

## **BILL ANALYSIS**

Senate Research Center  
79R3549 KEG-D

S.B. 787  
By: Williams  
State Affairs  
3/23/2005  
As Filed

### **AUTHOR'S/SPONSOR'S STATEMENT OF INTENT**

The Local Government Code authorizes a political subdivision to extend the same accident and health benefits coverage to employees of affiliated service contractors, such as a chamber of commerce, as are provided for political subdivision employees. Currently, chambers of commerce and other not-for-profit agencies must receive 50 percent of their revenue from political subdivision contracts to participate in the risk pool.

As proposed, S.B. 787 allows chambers of commerce and other not-for-profit agencies that receive 25 percent or more of their revenue from political subdivision contract to join a political subdivision risk pool.

### **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 172.003(1), Local Government Code, to redefine "affiliated service contractor."

SECTION 2. Effective date: upon passage or September 1, 2005.