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

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1 disposal of solid waste;
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(3) an ombudsman to help small <u>businesses</u> [business
stationary sources] meet the requirements of the federal Clean Air
Act Amendments of 1990 (Pub.L. No. 101-549), as amended, the
Federal Water 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 seq.), as amended;

8 (4) a compliance assistance program to help small 9 <u>businesses</u> [business stationary sources] identify the requirements 10 for and obtain required permits in a timely and efficient manner;

(5) notification procedures to assure that small 11 businesses [business stationary sources] receive notice of their 12 rights and obligations under the federal Clean Air Act Amendments 13 of 1990 (Pub.L. No. 101-549), as amended, the Federal Water 14 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 16 17 seq.), as amended, in time to identify applicable requirements and evaluate and implement appropriate compliance methods; 18

19 (6) auditing services or referrals for small business
20 stationary source operations to determine compliance with the
21 federal Clean Air Act Amendments of 1990 (Pub.L. No. 101-549), as
22 <u>amended</u>; and

(7) procedures for considering a request by a small business [stationary source] to modify work practices, technological compliance methods, or an implementation schedule requirement that precedes a compliance date, taking into account the technological and financial capability of that source.

(c) The program shall include a <u>small business</u> compliance
 <u>assistance</u> advisory panel that consists of the following seven
 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 11 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:

(1) give advisory opinions on the effectiveness of the program, the difficulties of implementing the program, and the incidence and severity of enforcement;

periodically to the 20 (2) report administrator 21 regarding the program's compliance with requirements of the Paperwork Reduction Act of 1980 (Pub.L. No. 96-511), as amended, 22 the Regulatory Flexibility Act (5 U.S.C. Section 601 et seq.), as 23 24 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 <u>businesses</u> [business stationary sources] to assure the information

1 is understandable to nonexperts; and

2 (4) distribute opinions, reports, and information3 developed by the panel.

4 (e) The commission shall enter into a memorandum of
5 understanding with the Texas Department of <u>Economic Development</u>
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 <u>comply</u> [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, 13 and regulations adopted under that Act.

14 (g) [The commission may also assist under this program small 15 businesses that employ at least 100 but not more than 250 16 individuals.

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[<del>(h)</del>] In this section:

(1) "Program" means the small business [stationary
 source technical and environmental] compliance assistance program.

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(2) <u>"Small business" means:</u>

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
25 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.

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

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The Office of Small Business Assistance shall: 3 (b) 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;

(B) assisting state agencies in determining the impact proposed rules have on small businesses as required by Section 2006.002; and

(C) assisting the agencies in reducing the 18 adverse effect that rules have on small businesses, if appropriate; 19 evaluate the effectiveness of efforts of state 20 (3) agencies and other entities to assist small and historically 21 underutilized businesses and make appropriate recommendations to 22 the legislature and state agencies to assist the development and 23 24 strengthening of small and historically underutilized businesses;

(4) identify regulations that inhibit small and
historically underutilized business development and to the extent
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

(D) providing assistance to small and
 historically underutilized businesses in complying with federal,
 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;

(7) serve as a focal point for receiving comments and
suggestions concerning state government policies and activities
that affect small and historically underutilized businesses;

(8) develop and suggest proposals for changes in state
policies and activities that adversely affect small and
historically underutilized businesses;

26 (9) provide to state agencies information on the 27 effects of proposed policies or actions that affect small and

H.B. No. 44 historically underutilized businesses; provide information and assistance relating to 2 (10)establishing, operating, or expanding small and historically 3 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 (ii) financial barriers 10 to those 11 businesses; 12 (B) working with relevant organizations to identify financing programs that aid small businesses in overcoming 13 financial barriers; 14 15 (C) matching those businesses with sources of 16 financial assistance and credit enhancement; and 17 (D) assisting those businesses with the preparation of applications for government loans, loan guarantees, 18 and credit enhancement programs; 19 sponsor meetings, to the extent practicable in 20 (12)cooperation with public and private educational institutions, to 21 provide training and disseminate information beneficial to small 22 and historically underutilized businesses; 23 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

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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;

(18) establish an outreach program to make the existence of the office known to small and historically underutilized businesses and potential clients throughout the state;

(19) enlist the cooperation and assistance of public and private agencies, businesses, and other organizations in disseminating information about the programs and services provided by the state that benefit small businesses and how small businesses can participate in or make use of those programs and services;

(20) defer to the small business <u>compliance</u>
 [stationary source] assistance program as defined by Section <u>5.135</u>,

H.B. No. 44 Water Code [382.0365, Health and Safety Code], on advocacy and 1 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 (22) perform any other functions necessary to carry 7 out the purposes of this section. 8 SECTION 3. This Act takes effect September 1, 2003. 9

President of the Senate

Speaker of the House

I certify that H.B. No. 44 was passed by the House on March 18, 2003, by a non-record vote.

Chief Clerk of the House

I certify that H.B. No. 44 was passed by the Senate on May 6, 2003, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

APPROVED:

Date

Governor