By: Allen H.B. No. 1372

Substitute the following for H.B. No. 1372:

C.S.H.B. No. 1372 By: Hopson

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to the operation of certain Texas Department of Criminal

- Justice industries and private sector prison industries programs.
- 5 SECTION 1. Section 497.002, Government Code, is amended by

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

- 6 adding Subsection (c) to read as follows:
- (c) The office has supervision over the production of 7 articles and products in craft shops operated by the department. 8
- SECTION 2. Section 497.024, Government Code, is amended by 9 adding Subsections (d) and (e) to read as follows: 10
- 11 (d) This section applies to the department in the same 12 manner as it applies to other agencies of the state.
- 13 (e) The office at least once each year shall determine
- whether there are articles or products needed by the department 14
- that are not produced by but could be produced by the office at a 15
- 16 reduced cost or savings to the department.
- SECTION 3. Section 497.059, Government Code, is amended by 17
- amending Subsection (b) and adding Subsection (c) to read as 18
- follows: 19

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- The authority shall adopt rules to determine whether a 20
- 21 program would cause the loss of existing jobs of a specific type
- provided by the employer in this state. 22
- 23 (c) For the purposes of this section, a program does not
- result in the loss of existing jobs if, at the time of initial 24

- 1 certification, the jobs are performed by workers in a foreign
- 2 country.
- 3 SECTION 4. Section 497.062(a), Government Code, is amended
- 4 to read as follows:
- 5 (a) The authority may certify any number of private sector
- 6 prison industries programs that meet or exceed the requirements of
- 7 federal law and the rules of the authority, but in no event may the
- 8 authority permit more than  $5,000 \left[\frac{2,000}{2}\right]$  participants in the
- 9 program at any one time.
- SECTION 5. Section 501.013, Government Code, is amended to
- 11 read as follows:
- 12 Sec. 501.013. MATERIALS USED FOR ARTS AND CRAFTS. (a)
- 13 Texas Correctional Industries [The institutional division] may
- 14 purchase materials to be used by inmates and defendants housed in
- 15 facilities operated by the <u>department</u> [<u>division</u>] to produce arts
- 16 and crafts.
- 17 (b) Texas Correctional Industries [The institutional
- 18 division] may allow an inmate or defendant housed in a facility
- 19 operated by the department [division] who produces arts and crafts
- 20 in the department [division] to sell those arts and crafts to the
- 21 general public in a manner determined by <u>Texas Correctional</u>
- 22 Industries [the division].
- 23 (c) If an inmate or defendant housed in a facility operated
- 24 by the <u>department</u> [division] sells arts and crafts and the
- 25 materials used in the production of the arts and crafts were
- 26 provided by Texas Correctional Industries [the division], the
- 27 proceeds of the sale go first to Texas Correctional Industries [the

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- 1 division to pay for the cost of the materials, and the remainder,
- 2 if any, goes to the inmate or defendant. Texas Correctional
- 3 Industries [The institutional division] may not purchase more than
- 4 \$30 of materials for any inmate or defendant unless the inmate or
- 5 defendant has repaid Texas Correctional Industries [the division]
- 6 in full for previous purchases of materials.
- 7 SECTION 6. Section 502.053, Transportation Code, is amended
- 8 to read as follows:
- 9 Sec. 502.053. COST OF MANUFACTURING LICENSE PLATES OR
- 10 REGISTRATION INSIGNIA. (a) The Texas Department of Transportation
- 11 shall reimburse the [institutional division of the] Texas
- 12 Department of Criminal Justice for the cost of manufacturing
- 13 license plates or registration insignia as the license plates or
- 14 insignia and the invoice for the license plates or insignia are
- 15 delivered to the Texas Department of Transportation.
- 16 (b) When manufacturing is started, the Texas Department of
- 17 Criminal Justice, the Texas Department of Transportation, and the
- 18 Texas Building and Procurement Commission, after negotiation,
- 19 [General Services Commission] shall set the price to be paid for
- 20 each license plate or insignia. The price must be determined from:
- 21 (1) the cost of metal, paint, and other materials
- 22 purchased;
- 23 (2) the inmate maintenance cost per day;
- 24 (3) overhead expenses;
- 25 (4) miscellaneous charges; and
- 26 (5) a previously approved amount of profit for the
- 27 work.

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- (c) The annual profit received by the [institutional division of the] Texas Department of Criminal Justice from all contracts for the manufacturing of license plates or related manufacturing may not be less than the profit received by the Texas Department of Corrections for manufacturing license plates for use in 1974.
- 7 SECTION 7. This Act takes effect September 1, 2003.