By: Campbell

S.B. No. 2378

A BILL TO BE ENTITLED

1	AN ACT
2	relating to prohibiting a public entity from providing financial
3	assistance for abortion or abortion-related services; providing
4	civil penalties.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Chapter 2273, Government Code, is amended to
7	read as follows:
8	CHAPTER 2273. PROHIBITED TRANSACTIONS
9	Sec. 2273.001. DEFINITIONS. In this chapter:
10	(1) "Abortion" has the meaning assigned by Section
11	245.002, Health and Safety Code.
12	(2) "Abortion provider" means:
13	(A) a facility licensed under Chapter 245, Health
14	and Safety Code; [or]
15	(B) an ambulatory surgical center <u>defined and</u>
16	licensed under Chapter 243, Health and Safety Code, that performs
17	abortions; or [is used to perform more than 50 abortions in any
18	12-month period]
19	(C) a physician as defined by Section 151.002,
20	Occupations Code, a pharmacist or pharmacy, as defined by Section
21	551.003, Occupations Code, or a health care entity that performs,
22	prescribes, or provides abortions.
23	(3) "Affiliate" means a person or entity who enters
24	into with another person or entity a legal relationship created or

1 governed by at least one written instrument, including a
2 certificate of formation, a franchise <u>or membership</u> agreement,
3 standards of affiliation, bylaws, or a license, that demonstrates:
4 (A) common ownership, management, or control

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4 (A) common ownership, management, or control5 between the parties to the relationship;

6 (B) a franchise granted by the person or entity 7 to the affiliate; or

8 (C) the granting or extension of a license or 9 other agreement authorizing the affiliate to use the other person's 10 or entity's brand name, trademark, service mark, or other 11 registered identification mark.

(4) <u>"Financial assistance" means, with respect to a</u>
 <u>government program, governmental payments provided as</u>
 reimbursement for carrying out health-related activities.

15 (5) "Health care entity" includes an individual 16 physician, pharmacist, or pharmacy technician; a postgraduate 17 physician training program; and a participant in a program of 18 training in the health professions.

19 (6) "Postgraduate physician training program"
20 includes a residency training program.

21 <u>(7) "Public</u> ["Governmental] entity" means this state, 22 a state agency in the executive, judicial, or legislative branch of 23 state government, <u>county</u>, <u>city</u>, <u>public</u> school district, <u>public</u> 24 <u>hospital district</u>, <u>any public hospital district or public</u> 25 <u>university that offers a postgraduate physician training program or</u> 26 <u>residency program</u>, <u>or any local</u> or [a] political subdivision of 27 this state or an agency of the political subdivision.

1 (8) [(5)] "Taxpayer resource transaction" means a 2 sale, purchase, lease, loan, grant, reimbursement, financial assistance, donation of money, goods, services, or real property, 3 4 or any other transaction between a public [governmental] entity and a private entity that provides to the private entity something of 5 value derived from state or local tax revenue, regardless of 6 whether the public [governmental] entity receives something of 7 value in return. The term does not include the provision of basic 8 9 public services, including fire and police protection and utilities, by a public [governmental] entity to an abortion 10 11 provider or affiliate in the same manner as the entity provides the services to the general public. The term includes advocacy or 12 lobbying by or on behalf of a public [governmental] entity on behalf 13 of the interests of an abortion provider or affiliate, but does not 14 15 include:

16 (A) an officer or employee of a <u>public</u> 17 [governmental] entity providing information to a member of the 18 legislature or appearing before a legislative committee at the 19 request of the member or committee;

(B) an elected official advocating for or against or otherwise influencing or attempting to influence the outcome of legislation pending before the legislature while acting in the capacity of an elected official; or

(C) an individual speaking as a private citizenon a matter of public concern.

26 Sec. 2273.002. APPLICABILITY. [(a) This chapter does
27 not apply to:

1 [(1) a hospital licensed under Chapter 241, Health and 2 Safety Code; [(2) the office of a physician licensed under Subtitle 3 4 B, Title 3, Occupations Code, that performs 50 or fewer abortions in any 12-month period; 5 [(3) a state hospital as defined by Section 552.0011, 6 7 Health and Safety Code; [(4) a teaching hospital of a public or private 8 9 institution of higher education; or [(5) an accredited residency program providing 10 11 training to resident physicians. [(b)] For purposes of this chapter, a facility is not 12 considered to be an abortion provider solely based on the 13 performance of a procedure [an abortion] at the facility during a 14 medical emergency as defined by Section 171.002, Health and Safety 15 16 Code, or to save the life of the mother. 17 Sec. 2273.003. ABORTION PROVIDER AND AFFILIATE TRANSACTIONS PROHIBITED [; EXCEPTION]. (a) A public entity in this 18 state shall not make [Except as provided by Subsection (b), a 19 qovernmental entity may not enter into] a taxpayer resource 20 transaction with any funds under its control to prescribe, provide, 21 perform, or induce an abortion; assist in the prescription, 22 provision, or performance of an abortion; refer for an abortion; or 23 provide facilities for an abortion or for training to prescribe, 24 provide, or perform [provider or an affiliate of] an abortion 25 [provider]. 26 (b) A public entity in this state shall not enter into [This 27

section does not apply to] a taxpayer resource transaction with an abortion prescriber or provider or an affiliate of an abortion provider, including pharmacies.

4 (c) A public entity in this state shall not assist in the 5 training of staff or students, or conduct training for any health 6 care entity, on abortion [that is subject to a federal law in 7 conflict with Subsection (a) as determined by the executive 8 commissioner of the Health and Human Services Commission and 9 confirmed in writing by the attorney general].

10 Sec. 2273.004. INJUNCTION; WAIVER OF IMMUNITY. (a) The 11 attorney general may bring an action in the name of the state to 12 enjoin a violation of Section 2272.003. The attorney general may 13 recover reasonable attorney's fees and costs incurred in bringing 14 an action under this subsection <u>and Section 2273.006</u>.

15 (b) Sovereign or governmental immunity, as applicable, of a 16 governmental entity to suit and from liability is waived to the extent of liability created by Subsection (a) and Section 2273.003. 17 18 Sec. 2273.005. CONSTRUCTION OF CHAPTER. (a) This section supersedes any previous law regarding restrictions on the use of 19 20 public funds for abortion or on taxpayer resource transactions with abortion providers or affiliates of abortion providers. If any 21 current or future law regarding restrictions on the use of public 22

24 <u>abortion providers or affiliates of abortion providers conflicts</u>
 25 with this section, the more restrictive provision shall apply.

funds for abortion or on taxpayer resource transactions with

26 (b) This chapter may not be construed to restrict a 27 municipality or county from prohibiting abortion.

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1	Sec. 2273.006. ENFORCEMENT. (a) The attorney general may
2	bring an action in the name of the state to enjoin a violation of
3	Section 2273.003.
4	(b) A person may bring a civil action to enjoin a violation
5	of Section 2273.003 for the person and for the state. The action
6	must be brought in the name of the person and of the state. A person
7	bringing an action under this chapter shall serve a copy of the
8	petition and a written disclosure of substantially all material
9	evidence and information the person possesses on the attorney
10	general in compliance with the Texas Rules of Civil Procedure.
1 1	(a) There are a signature this short on is subject to a simil

11 (c) A person who violates this chapter is subject to a civil 12 penalty of up to \$25,000 for each violation. An entity that 13 violates this chapter is subject to a civil penalty of up to \$50,000 14 for each violation and a loss of funding from the applicable public 15 entity.

16 SECTION 2. The Health and Human Services Commission shall 17 adopt rules or enter into binding agreements, such as with an 18 accrediting agency described by the federal Coats-Snowe Amendment 19 (42 U.S.C. Section 238n), as necessary to implement the changes in 20 law made by Section 1 of this Act.

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SECTION 3. This Act takes effect September 1, 2023.

2023S0277-1 03/09/23