authority established under the Health and Safety Code, Chapter 262, Subchapter C, Section 262.0225, may borrow money from a federally insured lending institution for any of the authority's purposes, if the authority is created by a municipality with a population of less than 5,000. Therefore, by inference, those authorities that are created by a municipality with a population greater than 5,000 may not borrow money.

H.B. 2764 increases to 25,000 that population limit regarding the authority of certain municipal hospital authorities to borrow money.

## **RULEMAKING AUTHORITY**

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

## SECTION BY SECTION ANALYSIS

SECTION 1. Amends Section 262.0225(a), Health and Safety Code, to provide that this section applies only to an authority created by a municipality with a population of less than 25,000, rather than 5,000.

SECTION 2. Effective date: upon passage or September 1, 2003.