

## CHAPTER 176

## H.B. No. 689

## AN ACT

relating to banking corporations or associations or individual bankers eligible to be selected as depositories of certain cities, towns, or villages.

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

SECTION 1. Article 2559, Revised Statutes, is amended to read as follows:

Art. 2559. The governing body of every city, town and village in the State of Texas, incorporated under either the General or Special Laws, including those operating under special charter or amendments of charter adopted pursuant to the "Home Rule" provisions of the Constitution, is authorized to receive applications for the custody of city funds from any banking corporation, association or individual banker that may desire to be selected as a depository of the city, town or village. The school funds, from whatever source derived of incorporated cities, is part of the city funds and is subject to the provisions of this Act. Notice that such applications will be received shall be published by the City Secretary not less than one (1) nor more than four (4) weeks before said meeting in some newspaper published in that city. Any banking corporation, association or individual banker desiring to apply to be designated as a depository of the funds of such city, town, or village shall deliver to the city secretary on/or before the day of such meeting designated by such published notice, its application for such funds. *If* [~~provided, however, that if~~] any city has two or more banking institutions doing business within the city, the city shall consider bids and applications from only those institutions, *except that a general law city with a population of more than 20,000, according to the most recent federal decennial census, may consider applications from any applicant located in the county in which the city is located or an adjacent county.*

SECTION 2. The importance of this legislation and the crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended, and that this Act take effect and be in force from and after its passage, and it is so enacted.

Passed by the House on March 4, 1987, by the following vote: Yeas 137, Nays 1, 1 present, not voting. Passed by the Senate on May 14, 1987, by the following vote: Yeas 30, Nays 0.

Approved May 25, 1987.

Effective May 25, 1987.