



OCT 10 2006

## OPINION COMMITTEE

## The Senate of The State of Texas

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Senator Royce West
District 23

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RQ.0540-GA

October 3, 2006

The Honorable Greg Abbott Attorney General 209 W.14th Austin, TX 78711-2548 EXECUTIVE ADMINISTRATION MAIL DISTRIBUTION

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## Dear Attorney General Abbott:

During the 79th Regular Session, I authored S.B. 1501, which would have created a new revenue source to address indigent and uncompensated out-of-county hospital care expenses by assessing a nominal fee on international wire transfers. Under that bill, the fee would have been one-half of one percent of the total amount wired abroad and would have been remitted to the comptroller of public accounts each quarter. The Comptroller would then have distributed the fee back to the county, which could use it only for indigent health care expenses.

I filed this legislation in response to the problem of the mounting debts being borne by our large hospital districts and urban counties. I plan on filing similar legislation in the upcoming 80th Regular Session.

The Lieutenant Governor has charged the Senate Finance Committee with two charges for interim study which relate to the issues of indigent and uncompensated care. Under Charge #4, the Committee will review health care funding, including hospital reimbursements and trauma and indigent care. Under Charge #9, the Committee will determine the number of commercial and consumer transactions - including wire transfers - that occur in Texas, determine the amount of monies that are sent internationally from Texas and study the feasibility of creating a pilot program in Harris County that captures a percentage of revenues from such transactions. Charge #9 also charges the Committee to request an opinion from the Attorney General's Office to pursue these revenues as a potential source for health care funding.

In order for us to examine this issue, I would like to request that the Attorney General issue an opinion on the following three issues:

- 1. Whether the international wire transfer fee, as proposed in S.B. 1501, violates the Equal Protection Clause of the U.S. Constitution.
- 2. Whether the international wire transfer, as proposed in S.B. 1501, violates the foreign commerce clause in the U.S. Constitution Article 1, §8, cl.3.
- 3. Whether the international wire transfer fee, as proposed in S.B. 1501, is a tax on international wire transfers rather than a fee.

In addition, I would appreciate it if you could provide me with any case law or related information that might be relevant to this request.

Your assistance in providing the information requested will greatly enable us to determine how best to move forward in addressing the problem of indigent and uncompensated care in Texas.

Should you have any questions, please don't hesitate to contact me.

Sincerely, Page Wuy

Senator Royce West

Chairman, Senate Intergovernmental Relations Committee