By: Perry S.B. No. 2022

A BILL TO BE ENTITLED

1	AN ACT	

- 2 relating to the liability of entities contracted with the
- 3 Department of Family and Protective Services to provide
- 4 community-based care or child welfare services.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 264.170, Family Code, is amended to read 7 as follows:
- 8 Sec. 264.170. LIMITED LIABILITY FOR SINGLE SOURCE CONTINUUM
- 9 CONTRACTOR OR OTHER ENTITY CONTRACTED TO PROVIDE CHILD WELFARE
- 10 SERVICES AND RELATED PERSONNEL. (a) A nonprofit entity that
- 11 contracts with the department to provide services as a single
- 12 source continuum contractor under this subchapter is considered to
- 13 be a charitable organization for the purposes of Chapter 84, Civil
- 14 Practice and Remedies Code, with respect to the provision of those
- 15 services, and that chapter applies to the entity and any person who
- 16 is an employee or volunteer of the entity.
- 17 (b) The limitations on liability provided by this section
- 18 apply:
- 19 (1) only to an act or omission by the entity or person,
- 20 as applicable, that occurs:
- $\underline{\text{(A)}}$ while the entity or person is acting within
- 22 the course and scope of the entity's contract with the department;
- 23 or
- 24 (B) while the person is acting within the course

- 1 and scope of [and] the person's duties for the entity; and
- 2 (2) only if insurance coverage in the minimum amounts
- 3 required by Chapter 84, Civil Practice and Remedies Code, is in
- 4 force and effect at the time a cause of action for personal injury,
- 5 death, or property damage accrues.
- 6 (c) An entity or person described by Subsection (a), or an
- 7 entity contracted with the Department of Family and Protective
- 8 Services to provide family preservation, foster care, or adoption
- 9 services may not be held liable for damages in excess of the
- 10 amounts provided by Section 84.006, Civil Practice and Remedies
- 11 Code, for a claim of negligence in the supervision or treatment of
- 12 <u>a child in the entity's custody or control unless the claimant</u>
- 13 establishes by clear and convincing evidence that the entity or
- 14 person failed to comply with laws or rules regarding the
- 15 <u>supervision or treatment of children.</u>
- 16 (d) An entity or person described by Subsection (a) may not
- 17 be held liable for damages in excess of the amounts provided by
- 18 Section 84.006, Civil Practice and Remedies Code, for a claim of
- 19 negligence in the hiring, training, supervision, or retention of an
- 20 employee or volunteer unless the claimant establishes by clear and
- 21 convincing evidence that the entity or person failed to comply
- 22 <u>with:</u>
- (1) the terms of the entity's contract with the
- 24 department; or
- 25 (2) laws or rules applicable to child-care facilities,
- 26 <u>as defined by Section 42.002</u>, Human Resources Code.
- (e) An entity described by Subsection (a) may not be held

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- 1 liable under a theory of vicarious liability for damages in excess
- 2 of the amounts provided by Section 84.006, Civil Practice and
- 3 Remedies Code, if the claim is based on an employee's or a
- 4 volunteer's conduct that is intentional or done with conscious
- 5 indifference or reckless disregard for the safety of others.
- 6 SECTION 2. Section 264.170, Family Code, as amended by this
- 7 Act, applies only to a cause of action that accrues on or after the
- 8 effective date of this Act. A cause of action that accrued before
- 9 the effective date of this Act is governed by the law as it existed
- 10 immediately before the effective date of this Act, and that law is
- 11 continued in effect for that purpose.
- 12 SECTION 3. This Act takes effect September 1, 2023.

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