By: Chisum, Wise H.B. No. 44

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the duties of and the renaming of the small business
- 3 stationary source assistance program as the small business
- 4 compliance assistance program.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 382.0365, Health and Safety Code, is
- 7 transferred to Subchapter D, Chapter 5, Water Code, redesignated as
- 8 Section 5.135, Water Code, and amended to read as follows:
- 9 Sec. 5.135 [382.0365]. SMALL BUSINESS COMPLIANCE
- 10 [STATIONARY SOURCE] ASSISTANCE PROGRAM. (a) The commission shall
- 11 establish a small business [stationary source technical and
- 12 <u>environmental</u>] compliance assistance program.
- 13 (b) The program shall include:
- 14 (1) mechanisms to develop, collect, and coordinate
- 15 information about compliance methods and technologies for small
- 16 businesses [business stationary sources] and to encourage
- 17 cooperation between those <u>small businesses</u> [<u>sources</u>] and other
- 18 persons to achieve compliance with applicable air quality, water
- 19 quality, and solid waste laws;
- 20 (2) mechanisms to assist small businesses [business
- 21 stationary sources] with pollution prevention and the prevention
- 22 and detection of accidental releases, including information about
- 23 alternative technologies, process changes, products, and methods
- of operation to reduce air pollution, water pollution, and improper

## 1 disposal of solid waste;

- 2 (3) an ombudsman to help small businesses [business
- 3 stationary sources] meet the requirements of the federal Clean Air
- 4 Act Amendments of 1990 (Pub.L. No. 101-549), as amended, the
- 5 Federal Water Pollution Control Act (33 U.S.C. Section 1251 et
- 6 seq.), as amended, and the federal Solid Waste Disposal Act (42
- 7 U.S.C. Section 6901 et seq.), as amended;
- 8 (4) a compliance assistance program to help small
- 9 businesses [business stationary sources] identify the requirements
- 10 for and obtain required permits in a timely and efficient manner;
- 11 (5) notification procedures to assure that small
- 12 businesses [business stationary sources] receive notice of their
- 13 rights and obligations under the federal Clean Air Act Amendments
- 14 of 1990 (Pub.L. No. 101-549), as amended, the Federal Water
- 15 Pollution Control Act (33 U.S.C. Section 1251 et seq.), as amended,
- and the federal Solid Waste Disposal Act (42 U.S.C. Section 6901 et
- 17 seq.), as amended, in time to identify applicable requirements and
- 18 evaluate and implement appropriate compliance methods;
- 19 (6) auditing services or referrals for small business
- 20 stationary source operations to determine compliance with the
- federal Clean Air Act Amendments of 1990 (Pub.L. No. 101-549), as
- 22 amended; and
- 23 (7) procedures for considering a request by a small
- 24 business [stationary source] to modify work practices,
- 25 technological compliance methods, or an implementation schedule
- 26 requirement that precedes a compliance date, taking into account
- 27 the technological and financial capability of that source.

- 1 (c) The program shall include a <u>small business</u> compliance
- 2 assistance advisory panel that consists of the following seven
- 3 members:
- 4 (1) two members who are not owners or representatives
- 5 of owners of small business stationary sources, selected by the
- 6 governor to represent the public;
- 7 (2) two members who are owners or who represent owners
- 8 of small business stationary sources, selected by the speaker of
- 9 the house of representatives;
- 10 (3) two members who are owners or who represent owners
- of small business stationary sources, selected by the lieutenant
- 12 governor; and
- 13 (4) one member selected by the chairman of the
- 14 commission to represent the commission.
- 15 (d) The <u>small business</u> compliance <u>assistance</u> advisory panel
- 16 shall:
- 17 (1) give advisory opinions on the effectiveness of the
- 18 program, the difficulties of implementing the program, and the
- incidence and severity of enforcement;
- 20 (2) report periodically to the administrator
- 21 regarding the program's compliance with requirements of the
- 22 Paperwork Reduction Act of 1980 (Pub.L. No. 96-511), as amended,
- 23 the Regulatory Flexibility Act (5 U.S.C. Section 601 et seq.), as
- amended, and the Equal Access to Justice Act (Pub.L. No. 96-481), as
- 25 amended;
- 26 (3) review information the program provides to small
- 27 businesses [business stationary sources] to assure the information

- 1 is understandable to nonexperts; and
- 2 (4) distribute opinions, reports, and information
- 3 developed by the panel.
- 4 (e) The commission shall enter into a memorandum of
- 5 understanding with the Texas Department of Economic Development
- 6 [Commerce] to coordinate assistance to any small business in
- 7 applying for permits from the commission.
- 8 (f) The commission may adopt rules reasonably necessary to
- 9 implement this section. Rules relating to air pollution must
- 10 comply [in compliance] with Section 507 of the federal Clean Air Act
- 11 (42 U.S.C. Section 7661f), as added by Section 501 of the federal
- 12 Clean Air Act Amendments of 1990 (Pub.L. No. 101-549), as amended,
- and regulations adopted under that Act.
- 14 (q) [The commission may also assist under this program small
- 15 businesses that employ at least 100 but not more than 250
- 16 individuals.
- 17  $\left[\frac{\text{(h)}}{\text{)}}\right]$  In this section:
- 18 (1) "Program" means the small business [stationary
- 19 source technical and environmental] compliance assistance program.
- 20 (2) "Small business" means:
- 21 (A) a small business stationary source; or
- 22 (B) a business that employs at least 100 but not
- 23 more than 250 individuals.
- 24 (3) "Small business stationary source" has the meaning
- assigned by Section 507(c) of the federal Clean Air Act (42 U.S.C.
- 26 Section 7661f), as added by Section 501 of the federal Clean Air Act
- 27 Amendments of 1990 (Pub.L. No. 101-549), as amended.

1 SECTION 2. Section 481.0068(b), Government Code, is amended 2 to read as follows:

- 3 (b) The Office of Small Business Assistance shall:
- 4 (1) examine the role of small and historically
- 5 underutilized businesses in the state's economy and the
- 6 contribution of small and historically underutilized businesses in
- 7 generating economic activity, expanding employment opportunities,
- 8 promoting exports, stimulating innovation and entrepreneurship,
- 9 and bringing new and untested products and services to the
- 10 marketplace;
- 11 (2) serve as the principal focal point in the state for
- 12 small and historically underutilized businesses by:
- 13 (A) providing to the legislature information on
- 14 the effects of proposed policies or actions;
- 15 (B) assisting state agencies in determining the
- 16 impact proposed rules have on small businesses as required by
- 17 Section 2006.002; and
- 18 (C) assisting the agencies in reducing the
- 19 adverse effect that rules have on small businesses, if appropriate;
- 20 (3) evaluate the effectiveness of efforts of state
- 21 agencies and other entities to assist small and historically
- 22 underutilized businesses and make appropriate recommendations to
- 23 the legislature and state agencies to assist the development and
- 24 strengthening of small and historically underutilized businesses;
- 25 (4) identify regulations that inhibit small and
- 26 historically underutilized business development and to the extent
- 27 possible identify conflicting state policy goals;

- 1 (5) determine the availability of financial and other
- 2 resources to small and historically underutilized businesses and
- 3 recommend methods for:
- 4 (A) increasing the availability of equity
- 5 capital and other forms of financial assistance to small and
- 6 historically underutilized businesses;
- 7 (B) generating markets for the goods and services
- 8 of small and historically underutilized businesses;
- 9 (C) providing more effective education,
- 10 training, and management and technical assistance to small and
- 11 historically underutilized businesses; and
- 12 (D) providing assistance to small and
- 13 historically underutilized businesses in complying with federal,
- 14 state, and local laws;
- 15 (6) identify the reasons for small and historically
- 16 underutilized business successes and failures, ascertain the
- 17 related factors that are particularly important in this state, and
- 18 recommend actions for increasing the success rate of small and
- 19 historically underutilized businesses;
- 20 (7) serve as a focal point for receiving comments and
- 21 suggestions concerning state government policies and activities
- that affect small and historically underutilized businesses;
- 23 (8) develop and suggest proposals for changes in state
- 24 policies and activities that adversely affect small and
- 25 historically underutilized businesses;
- 26 (9) provide to state agencies information on the
- 27 effects of proposed policies or actions that affect small and

- 1 historically underutilized businesses;
- 2 (10) provide information and assistance relating to
- 3 establishing, operating, or expanding small and historically
- 4 underutilized businesses;
- 5 (11) assist small and historically underutilized
- 6 businesses by:
- 7 (A) identifying:
- 8 (i) sources of financial assistance for
- 9 those businesses; and
- 10 (ii) financial barriers to those
- 11 businesses;
- 12 (B) working with relevant organizations to
- 13 identify financing programs that aid small businesses in overcoming
- 14 financial barriers:
- 15 (C) matching those businesses with sources of
- 16 financial assistance and credit enhancement; and
- 17 (D) assisting those businesses with the
- 18 preparation of applications for government loans, loan guarantees,
- 19 and credit enhancement programs;
- 20 (12) sponsor meetings, to the extent practicable in
- 21 cooperation with public and private educational institutions, to
- 22 provide training and disseminate information beneficial to small
- 23 and historically underutilized businesses;
- 24 (13) assist small and historically underutilized
- 25 businesses in their dealings with federal, state, and local
- 26 governmental agencies and provide information regarding
- 27 governmental requirements affecting small and historically

- 1 underutilized businesses;
- 2 (14) perform research, studies, and analyses of
- 3 matters affecting the interests of small and historically
- 4 underutilized businesses;
- 5 (15) use available resources within the state, such as
- 6 small business development centers, educational institutions, and
- 7 nonprofit associations, to coordinate the provision of management
- 8 and technical assistance to small and historically underutilized
- 9 businesses in a systematic manner;
- 10 (16) publish newsletters, brochures, and other
- 11 documents containing information useful to small and historically
- 12 underutilized businesses;
- 13 (17) identify successful small and historically
- 14 underutilized business assistance programs provided by other
- 15 states and determine the feasibility of adapting those programs for
- 16 implementation in this state;
- 17 (18) establish an outreach program to make the
- 18 existence of the office known to small and historically
- 19 underutilized businesses and potential clients throughout the
- 20 state;
- 21 (19) enlist the cooperation and assistance of public
- 22 and private agencies, businesses, and other organizations in
- 23 disseminating information about the programs and services provided
- 24 by the state that benefit small businesses and how small businesses
- 25 can participate in or make use of those programs and services;
- 26 (20) defer to the small business compliance
- 27 [stationary source] assistance program as defined by Section 5.135,

- 1 Water Code [382.0365, Health and Safety Code], on advocacy and
- 2 technical assistance related to environmental programs that
- 3 regulate small businesses;
- 4 (21) develop a "one-stop" approach for all small
- 5 business needs, including competitive activity with state agencies
- 6 and political subdivisions; and
- 7 (22) perform any other functions necessary to carry
- 8 out the purposes of this section.
- 9 SECTION 3. This Act takes effect September 1, 2003.