

By: Jackson

S.B. No. 279

A BILL TO BE ENTITLED

AN ACT

1
2 relating to the continuation and functions of the Texas Department
3 of Licensing and Regulation, including certain functions
4 transferred to the department from the Texas Department of
5 Insurance and the Texas Commission on Environmental Quality and
6 including certain functions transferred from the department to the
7 Department of Public Safety.

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

9 ARTICLE 1. TEXAS DEPARTMENT OF LICENSING AND REGULATION

10 SECTION 1.001. Section 51.002, Occupations Code, is amended
11 to read as follows:

12 Sec. 51.002. APPLICATION OF SUNSET ACT. The Texas
13 Commission of Licensing and Regulation and the Texas Department of
14 Licensing and Regulation are subject to Chapter 325, Government
15 Code (Texas Sunset Act). Unless continued in existence as provided
16 by that chapter, the commission and the department are abolished
17 September 1, 2015 [~~2003~~].

18 SECTION 1.002. Subchapter A, Chapter 51, Occupations Code,
19 is amended by adding Section 51.003 to read as follows:

20 Sec. 51.003. APPLICABILITY. This chapter applies to each
21 regulatory program administered by the department, including any
22 program under which a license is issued by the department.

23 SECTION 1.003. Section 51.052(a), Occupations Code, is
24 amended to read as follows:

1 (a) The commission consists of five [~~six~~] members appointed
2 by the governor with the advice and consent of the senate.

3 SECTION 1.004. Section 51.053(b), Occupations Code, is
4 amended to read as follows:

5 (b) A person is not eligible for appointment as a member of
6 the commission if the person or the person's spouse:

7 (1) is regulated by the department;

8 (2) is employed by or participates in the management
9 of a business entity or other organization regulated by or
10 receiving funds from the department;

11 (3) owns or controls, directly or indirectly, more
12 than a 10 percent interest in a business entity or other
13 organization regulated by or receiving funds from the department;

14 (4) uses or receives a substantial amount of tangible
15 goods, services, or funds from the department, other than
16 compensation or reimbursement authorized by law for commission
17 membership, attendance, or expenses; or

18 (5) [~~is an officer, employee, or paid consultant of a~~
19 ~~trade association in a field regulated by the department,~~

20 [~~(6)~~] is an employee of the department[~~, or~~

21 [~~(7) is required to register as a lobbyist under~~
22 ~~Chapter 305, Government Code, because of the person's activities~~
23 ~~for compensation on behalf of a profession related to the operation~~
24 ~~of the commission or department].~~

25 SECTION 1.005. Subchapter B, Chapter 51, Occupations Code,
26 is amended by adding Section 51.0535 to read as follows:

27 Sec. 51.0535. CONFLICT OF INTEREST. (a) In this section,

1 "Texas trade association" means a cooperative and voluntarily
2 joined statewide association of business or professional
3 competitors in this state designed to assist its members and its
4 industry or profession in dealing with mutual business or
5 professional problems and in promoting their common interest.

6 (b) A person may not be a member of the commission and may
7 not be a department employee employed in a "bona fide executive,
8 administrative, or professional capacity," as that phrase is used
9 for purposes of establishing an exemption to the overtime
10 provisions of the federal Fair Labor Standards Act of 1938 (29
11 U.S.C. Section 201 et seq.), and its subsequent amendments, if:

12 (1) the person is an officer, employee, or paid
13 consultant of a Texas trade association in a field regulated by the
14 department; or

15 (2) the person's spouse is an officer, manager, or paid
16 consultant of a Texas trade association in a field regulated by the
17 department.

18 (c) A person may not be a member of the commission or act as
19 the general counsel to the commission or the department if the
20 person is required to register as a lobbyist under Chapter 305,
21 Government Code, because of the person's activities for
22 compensation on behalf of a profession related to the operation of
23 the department.

24 SECTION 1.006. Subchapter B, Chapter 51, Occupations Code,
25 is amended by adding Section 51.054 to read as follows:

26 Sec. 51.054. TRAINING. (a) A person who is appointed to
27 and qualifies for office as a member of the commission may not vote,

1 deliberate, or be counted as a member in attendance at a meeting of
2 the commission until the person completes a training program that
3 complies with this section.

4 (b) The training program must provide the person with
5 information regarding:

6 (1) the legislation that created the department and
7 the commission;

8 (2) the programs operated by the department;

9 (3) the role and functions of the department;

10 (4) the rules of the department, with an emphasis on
11 the rules that relate to disciplinary and investigatory authority;

12 (5) the current budget for the department;

13 (6) the results of the most recent formal audit of the
14 department;

15 (7) the requirements of:

16 (A) the open meetings law, Chapter 551,
17 Government Code;

18 (B) the public information law, Chapter 552,
19 Government Code;

20 (C) the administrative procedure law, Chapter
21 2001, Government Code; and

22 (D) other laws relating to public officials,
23 including conflict-of-interest laws; and

24 (8) any applicable ethics policies adopted by the
25 department or the Texas Ethics Commission.

26 (c) A person appointed to the commission is entitled to
27 reimbursement, as provided by the General Appropriations Act, for

1 the travel expenses incurred in attending the training program
2 regardless of whether the attendance at the program occurs before
3 or after the person qualifies for office.

4 SECTION 1.007. Section 51.055(a), Occupations Code, is
5 amended to read as follows:

6 (a) Members of the commission serve staggered six-year
7 terms. The terms of one or two members expire on February 1 of each
8 odd-numbered year.

9 SECTION 1.008. Section 51.056(a), Occupations Code, is
10 amended to read as follows:

11 (a) The governor shall designate a member of the commission
12 as the presiding officer of the commission to serve in that capacity
13 at the pleasure of the governor [~~commission shall elect one of its~~
14 ~~members as presiding officer. The presiding officer serves in that~~
15 ~~capacity for a period of two years~~].

16 SECTION 1.009. Sections 51.057(a) and (c), Occupations
17 Code, are amended to read as follows:

18 (a) It is a ground for removal from the commission that a
19 member:

20 (1) does not have at the time of taking office
21 [appointment] the qualifications required by Section 51.053 [~~for~~
22 ~~appointment to the commission~~];

23 (2) does not maintain during service on the commission
24 the qualifications required by Section 51.053 [~~for appointment to~~
25 ~~the commission~~];

26 (3) is ineligible for membership under [~~violates a~~
27 ~~prohibition established by~~] Section 51.0535 [~~51.053~~]; [~~or~~]

1 (4) cannot, because of illness or disability,
2 discharge the member's duties for a substantial part of the member's
3 term; or

4 (5) is absent from more than half of the regularly
5 scheduled commission meetings that the member is eligible to attend
6 during a calendar year without an excuse approved [~~unless the~~
7 ~~absence is excused~~] by a majority vote of the commission.

8 (c) If [~~a commission member or~~] the executive director has
9 knowledge that a potential ground for removal exists, the [~~member~~
10 ~~or~~] executive director shall notify the presiding officer of the
11 commission of the potential ground. The presiding officer shall
12 then notify the governor and the attorney general that a potential
13 ground for removal exists. If the potential ground for removal
14 involves the presiding officer, the executive director shall notify
15 the next highest ranking officer of the commission, who shall then
16 notify the governor and the attorney general that a potential
17 ground for removal exists.

18 SECTION 1.010. Section 51.105, Occupations Code, is amended
19 to read as follows:

20 Sec. 51.105. DIVISION OF RESPONSIBILITIES. The commission
21 shall develop and implement policies that clearly separate the
22 policy-making [~~define the respective~~] responsibilities of the
23 commission and the management responsibilities of [7] the executive
24 director [7] and the staff of the department.

25 SECTION 1.011. Subchapter C, Chapter 51, Occupations Code,
26 is amended by adding Section 51.106 to read as follows:

27 Sec. 51.106. INFORMATION ON STANDARDS OF CONDUCT. The

1 executive director or the executive director's designee shall
2 provide to members of the commission and to department employees,
3 as often as necessary, information regarding the requirements for
4 office or employment under this chapter, including information
5 regarding a person's responsibilities under applicable laws
6 relating to standards of conduct for state officers or employees.

7 SECTION 1.012. Section 51.108, Occupations Code, is amended
8 to read as follows:

9 Sec. 51.108. EQUAL EMPLOYMENT OPPORTUNITY POLICY. (a) The
10 executive director or the executive director's designee shall
11 prepare and maintain a written policy statement that implements a
12 program of [~~to assure implementation of an~~] equal employment
13 opportunity to ensure that [~~program under which~~] all personnel
14 decisions [~~transactions~~] are made without regard to race, color,
15 disability, sex, religion, age, or national origin.

16 (b) The policy statement must include:

17 (1) personnel policies, including policies relating
18 [~~related~~] to recruitment, evaluation, selection, [~~appointment,~~]
19 training, and promotion of personnel, that show the intent of the
20 department to avoid the unlawful employment practices described by
21 Chapter 21, Labor Code; and

22 (2) an analysis of the extent to which the composition
23 of the department's personnel is in accordance with state and
24 federal law and a description of reasonable methods to achieve
25 compliance with state and federal law [~~a comprehensive analysis of~~
26 ~~the department workforce that meets federal and state guidelines,~~

27 [~~(3) procedures by which a determination can be made~~

1 ~~of significant underuse in the department workforce of all persons~~
2 ~~for whom federal or state guidelines encourage a more equitable~~
3 ~~balance; and~~

4 ~~(4) reasonable methods to appropriately address~~
5 ~~those areas of significant underuse].~~

6 (c) The ~~[(b) A]~~ policy statement ~~[prepared under Subsection~~
7 ~~(a)]~~ must:

8 (1) ~~[cover an annual period,]~~ be updated ~~[at least]~~
9 annually;

10 (2) be reviewed by the state Commission on Human
11 Rights for compliance with Subsection (b)(1);~~[r]~~ and

12 (3) be filed with the governor's office ~~[governor].~~

13 SECTION 1.013. Subchapter C, Chapter 51, Occupations Code,
14 is amended by adding Section 51.109 to read as follows:

15 Sec. 51.109. STATE EMPLOYEE INCENTIVE PROGRAM. The
16 executive director or the executive director's designee shall
17 provide to department employees information and training on the
18 benefits and methods of participation in the state employee
19 incentive program.

20 SECTION 1.014. Sections 51.203 and 51.204, Occupations
21 Code, are amended to read as follows:

22 Sec. 51.203. RULES REGARDING PROGRAMS REGULATED BY
23 DEPARTMENT ~~[ADOPTED BY EXECUTIVE DIRECTOR].~~ The commission
24 ~~[executive director]~~ shall adopt rules as necessary to implement
25 each law establishing a program regulated by the department.

26 Sec. 51.204. RULES RESTRICTING ADVERTISING OR COMPETITIVE
27 BIDDING. (a) The commission ~~[executive director]~~ may not adopt

1 rules restricting advertising or competitive bidding by a license
2 holder except to prohibit false, misleading, or deceptive
3 practices.

4 (b) The commission [~~executive director~~] may not include in
5 rules to prohibit false, misleading, or deceptive practices by a
6 license holder a rule that:

- 7 (1) restricts the use of any advertising medium;
8 (2) restricts the license holder's personal appearance
9 or the use of the license holder's voice in an advertisement;
10 (3) relates to the size or duration of an
11 advertisement; or
12 (4) restricts the use of a trade name in advertising.

13 SECTION 1.015. Subchapter D, Chapter 51, Occupations Code,
14 is amended by adding Sections 51.207 and 51.208 to read as follows:

15 Sec. 51.207. USE OF TECHNOLOGY. The commission shall
16 develop and implement a policy requiring the executive director and
17 department employees to research and propose appropriate
18 technological solutions to improve the department's ability to
19 perform its functions. The technological solutions must:

20 (1) ensure that the public is able to easily find
21 information about the department on the Internet;

22 (2) ensure that persons who want to use the
23 department's services are able to:

24 (A) interact with the department through the
25 Internet; and

26 (B) access any service that can be provided
27 effectively through the Internet; and

1 (3) be cost-effective and developed through the
2 department's planning processes.

3 Sec. 51.208. NEGOTIATED RULEMAKING AND ALTERNATIVE DISPUTE
4 RESOLUTION PROCEDURES. (a) The commission shall develop and
5 implement a policy to encourage the use of:

6 (1) negotiated rulemaking procedures under Chapter
7 2008, Government Code, for the adoption of department rules; and

8 (2) appropriate alternative dispute resolution
9 procedures under Chapter 2009, Government Code, to assist in the
10 resolution of internal and external disputes under the department's
11 jurisdiction.

12 (b) The department's procedures relating to alternative
13 dispute resolution must conform, to the extent possible, to any
14 model guidelines issued by the State Office of Administrative
15 Hearings for the use of alternative dispute resolution by state
16 agencies.

17 (c) The commission shall designate a trained person to:

18 (1) coordinate the implementation of the policy
19 adopted under Subsection (a);

20 (2) serve as a resource for any training needed to
21 implement the procedures for negotiated rulemaking or alternative
22 dispute resolution; and

23 (3) collect data concerning the effectiveness of
24 those procedures, as implemented by the department.

25 SECTION 1.016. Section 51.252, Occupations Code, is amended
26 to read as follows:

27 Sec. 51.252. COMPLAINTS. (a) The executive director shall

1 establish methods by which consumers and service recipients are
2 notified of the name, mailing address, and telephone number of the
3 department for the purpose of directing complaints to the
4 department. The department shall provide to the person filing the
5 complaint and to each person who is a subject of the complaint a
6 copy of the department's policies and procedures relating to
7 complaint investigation and resolution.

8 (b) The department shall maintain a [~~keep an information~~]
9 file on [~~about~~] each written complaint filed with the department
10 [~~that the commission or executive director has authority to~~
11 ~~resolve~~]. The file must include:

- 12 (1) the name of the person who filed the complaint;
- 13 (2) the date the complaint is received by the
14 department;
- 15 (3) the subject matter of the complaint;
- 16 (4) the name of each person contacted in relation to
17 the complaint;
- 18 (5) a summary of the results of the review or
19 investigation of the complaint; and
- 20 (6) an explanation of the reason the file was closed,
21 if the department closed the file without taking action other than
22 to investigate the complaint.

23 (c) The [~~If a written complaint is filed that the commission~~
24 ~~or executive director has authority to resolve, the~~] department, at
25 least quarterly and until final disposition of the complaint, shall
26 notify the person filing [~~parties to~~] the complaint and each person
27 who is a subject of the complaint of the status of the investigation

1 ~~[complaint]~~ unless the notice would jeopardize an undercover
2 investigation.

3 (d) The commission shall adopt a procedure for documenting
4 complaints to the department from the time of the submission of the
5 initial complaint to the final disposition of the complaint. The
6 commission shall publish the procedure in the Texas Register.

7 SECTION 1.017. Section 51.302, Occupations Code, is amended
8 by adding Subsection (c) to read as follows:

9 (c) The commission shall by rule or by procedure published
10 in the Texas Register establish a written enforcement plan that
11 provides notice to license holders of the specific ranges of
12 penalties that apply to specific alleged violations and the
13 criteria by which the department determines the amount of a
14 proposed administrative penalty.

15 SECTION 1.018. Section 51.353, Occupations Code, is amended
16 to read as follows:

17 Sec. 51.353. ADMINISTRATIVE SANCTIONS. (a) The commission
18 shall revoke, suspend, or refuse to renew a license or shall
19 reprimand a license holder for a violation of this chapter,
20 ~~[executive director shall adopt rules relating to administrative~~
21 ~~sanctions that may be enforced against a license holder regulated~~
22 ~~by the department. If a license holder violates]~~ a law establishing
23 a regulatory program administered by the department, or a rule ~~[or~~
24 ~~order]~~ of the commission ~~[or executive director, the executive~~
25 ~~director may:~~

26 ~~[(1) issue a written reprimand to the license holder,~~

27 ~~[(2) revoke or suspend the license holder's license,~~

1 ~~or~~

2 ~~[(3) place the license holder on probation if the~~
3 ~~person's license has been suspended].~~

4 (b) The commission may place on probation a person whose
5 license is suspended. If a license suspension is probated, the
6 commission [~~executive director~~] may require the person [~~license~~
7 ~~holder~~] to:

8 (1) report regularly to the department on matters that
9 are the basis of the probation;

10 (2) limit practice to the areas prescribed by the
11 commission [~~executive director~~]; or

12 (3) continue or renew professional education [~~in those~~
13 ~~areas that are the basis for the probation~~] until the person
14 [~~license holder~~] attains a degree of skill satisfactory to the
15 commission in those areas that are the basis for the probation
16 [~~executive director~~].

17 SECTION 1.019. Chapter 51, Occupations Code, is amended by
18 adding Subchapter H to read as follows:

19 SUBCHAPTER H. LICENSE REQUIREMENTS

20 Sec. 51.401. LICENSE EXPIRATION AND RENEWAL. (a) A person
21 who is otherwise eligible to renew a license may renew an unexpired
22 license by paying the required renewal fee to the department before
23 the expiration date of the license. A person whose license has
24 expired may not engage in activities that require a license until
25 the license has been renewed.

26 (b) A person whose license has been expired for 90 days or
27 less may renew the license by paying to the department a renewal fee

1 that is equal to 1-1/2 times the normally required renewal fee.

2 (c) A person whose license has been expired for more than 90
3 days but less than one year may renew the license by paying to the
4 department a renewal fee that is equal to two times the normally
5 required renewal fee.

6 (d) A person whose license has been expired for one year or
7 more may not renew the license. The person may obtain a new license
8 by complying with the requirements and procedures, including the
9 examination requirements, for obtaining an original license.

10 (e) A person who was licensed in this state, moved to
11 another state, and is currently licensed and has been in practice in
12 the other state for the two years preceding the date of application
13 may obtain a new license without reexamination. The person must pay
14 to the department a fee that is equal to two times the normally
15 required renewal fee for the license.

16 (f) Not later than the 30th day before the date a person's
17 license is scheduled to expire, the department shall send written
18 notice of the impending expiration to the person at the person's
19 last known address according to the records of the department.

20 Sec. 51.402. EXAMINATIONS. (a) Not later than the 30th day
21 after the date a person takes a license examination, the department
22 shall notify the person of the results of the examination.

23 (b) If the examination is graded or reviewed by a testing
24 service:

25 (1) the department shall notify the person of the
26 results of the examination not later than the 14th day after the
27 date the department receives the results from the testing service;

1 and

2 (2) if notice of the examination results will be
3 delayed for longer than 90 days after the examination date, the
4 department shall notify the person of the reason for the delay
5 before the 90th day.

6 (c) The department may require a testing service to notify a
7 person of the results of the person's examination.

8 (d) If requested in writing by a person who fails a license
9 examination, the department shall furnish the person with an
10 analysis of the person's performance on the examination.

11 Sec. 51.403. EXAMINATION FEE REFUND. (a) The department
12 may refund a license examination fee to a person who is unable to
13 take the examination if the person:

14 (1) provides reasonable advance notice to the
15 department; or

16 (2) cannot take the examination because of an
17 emergency.

18 (b) The commission by rule shall define what constitutes
19 reasonable notice and an emergency under this section.

20 Sec. 51.404. ENDORSEMENT; RECIPROCITY. (a) The commission
21 may waive any prerequisite to obtaining a license for an applicant
22 after reviewing the applicant's credentials and determining that
23 the applicant holds a license issued by another jurisdiction that
24 has licensing requirements substantially equivalent to those of
25 this state.

26 (b) The commission may waive any prerequisite to obtaining a
27 license for an applicant who holds a license issued by another

1 jurisdiction with which this state has a reciprocity agreement.
2 The commission may make an agreement, subject to the approval of the
3 governor, with another state to allow for licensing by reciprocity.

4 Sec. 51.405. CONTINUING EDUCATION. The commission shall
5 recognize, prepare, or administer continuing education programs
6 for license holders. A license holder must participate in the
7 programs to the extent required by the commission to keep the
8 person's license.

9 SECTION 1.020. Section 51.205, Occupations Code, is
10 renumbered as Section 51.406, Occupations Code, and amended to read
11 as follows:

12 Sec. 51.406 [~~51.205~~]. STAGGERED [~~LICENSE EXPIRATION AND~~]
13 RENEWAL OF LICENSES. [~~(a)~~] The commission by rule [~~executive~~
14 ~~director~~] may adopt a system under which licenses expire on various
15 dates during the year. For the year in which the license expiration
16 date is changed, the department shall prorate license fees on a
17 monthly basis so that each license holder pays only that portion of
18 the license fee that is allocable to the number of months during
19 which the license is valid. On renewal of the license on the new
20 expiration date, the total license renewal fee is payable [~~annually~~
21 ~~and may provide for a renewal period that exceeds 12 months.~~

22 [~~(b) The executive director shall notify a person regulated~~
23 ~~by the department of the impending expiration of the person's~~
24 ~~license].~~

25 SECTION 1.021. Chapter 51, Occupations Code, is amended by
26 adding Subchapter I to read as follows:

27 SUBCHAPTER I. ELECTRONIC AND TELECOMMUNICATIONS SYSTEMS

1 Sec. 51.451. DEFINITION. In this subchapter, "licensing
2 entity" means a department, commission, board, office, authority,
3 or other agency or governmental entity of this state that issues an
4 occupational license.

5 Sec. 51.452. LICENSING INFORMATION DATABASE. (a) The
6 department shall maintain an information database on licensing
7 entities and licensing information.

8 (b) Each licensing entity shall contract with the
9 department to use the database and shall use the database.

10 Sec. 51.453. TELEPHONE INFORMATION CENTER. The department
11 shall provide a toll-free telephone number for use by the public
12 regarding licensing information maintained by the department.

13 Sec. 51.454. FEES. The department shall charge licensing
14 entities fees in amounts sufficient to cover the cost of
15 implementing this subchapter, including fees on a subscription
16 basis, on the basis of each transaction, or on another service
17 basis.

18 SECTION 1.022. (a) Except as provided by Subsection (b) of
19 this section, the changes in law made by this article in the
20 prohibitions or qualifications applying to members of the Texas
21 Commission of Licensing and Regulation do not affect the
22 entitlement of a member serving on the commission immediately
23 before September 1, 2003, to continue to serve and function as a
24 member of the commission for the remainder of the member's term.
25 Those changes in law apply only to a member appointed on or after
26 September 1, 2003.

27 (b) To implement the changes in law made by this article to

1 the composition of the Texas Commission of Licensing and Regulation
2 under Section 51.052(a), Occupations Code, of the two positions
3 that have terms scheduled to expire on February 1, 2005, one of the
4 positions is abolished on September 1, 2003. On or before September
5 1, 2003, the two members whose terms are scheduled to expire on
6 February 1, 2005, shall determine by unanimous agreement or by lot
7 which of the two positions shall be abolished on September 1, 2003,
8 and shall inform the presiding officer of the Texas Commission of
9 Licensing and Regulation of that determination.

10 SECTION 1.023. (a) In this section:

11 (1) "Department" means the Texas Department of
12 Licensing and Regulation.

13 (2) "Licensing entity" means a department,
14 commission, board, office, authority, or other agency or
15 governmental entity of this state that issues an occupational
16 license.

17 (b) Not later than March 1, 2004, each licensing entity
18 shall:

19 (1) contract with the department as required by
20 Section 51.452, Occupations Code, as added by this article; and

21 (2) provide to the department the information
22 necessary to implement Section 51.452, Occupations Code, as added
23 by this article.

24 (c) Not later than September 1, 2004, the department shall
25 implement:

26 (1) the database required by Section 51.452,
27 Occupations Code, as added by this article; and

1 (2) the toll-free telephone number required by Section
2 51.453, Occupations Code, as added by this article.

3 (d) Licensing entities shall cooperate with the department
4 to implement this section.

5 SECTION 1.024. (a) In this section:

6 (1) "Department" means the Texas Department of
7 Licensing and Regulation.

8 (2) "Licensing entity" means a department,
9 commission, board, office, authority, or other agency or
10 governmental entity of this state that issues an occupational
11 license.

12 (3) "TexasOnline" means the project implemented under
13 Subchapter I, Chapter 2054, Government Code, as added by Chapter
14 342, Acts of the 77th Legislature, Regular Session, 2001.

15 (b) Not later than March 1, 2004, the department shall
16 identify licensing entities that do not use TexasOnline.

17 (c) Not later than September 1, 2004, the department shall
18 assist those entities to develop websites for, and to convert to,
19 TexasOnline.

20 (d) Licensing entities shall cooperate with the department
21 to implement this section.

22 SECTION 1.025. Not later than December 1, 2003, the Texas
23 Commission of Licensing and Regulation shall adopt the rules
24 required by Section 51.302(c), Occupations Code, as added by this
25 article.

26 SECTION 1.026. Section 51.053(c), Occupations Code, is
27 repealed.

ARTICLE 2. AIR CONDITIONING AND REFRIGERATION CONTRACTORS

SECTION 2.001. Section 1302.002, Occupations Code, is amended by amending Subdivision (5) and adding Subdivision (11-a) to read as follows:

(5) "Air conditioning and refrigeration maintenance work" means all work, including repair work, required for the continued normal performance of an environmental air conditioning system, a process cooling or heating system, a commercial refrigeration system, or commercial refrigeration equipment. The term does not include:

(A) the total replacement of a system; or

(B) the installation or repair of a boiler or pressure vessel that must be installed in accordance with rules adopted by the commission [~~commissioner~~] under Chapter 755, Health and Safety Code.

(11-a) "Executive director" means the executive director of the department.

SECTION 2.002. The heading to Subchapter C, Chapter 1302, Occupations Code, is amended to read as follows:

SUBCHAPTER C. [~~COMMISSIONER AND DEPARTMENT~~] POWERS AND DUTIES

SECTION 2.003. Section 1302.101, Occupations Code, is amended to conform to Section 2, Chapter 790, Acts of the 77th Legislature, Regular Session, 2001, and is further amended to read as follows:

Sec. 1302.101. GENERAL POWERS AND DUTIES [~~OF COMMISSIONER~~].

(a) The commission [~~commissioner~~] shall[+]

[~~(1)~~] adopt rules for the practice of air conditioning

1 and refrigeration contracting that are at least as strict as the
2 standards provided by:

3 (1) ~~[(A)]~~ the Uniform Mechanical Code [~~published~~
4 ~~jointly by the International Conference of Building Officials and~~
5 ~~the International Association of Plumbing and Mechanical~~
6 ~~Officials, as that code exists at the time the rules are adopted]~~;
7 and ~~[or]~~

8 (2) ~~[(B)]~~ the International [~~Standard~~] Mechanical
9 Code.

10 (b) The executive director shall [~~published by the Southern~~
11 ~~Building Code Congress International, Inc., as that code exists at~~
12 ~~the time the rules are adopted,~~

13 ~~[(2)]~~ prescribe the design of an original and a
14 renewal license.

15 (c) The commission shall ~~[, and~~

16 ~~[(3)]~~ maintain a record of the commission's
17 ~~[commissioner's]~~ proceedings under this chapter.

18 (d) ~~[(b)]~~ The executive director [~~commissioner~~] may
19 authorize disbursements necessary to implement this chapter,
20 including disbursements for office expenses, equipment costs, and
21 other necessary facilities.

22 SECTION 2.004. Section 1302.103, Occupations Code, is
23 amended to read as follows:

24 Sec. 1302.103. RULES REGARDING USE AND DISPLAY OF LICENSE.
25 The commission [~~commissioner~~], with the advice of the advisory
26 board, shall adopt rules relating to the use, display, and
27 advertisement of a license.

1 SECTION 2.005. Section 1302.201, Occupations Code, is
2 amended to read as follows:

3 Sec. 1302.201. ADVISORY BOARD MEMBERSHIP. The air
4 conditioning and refrigeration contractors advisory board consists
5 of six members appointed by the presiding officer of the commission
6 [~~governor with the advice and consent of the senate~~] and two ex
7 officio nonvoting members.

8 SECTION 2.006. Section 1302.204(a), Occupations Code, is
9 amended to read as follows:

10 (a) The advisory board shall advise the commission
11 [~~commissioner~~] in adopting rules and in administering and enforcing
12 this chapter.

13 SECTION 2.007. Section 1302.205(b), Occupations Code, is
14 amended to read as follows:

15 (b) If a vacancy occurs during an appointed member's term,
16 the presiding officer of the commission [~~governor~~] shall fill the
17 vacancy for the remainder of the unexpired term with a person who
18 represents the same interests as the predecessor.

19 SECTION 2.008. Section 1302.206, Occupations Code, is
20 amended to read as follows:

21 Sec. 1302.206. PRESIDING OFFICER. The presiding officer of
22 the commission [~~governor~~] shall designate one member of the
23 advisory board to serve as presiding officer of the board for two
24 years.

25 SECTION 2.009. Section 1302.261, Occupations Code, is
26 amended to read as follows:

27 Sec. 1302.261. TEMPORARY LICENSE. The commission

1 ~~[commissioner]~~ by rule may provide for the issuance of a temporary
2 air conditioning and refrigeration contracting license to an
3 applicant who:

4 (1) submits to the executive director ~~[commissioner]~~
5 an application on a form prescribed by the executive director
6 ~~[commissioner]~~; and

7 (2) pays the required fees.

8 SECTION 2.010. Section 1302.354(b), Occupations Code, is
9 amended to read as follows:

10 (b) The commission ~~[commissioner]~~ by rule shall adopt
11 requirements governing the registration and issuance of a
12 certificate of registration.

13 SECTION 2.011. Section 1302.355(c), Occupations Code, is
14 amended to read as follows:

15 (c) The commission ~~[commissioner]~~ by rule shall establish
16 requirements for evidence that satisfies this section.

17 SECTION 2.012. The following laws are repealed:

18 (1) Section 1302.002(8), Occupations Code;

19 (2) Section 1302.107, Occupations Code;

20 (3) Section 1302.152, Occupations Code;

21 (4) Section 1302.258, Occupations Code;

22 (5) Section 1302.259, Occupations Code; and

23 (6) Chapter 790, Acts of the 77th Legislature, Regular
24 Session, 2001.

25 SECTION 2.013. The changes in law made by this article
26 applying to members of the air conditioning and refrigeration
27 contractors advisory board do not affect the entitlement of a

1 member serving on the board immediately before September 1, 2003,
2 to continue to serve and function as a member of the board for the
3 remainder of the member's term. Those changes in law apply only to
4 a member appointed on or after September 1, 2003.

5 ARTICLE 3. AMUSEMENT RIDES

6 SECTION 3.001. Section 2151.002, Occupations Code, is
7 amended by amending Subdivisions (4) and (5) and adding Subdivision
8 (5-a) to read as follows:

9 (4) "Commission" [~~"Commissioner"~~] means the Texas
10 Commission of Licensing and Regulation [~~commissioner of~~
11 ~~insurance~~].

12 (5) "Department" means the Texas Department of
13 Licensing and Regulation [~~Insurance~~].

14 (5-a) "Executive director" means the executive
15 director of the department.

16 SECTION 3.002. Section 2151.051, Occupations Code, is
17 amended to read as follows:

18 Sec. 2151.051. GENERAL POWERS AND DUTIES. The department
19 [~~commissioner~~] shall administer and enforce this chapter.

20 SECTION 3.003. Section 2151.052(a), Occupations Code, is
21 amended to read as follows:

22 (a) The commission [~~commissioner~~] shall establish
23 reasonable and necessary fees, in an amount not to exceed \$40 per
24 year, for each amusement ride covered by this chapter.

25 SECTION 3.004. Sections 2151.1021(a) and (c), Occupations
26 Code, are amended to read as follows:

27 (a) The commission [~~commissioner~~] shall adopt rules

1 requiring operators of mobile amusement rides to perform
2 inspections of mobile amusement rides, including rules requiring
3 daily inspections of safety restraints.

4 (c) The executive director [~~commissioner~~] shall prescribe
5 forms for inspections required under this section and shall require
6 records of the inspections to be made available for inspection by
7 any municipality, county, or state law enforcement officials at any
8 location at which an amusement ride is operated.

9 SECTION 3.005. Sections 2151.1022(b) and (c), Occupations
10 Code, are amended to read as follows:

11 (b) The operator shall file with the department
12 [~~commissioner~~] quarterly a report, on a form designed by the
13 executive director [~~commissioner~~], describing each governmental
14 action taken in the quarter covered by the report for which the
15 operator is required by Subsection (a) to maintain records. A
16 report is not required in any quarter in which no reportable
17 governmental action was taken in any state in which the person
18 operated the amusement ride.

19 (c) A person who operates an amusement ride shall maintain
20 for not less than two years at any location where the ride is
21 operated, for inspection by a municipal, county, or state law
22 enforcement official, a photocopy of any quarterly report required
23 under this section or Section 2151.103 to be filed with the
24 department [~~commissioner~~].

25 SECTION 3.006. Section 2151.103(c), Occupations Code, is
26 amended to read as follows:

27 (c) The operator shall file an injury report with the

1 department [~~commissioner~~] on a quarterly basis. The report shall
2 be made on a form prescribed by the executive director
3 [~~commissioner~~] and shall include a description of each injury
4 caused by a ride that results in death or requires medical
5 treatment.

6 SECTION 3.007. Section 2151.105(a), Occupations Code, is
7 amended to read as follows:

8 (a) The commission [~~commissioner~~] shall adopt rules
9 requiring that a sign be posted to inform the public how to report
10 an amusement ride that appears to be unsafe or to report an
11 amusement ride operator who appears to be violating the law.

12 SECTION 3.008. Section 2151.151, Occupations Code, is
13 amended to read as follows:

14 Sec. 2151.151. INJUNCTION. The district attorney of a
15 county in which an amusement ride is operated or, on request of the
16 executive director [~~commissioner of insurance~~], the attorney
17 general or an agent of the attorney general, may seek an injunction
18 against a person operating an amusement ride in violation of this
19 chapter or in violation of a rule adopted by the commission
20 [~~commissioner~~] under Section 2151.1021 or 2151.105.

21 SECTION 3.009. Section 2151.152(a), Occupations Code, is
22 amended to read as follows:

23 (a) A municipal, county, or state law enforcement official
24 may determine compliance with a provision of Subchapter C, other
25 than Section 2151.104, in conjunction with the executive director
26 [~~commissioner~~] and may institute an action in a court of competent
27 jurisdiction to enforce this chapter.

1 SECTION 3.010. Sections 2151.1525(b) and (d), Occupations
2 Code, are amended to read as follows:

3 (b) If the operation of an amusement ride is prohibited
4 under Subsection (a)(1) or (2), a person may not operate the
5 amusement ride unless:

6 (1) the operator presents to the appropriate
7 municipal, county, or state law enforcement official proof of
8 compliance with Section 2151.101; or

9 (2) the executive director [~~commissioner~~] or the
10 executive director's [~~commissioner's~~] designee determines that on
11 the date the amusement ride's operation was prohibited the operator
12 had on file with the department [~~board~~] the documents required by
13 Section 2151.101 and issues a written statement permitting the
14 amusement ride to resume operation.

15 (d) If on the date an amusement ride's operation is
16 prohibited under Subsection (a)(3) the amusement ride is in
17 compliance with Section 2151.101, a person may not operate the
18 amusement ride until:

19 (1) on-site corrections are made;

20 (2) an order from a district judge, county judge,
21 judge of a county court at law, justice of the peace, or municipal
22 judge permits the amusement ride to resume operation; or

23 (3) an insurance company insuring the amusement ride
24 on the date the amusement ride's operation was prohibited:

25 (A) reinspects the amusement ride in the same
26 manner required by Section 2151.101; and

27 (B) delivers to the department [~~commissioner or~~

1 ~~the commissioner's designee]~~ and the appropriate law enforcement
2 official a reinspection certificate:

3 (i) stating that the required reinspection
4 has occurred;

5 (ii) stating that the amusement ride meets
6 coverage standards and is covered by insurance in compliance with
7 Section 2151.101; and

8 (iii) explaining the necessary repairs, if
9 any, that have been made to the amusement ride after its operation
10 was prohibited.

11 SECTION 3.011. Section 2151.1526(b), Occupations Code, is
12 amended to read as follows:

13 (b) If a mobile amusement ride was in compliance with
14 Section 2151.101 when its operation was initially prohibited under
15 Subsection (a), a person may resume operating the mobile amusement
16 ride only after an insurance company insuring the amusement ride on
17 the date its operation was prohibited:

18 (1) reinspects the amusement ride in the same manner
19 required under Section 2151.101; and

20 (2) delivers to the department ~~[commissioner or the~~
21 ~~commissioner's designee]~~ a reinspection certificate:

22 (A) stating that the required reinspection has
23 occurred;

24 (B) stating that the amusement ride meets
25 coverage standards and is covered by insurance in compliance with
26 Section 2151.101; and

27 (C) explaining the necessary repairs, if any,

1 that have been made to the amusement ride after its operation was
2 prohibited.

3 SECTION 3.012. Section 2151.153(a), Occupations Code, is
4 amended to read as follows:

5 (a) A person commits an offense if the person fails to
6 comply with any requirement of:

7 (1) Section 2151.101, 2151.102, 2151.103,
8 2151.1525(b), (c), or (d), or 2151.1526(a); or

9 (2) a rule adopted by the commission [~~commissioner~~]
10 under Section 2151.1021 or 2151.105.

11 SECTION 3.013. (a) On November 1, 2003:

12 (1) all functions and activities relating to Chapter
13 2151, Occupations Code, performed by the Texas Department of
14 Insurance immediately before that date are transferred to the Texas
15 Department of Licensing and Regulation;

16 (2) a rule or form adopted by the commissioner of
17 insurance that relates to Chapter 2151, Occupations Code, is a rule
18 or form of the Texas Department of Licensing and Regulation and
19 remains in effect until amended or replaced by that department;

20 (3) a reference in law or an administrative rule to the
21 Texas Department of Insurance that relates to Chapter 2151,
22 Occupations Code, means the Texas Department of Licensing and
23 Regulation;

24 (4) a complaint, investigation, or other proceeding
25 before the Texas Department of Insurance that is related to Chapter
26 2151, Occupations Code, is transferred without change in status to
27 the Texas Department of Licensing and Regulation, and the Texas

1 Department of Licensing and Regulation assumes, as appropriate and
2 without a change in status, the position of the Texas Department of
3 Insurance in an action or proceeding to which the Texas Department
4 of Insurance is a party;

5 (5) all money, contracts, leases, property, and
6 obligations of the Texas Department of Insurance related to Chapter
7 2151, Occupations Code, are transferred to the Texas Department of
8 Licensing and Regulation;

9 (6) all property in the custody of the Texas
10 Department of Insurance related to Chapter 2151, Occupations Code,
11 is transferred to the Texas Department of Licensing and Regulation;
12 and

13 (7) the unexpended and unobligated balance of any
14 money appropriated by the legislature for the Texas Department of
15 Insurance related to Chapter 2151, Occupations Code, is transferred
16 to the Texas Department of Licensing and Regulation.

17 (b) Before November 1, 2003, the Texas Department of
18 Insurance may agree with the Texas Department of Licensing and
19 Regulation to transfer any property of the Texas Department of
20 Insurance to the Texas Department of Licensing and Regulation to
21 implement the transfer required by this article.

22 (c) In the period beginning on the effective date of this
23 Act and ending on November 1, 2003, the Texas Department of
24 Insurance shall continue to perform functions and activities under
25 Chapter 2151, Occupations Code, as if that chapter had not been
26 amended by this Act, and the former law is continued in effect for
27 that purpose.

ARTICLE 4. ARCHITECTURAL BARRIERS

SECTION 4.001. Section 4, Article 9102, Revised Statutes, is amended by adding Subdivision (6-a) to read as follows:

(6-a) "Executive director" means the executive director of the department.

SECTION 4.002. Article 9102, Revised Statutes, is amended by adding Section 4A to read as follows:

Sec. 4A. APPLICABILITY OF OTHER LAW. Sections 51.401 and 51.404, Occupations Code, do not apply to this article.

SECTION 4.003. Sections 5A(c)-(h) and (j), Article 9102, Revised Statutes, are amended to read as follows:

(c) An applicant for a certificate of registration must file with the commission an application on a form prescribed by the executive director [~~commissioner~~].

(d) To be eligible for a certificate of registration, an applicant must satisfy any requirements adopted by the commission [~~commissioner~~] by rule, including education and examination requirements.

(e) The executive director [~~commissioner~~] may issue a certificate of registration to perform review functions of the commission, inspection functions of the commission, or both review and inspection functions.

(f) The executive director [~~commissioner~~] may administer separate examinations for applicants for certificates of registration to perform review functions, inspection functions, or both review and inspection functions. [~~Not later than the 30th day after the examination date, the commissioner shall notify each~~

1 ~~examinee of the results of the examination.]~~

2 (g) The executive director [~~commissioner~~] shall issue an
3 appropriate certificate of registration to an applicant who meets
4 the requirements for a certificate.

5 (h) The commission [~~commissioner~~] by rule shall specify the
6 term of a certificate of registration issued under this section.

7 (j) A certificate holder shall perform a review or
8 inspection function of the commission in a competent and
9 professional manner and in compliance with:

10 (1) standards and specifications adopted by the
11 commission under this article; and

12 (2) rules adopted by the commission [~~commissioner~~]
13 under this article.

14 SECTION 4.004. Section 7, Article 9102, Revised Statutes,
15 is amended to read as follows:

16 Sec. 7. ADVISORY COMMITTEE; REVIEW OF AND COMMENT ON RULES.

17 (a) The presiding officer of the commission shall appoint an
18 advisory committee for the architectural barriers program. The
19 committee shall be composed of building professionals and persons
20 with disabilities who are familiar with architectural barrier
21 problems and solutions. The committee shall be composed of at least
22 eight members. Persons with disabilities must make up a majority of
23 the membership.

24 (b) A committee member serves at the will of the presiding
25 officer of the commission. A member may not receive compensation
26 for service on the committee but is entitled to reimbursement for
27 actual and necessary expenses incurred in performing functions as a

1 member.

2 (c) The presiding officer of the commission [~~committee~~]
3 shall appoint [~~elect~~] a member of the committee as chair for two
4 years. The committee shall meet at least twice each calendar year
5 at the call of the committee chair or at the call of the commission
6 [~~commissioner~~].

7 (d) The committee periodically shall review the rules
8 relating to the architectural barriers program and recommend
9 changes in the rules to the commission [~~and the commissioner~~]. The
10 commission shall submit all proposed changes to rules and
11 procedures that relate to the architectural barriers program to the
12 committee for review and comment before adoption or implementation
13 of the new or amended rule or procedure.

14 SECTION 4.005. The following laws are repealed:

15 (1) Section 4(3), Article 9102, Revised Statutes; and

16 (2) Section 5A(i), Article 9102, Revised Statutes.

17 SECTION 4.006. The changes in law made by this article
18 applying to members of the advisory committee for the program for
19 the elimination of architectural barriers do not affect the
20 entitlement of a member serving on the committee immediately before
21 September 1, 2003, to continue to serve and function as a member of
22 the committee for the remainder of the member's term. Those changes
23 in law apply only to a member appointed on or after September 1,
24 2003.

25 ARTICLE 5. AUCTIONEERS

26 SECTION 5.001. Section 1802.001, Occupations Code, is
27 amended by adding Subdivision (8-a) to read as follows:

1 (8-a) "Executive director" means the executive
2 director of the department.

3 SECTION 5.002. Sections 1802.059(a), (b), and (d),
4 Occupations Code, are amended to read as follows:

5 (a) An applicant for an auctioneer's license who is not a
6 resident of this state but is licensed as an auctioneer in another
7 state must submit to the executive director [~~commissioner~~]:

8 (1) a license application;

9 (2) a certified copy of the auctioneer's license
10 issued to the applicant by the state or political subdivision in
11 which the applicant resides; and

12 (3) proof that the state or political subdivision in
13 which the applicant is licensed has competency standards equivalent
14 to or stricter than those of this state.

15 (b) The executive director [~~commissioner~~] shall accept the
16 applicant's auctioneer's license submitted under Subsection (a)(2)
17 as proof of the applicant's professional competence and waive the
18 examination and training requirements of Section 1802.052 if the
19 state or political subdivision that issued the nonresident a
20 license extends similar recognition and courtesies to this state.

21 (d) A nonresident applicant must submit with the
22 application a written irrevocable consent to service of process.
23 The consent must be in the form and supported by additional
24 information that the commission [~~commissioner~~] by rule requires.
25 The consent must:

26 (1) provide that an action relating to any transaction
27 subject to this chapter may be commenced against the license holder

1 in the proper court of any county of this state in which the cause of
2 action may arise or in which the plaintiff may reside by service of
3 process on the executive director [~~commissioner~~] as the license
4 holder's agent; and

5 (2) include a statement stipulating and agreeing that
6 service provided by this section is as valid and binding as if
7 service had been made on the person according to the laws of this or
8 any other state.

9 SECTION 5.003. Section 1802.101, Occupations Code, is
10 amended to read as follows:

11 Sec. 1802.101. AUCTIONEER EDUCATION ADVISORY BOARD. The
12 advisory board shall advise the commission [~~commissioner~~] on
13 educational matters.

14 SECTION 5.004. Sections 1802.102(a) and (b), Occupations
15 Code, are amended to read as follows:

16 (a) The advisory board consists of five members appointed as
17 follows:

18 (1) three members who are licensed auctioneers
19 appointed by the presiding officer of the commission
20 [~~commissioner~~];

21 (2) the executive director of the Texas Department of
22 Economic Development or the director's designee; and

23 (3) the commissioner of education or the
24 commissioner's designee.

25 (b) In appointing advisory board members under Subsection
26 (a)(1), the presiding officer of the commission [~~commissioner~~] may
27 not appoint members who reside in contiguous senatorial districts.

1 SECTION 5.005. Section 1802.103(a), Occupations Code, is
2 amended to read as follows:

3 (a) The members appointed under Section 1802.102(a)(1)
4 serve two-year terms that expire on September 1. If a vacancy
5 occurs during the term of such a member, the presiding officer of
6 the commission [~~commissioner~~] shall appoint a replacement to serve
7 for the remainder of the term.

8 SECTION 5.006. Section 1802.104, Occupations Code, is
9 amended to read as follows:

10 Sec. 1802.104. PRESIDING OFFICER. The presiding officer of
11 the commission shall appoint a member of the advisory board to serve
12 [~~shall designate one of its members~~] as presiding officer of the
13 board. The presiding officer serves for two years.

14 SECTION 5.007. Section 1802.109, Occupations Code, is
15 amended to read as follows:

16 Sec. 1802.109. AUCTIONEER EDUCATION PROGRAMS. (a) The
17 advisory board shall:

18 (1) evaluate educational programs, seminars, and
19 training projects; and

20 (2) make recommendations to the commission
21 [~~commissioner~~] on their usefulness and merit as continuing
22 education tools.

23 (b) On the recommendation of the advisory board, the
24 commission [~~commissioner~~] may fund or underwrite specific classes,
25 seminars, or events for the education and advancement of the
26 auctioneering profession in this state.

27 SECTION 5.008. Section 1802.153(a), Occupations Code, is

1 amended to read as follows:

2 (a) In addition to any other fees required by this chapter,
3 an applicant entitled to receive a license under this chapter must
4 pay a fee [~~of \$100~~] before the executive director [~~commissioner~~]
5 issues the license.

6 SECTION 5.009. Section 1802.201, Occupations Code, is
7 amended to read as follows:

8 Sec. 1802.201. INVESTIGATION OF COMPLAINTS. The executive
9 director [~~commissioner~~] may, on the executive director's
10 [~~commissioner's~~] motion, and shall, on the written [~~and verified~~]
11 complaint of a person aggrieved by the actions of an auctioneer in
12 an auction, investigate an alleged violation of this chapter by a
13 licensed or unlicensed auctioneer or an applicant.

14 SECTION 5.010. Sections 1802.202(a) and (b), Occupations
15 Code, are amended to read as follows:

16 (a) A person who deals with an auctioneer licensed under
17 this chapter and who is aggrieved by an action of the auctioneer as
18 a result of a violation of a contract made with the auctioneer may
19 initiate a claim against the fund by[+]

20 [~~(1)~~] filing with the department a [~~sworn~~] complaint
21 against the auctioneer[~~, and~~

22 [~~(2) paying to the department a filing fee of \$50~~].

23 (b) The executive director [~~commissioner~~] may not pay a
24 claim against an auctioneer who was not licensed at the time of the
25 transaction on which the claim is based.

26 SECTION 5.011. Section 1802.203(c), Occupations Code, is
27 amended to read as follows:

1 (c) After the hearing, the hearings examiner shall prepare a
2 proposal for decision for the commission [~~commissioner~~].

3 SECTION 5.012. Section 1802.204, Occupations Code, is
4 amended to read as follows:

5 Sec. 1802.204. APPEAL. A party may appeal a decision of the
6 commission [~~commissioner~~] in the manner provided for a contested
7 case under Chapter 2001, Government Code.

8 SECTION 5.013. Section 1802.207, Occupations Code, is
9 amended to read as follows:

10 Sec. 1802.207. REIMBURSEMENT; INTEREST. (a) If the
11 executive director [~~commissioner~~] pays a claim against an
12 auctioneer, the auctioneer shall:

13 (1) reimburse the fund immediately or agree in writing
14 to reimburse the fund on a schedule to be determined by rule of the
15 commission [~~commissioner~~]; and

16 (2) immediately pay the aggrieved party any amount due
17 to that party or agree in writing to pay the party on a schedule to
18 be determined by rule of the commission [~~commissioner~~].

19 (b) Payments made by an auctioneer to the fund or to an
20 aggrieved party under this section include interest accruing at the
21 rate of eight percent a year beginning on the date the executive
22 director [~~commissioner~~] pays the claim.

23 SECTION 5.014. Section 1802.209(a), Occupations Code, is
24 amended to read as follows:

25 (a) This subchapter and Section 1802.252 do not limit the
26 commission's [~~commissioner's~~] authority to take disciplinary
27 action against a license holder for a violation of this chapter or a

1 rule adopted under this chapter.

2 SECTION 5.015. Section 1802.251, Occupations Code, is
3 amended to read as follows:

4 Sec. 1802.251. DENIAL OF APPLICATION; SUSPENSION OR
5 REVOCATION OF LICENSE. The commission [~~commissioner~~] may deny an
6 application for a license or suspend or revoke the license of any
7 auctioneer for:

8 (1) violating this chapter or a rule adopted under
9 this chapter;

10 (2) obtaining a license through false or fraudulent
11 representation;

12 (3) making a substantial misrepresentation in an
13 application for an auctioneer's license;

14 (4) engaging in a continued and flagrant course of
15 misrepresentation or making false promises through an agent,
16 advertising, or otherwise;

17 (5) failing to account for or remit, within a
18 reasonable time, money belonging to another that is in the
19 auctioneer's possession and commingling funds of another with the
20 auctioneer's funds or failing to keep the funds of another in an
21 escrow or trust account; or

22 (6) [~~being convicted in a court of this state or~~
23 ~~another state of a criminal offense involving moral turpitude or a~~
24 ~~felony, or~~

25 [~~(7)~~] violating the Business & Commerce Code in
26 conducting an auction.

27 SECTION 5.016. Section 1802.252, Occupations Code, is

1 amended to read as follows:

2 Sec. 1802.252. REVOCATION FOR CLAIM ON FUND. (a) The
3 commission [~~commissioner~~] may revoke a license issued under this
4 chapter if the executive director [~~commissioner~~] makes a payment
5 from the fund as the result of an action of the license holder.

6 (b) The commission [~~commissioner~~] may probate an order
7 revoking a license.

8 (c) An auctioneer is not eligible for a new license until
9 the auctioneer has repaid in full the amount paid from the fund on
10 the auctioneer's account, including interest, unless:

11 (1) a hearing is held; and

12 (2) the executive director [~~commissioner~~] issues a new
13 probated license.

14 SECTION 5.017. Section 1802.253, Occupations Code, is
15 amended to read as follows:

16 Sec. 1802.253. HEARING. (a) Before denying an application
17 for a license [~~or suspending or revoking a license~~], the commission
18 [~~commissioner~~] shall:

19 (1) set the matter for a hearing; and

20 (2) before the 30th day before the hearing date,
21 notify the applicant [~~or license holder~~] in writing of:

22 (A) the charges alleged or the question to be
23 determined at the hearing; and

24 (B) the date and location of the hearing.

25 (b) At a hearing under this section, the applicant [~~or~~
26 ~~license holder~~] may:

27 (1) be present and be heard in person or by counsel;

1 and

2 (2) have an opportunity to offer evidence by oral
3 testimony, affidavit, or deposition.

4 (c) Written notice may be served by personal delivery to the
5 applicant [~~or license holder~~] or by certified mail to the last known
6 mailing address of the applicant [~~or license holder~~].

7 (d) If the applicant [~~or license holder~~] who is the subject
8 of the hearing is an associate auctioneer, the commission
9 [~~commissioner~~] shall provide written notice to the auctioneer who
10 employs the associate auctioneer or who has agreed to employ the
11 associate auctioneer by mailing the notice by certified mail to the
12 auctioneer's last known mailing address.

13 SECTION 5.018. Section 1802.254, Occupations Code, is
14 amended to read as follows:

15 Sec. 1802.254. APPEAL. An appeal by an applicant [~~or~~
16 ~~license holder~~] of the commission's [~~commissioner's~~] determination
17 under Section 1802.252 must be to a district court of Travis County
18 or of the county in which the violation is alleged to have occurred.

19 SECTION 5.019. Section 1802.303(a), Occupations Code, is
20 amended to read as follows:

21 (a) A person commits an offense if the person violates a
22 provision of this chapter or a rule adopted by the commission
23 [~~commissioner~~] under this chapter for which a penalty is not
24 provided.

25 SECTION 5.020. The following laws are repealed:

- 26 (1) Section 1802.001(7), Occupations Code;
27 (2) Section 1802.057, Occupations Code; and

1 (3) Section 1802.061, Occupations Code.

2 SECTION 5.021. The changes in law made by this article
3 applying to members of the Auctioneer Education Advisory Board do
4 not affect the entitlement of a member serving on the board
5 immediately before September 1, 2003, to continue to serve and
6 function as a member of the board for the remainder of the member's
7 term. Those changes in law apply only to a member appointed on or
8 after September 1, 2003.

9 ARTICLE 6. BACKFLOW PREVENTION ASSEMBLY TESTERS

10 SECTION 6.001. Section 341.034(c), Health and Safety Code,
11 is amended to read as follows:

12 (c) A person who repairs or tests the installation or
13 operation of backflow prevention assemblies must hold a license
14 issued by the Texas Department of Licensing and Regulation
15 [~~commission~~] under Chapter 51, Occupations [~~37, Water~~] Code.

16 SECTION 6.002. (a) On November 1, 2003:

17 (1) all functions and activities relating to Section
18 341.034(c), Health and Safety Code, performed by the Texas
19 Commission on Environmental Quality immediately before that date
20 are transferred to the Texas Department of Licensing and
21 Regulation;

22 (2) a rule or form adopted by the Texas Commission on
23 Environmental Quality that relates to Section 341.034(c), Health
24 and Safety Code, is a rule or form of the Texas Department of
25 Licensing and Regulation and remains in effect until amended or
26 replaced by that department;

27 (3) a license or other document issued by the Texas

1 Commission on Environmental Quality that relates to Section
2 341.034(c), Health and Safety Code, is considered a license or
3 other document issued by the Texas Department of Licensing and
4 Regulation and remains in effect until amended or replaced by that
5 department;

6 (4) a reference in law or an administrative rule to the
7 Texas Commission on Environmental Quality that relates to Section
8 341.034(c), Health and Safety Code, means the Texas Department of
9 Licensing and Regulation;

10 (5) a complaint, investigation, or other proceeding
11 before the Texas Commission on Environmental Quality that is
12 related to Section 341.034(c), Health and Safety Code, is
13 transferred without change in status to the Texas Department of
14 Licensing and Regulation, and the Texas Department of Licensing and
15 Regulation assumes, as appropriate and without a change in status,
16 the position of the Texas Commission on Environmental Quality in an
17 action or proceeding to which the Texas Commission on Environmental
18 Quality is a party;

19 (6) all money, contracts, leases, property, and
20 obligations of the Texas Commission on Environmental Quality
21 related to Section 341.034(c), Health and Safety Code, are
22 transferred to the Texas Department of Licensing and Regulation;

23 (7) all property in the custody of the Texas
24 Commission on Environmental Quality related to Section 341.034(c),
25 Health and Safety Code, is transferred to the Texas Department of
26 Licensing and Regulation; and

27 (8) the unexpended and unobligated balance of any

1 money appropriated by the legislature for the Texas Commission on
2 Environmental Quality related to Section 341.034(c), Health and
3 Safety Code, is transferred to the Texas Department of Licensing
4 and Regulation.

5 (b) Before November 1, 2003, the Texas Commission on
6 Environmental Quality may agree with the Texas Department of
7 Licensing and Regulation to transfer any property of the Texas
8 Commission on Environmental Quality to the Texas Department of
9 Licensing and Regulation to implement the transfer required by this
10 article.

11 (c) In the period beginning on the effective date of this
12 Act and ending on November 1, 2003, the Texas Commission on
13 Environmental Quality shall continue to perform functions and
14 activities under Section 341.034(c), Health and Safety Code, as if
15 that section had not been amended by this Act, and the former law is
16 continued in effect for that purpose.

17 ARTICLE 7. BOILERS

18 SECTION 7.001. Section 755.001, Health and Safety Code, is
19 amended by amending Subdivisions (5), (6), and (23) and adding
20 Subdivision (7-a) to read as follows:

21 (5) "Certificate of operation" means a certificate
22 issued by the executive director [~~commissioner~~] to allow the
23 operation of a boiler.

24 (6) "Commission" [~~"Commissioner"~~] means the Texas
25 Commission of Licensing and Regulation [~~commissioner of licensing~~
26 ~~and regulation~~].

27 (7-a) "Executive director" means the executive

1 director of the department.

2 (23) "Standard boiler" means a boiler that bears a
3 Texas stamp, the stamp of a nationally recognized engineering
4 professional society, or the stamp of any jurisdiction that has
5 adopted a standard of construction equivalent to the standard
6 required by the executive director [~~commissioner~~].

7 SECTION 7.002. Sections 755.011(b) and (d), Health and
8 Safety Code, are amended to read as follows:

9 (b) The board is composed of the following nine members
10 appointed by the presiding officer of the commission
11 [~~commissioner~~]:

12 (1) three members representing persons who own or use
13 boilers in this state;

14 (2) three members representing companies that insure
15 boilers in this state;

16 (3) one member representing boiler manufacturers or
17 installers;

18 (4) one member who is a mechanical engineer and a
19 member of the faculty of a recognized college of engineering in this
20 state; and

21 (5) one member representing a labor union.

22 (d) The executive director [~~commissioner~~] serves as an ex
23 officio board member.

24 SECTION 7.003. Section 755.013, Health and Safety Code, is
25 amended to read as follows:

26 Sec. 755.013. PRESIDING OFFICER [~~CHAIRMAN~~]. The presiding
27 officer of the commission shall appoint one member [~~chief inspector~~

1 ~~serves as chairman~~] of the board to serve as the board's presiding
2 officer for two years.

3 SECTION 7.004. Section 755.014, Health and Safety Code, is
4 amended to read as follows:

5 Sec. 755.014. REMOVAL OF BOARD MEMBERS; VACANCY. (a) The
6 commission [~~commissioner~~] may remove a board member for
7 inefficiency or neglect of official duty.

8 (b) A board member's office becomes vacant on the
9 resignation, death, suspension, or incapacity of the member. The
10 presiding officer of the commission [~~commissioner~~] shall appoint,
11 in the same manner as the original appointment, a person to serve
12 for the remainder of the unexpired term.

13 SECTION 7.005. Section 755.016, Health and Safety Code, is
14 amended to read as follows:

15 Sec. 755.016. MEETINGS. The board shall meet at least twice
16 each year at the call of the presiding officer [~~chairman~~] at a place
17 designated by the board.

18 SECTION 7.006. Section 755.017, Health and Safety Code, is
19 amended to read as follows:

20 Sec. 755.017. POWERS AND DUTIES. The board shall advise the
21 commission [~~commissioner~~] in the adoption of definitions and rules
22 relating to the safe construction, installation, inspection,
23 operating limits, alteration, and repair of boilers and their
24 appurtenances.

25 SECTION 7.007. Section 755.030(a), Health and Safety Code,
26 is amended to read as follows:

27 (a) In addition to the fees described by Section 51.202,

1 Occupations Code, the commission may authorize the collection of
2 fees for:

3 (1) boiler inspections, including fees for special
4 inspections; and

5 (2) other activities administered by the boiler
6 inspection section and authorized by rule of the commission
7 [~~executive director of the department~~].

8 SECTION 7.008. Section 755.032, Health and Safety Code, is
9 amended to read as follows:

10 Sec. 755.032. RULES. (a) The commission [~~commissioner~~]
11 may adopt and enforce rules, in accordance with standard boiler
12 usage, for the construction, inspection, installation, use,
13 maintenance, repair, alteration, and operation of boilers.

14 (b) The executive director [~~commissioner~~] may exchange
15 information, including data on experience, with other authorities
16 that inspect boilers or their appurtenances, to obtain information
17 necessary to adopt rules.

18 (c) The executive director [~~commissioner~~] or a department
19 employee may not prescribe the make, brand, or kind of boilers or
20 any appurtenances on the boiler to purchase.

21 (d) The executive director [~~commissioner~~] or a department
22 employee may not prescribe the make, brand, or kind of boilers to
23 purchase.

24 SECTION 7.009. Section 755.033, Health and Safety Code, is
25 amended to read as follows:

26 Sec. 755.033. INTERAGENCY INSPECTION AGREEMENTS. (a) The
27 executive director [~~commissioner~~] shall enter into interagency

1 agreements with the Texas Department of Health, the Texas
2 Commission on Fire Protection, and the Texas Department [~~State~~
3 ~~Board~~] of Insurance under which inspectors, marshals, or
4 investigators from those agencies who discover unsafe or
5 unregistered boilers in the course and scope of inspections
6 conducted as part of regulatory or safety programs administered by
7 those agencies are required to report the unsafe or unregistered
8 boilers to the executive director [~~commissioner~~].

9 (b) The executive director [~~commissioner~~] may enter into
10 analogous agreements with local fire marshals.

11 (c) The commission [~~commissioner~~] shall adopt rules
12 relating to the terms and conditions of an interagency agreement
13 entered into under this section.

14 SECTION 7.010. Sections 755.041(b) and (d), Health and
15 Safety Code, are amended to read as follows:

16 (b) On written request, an owner or operator who does not
17 comply with a preliminary order is entitled to a hearing before the
18 executive director [~~commissioner~~] to show cause for not enforcing
19 the preliminary order. If, after the hearing, the executive
20 director [~~commissioner~~] determines that the boiler is unsafe and
21 that the preliminary order should be enforced, or that other acts
22 are necessary to make the boiler safe, the executive director
23 [~~commissioner~~] may order or confirm the withholding of the
24 certificate of operation for that boiler, and may impose additional
25 requirements as necessary for the repair or alteration of the
26 boiler or the correction of the unsafe conditions.

27 (d) This section does not limit the executive director's

1 ~~[commissioner's]~~ authority under Section 755.028 or the
2 commission's authority under Section 755.032.

3 SECTION 7.011. Section 755.043(a), Health and Safety Code,
4 is amended to read as follows:

5 (a) A person, firm, or corporation commits an offense if:

6 (1) the person, firm, or corporation owns a boiler in
7 this state, has the custody, management, use, or operation of a
8 boiler in this state, or is otherwise subject to this chapter or a
9 rule adopted under this chapter; and

10 (2) the person, firm, or corporation violates this
11 chapter, a rule adopted under this chapter, or an order issued by
12 the commission, the executive director, ~~[commissioner]~~ or a
13 regularly employed inspector authorized to enforce this chapter and
14 rules and orders.

15 SECTION 7.012. Section 755.045, Health and Safety Code, is
16 amended to read as follows:

17 Sec. 755.045. NOTICE OF RULE OR ORDER REQUIRED BEFORE
18 PROSECUTION. A criminal action may not be maintained against any
19 person relating to the violation of a rule adopted or an order
20 issued under this chapter until the commission ~~[commissioner]~~ gives
21 notice of the rule or order.

22 SECTION 7.013. Section 755.046, Health and Safety Code, is
23 amended to read as follows:

24 Sec. 755.046. AFFIDAVIT OF ORDERS. An affidavit is
25 admissible as evidence in any civil or criminal action involving an
26 order adopted by the commission or the executive director
27 ~~[commissioner]~~ and the publication of the order, without further

1 proof of the order's issuance or publication or of the contents of
2 the order, if the affidavit:

3 (1) is issued under the seal of the commission or the
4 executive director [~~commissioner~~];

5 (2) is executed by the commission, the executive
6 director [~~commissioner~~], the chief inspector, or a deputy
7 inspector;

8 (3) states the terms of the order;

9 (4) states that the order was issued and published;
10 and

11 (5) states that the order was in effect during the
12 period specified by the affidavit.

13 SECTION 7.014. The following laws are repealed:

14 (1) Sections 755.024(c), (d), (e), and (h), Health and
15 Safety Code; and

16 (2) Section 755.031, Health and Safety Code.

17 SECTION 7.015. The changes in law made by this article
18 applying to members of the board of boiler rules do not affect the
19 entitlement of a member serving on the board immediately before
20 September 1, 2003, to continue to serve and function as a member of
21 the board for the remainder of the member's term. Those changes in
22 law apply only to a member appointed on or after September 1, 2003.

23 ARTICLE 8. CAREER COUNSELING SERVICES

24 SECTION 8.001. Section 2502.001, Occupations Code, is
25 amended by amending Subdivision (3) and adding Subdivision (4-a) to
26 read as follows:

27 (3) "Commission" [~~Commissioner~~] means the Texas

1 Commission of Licensing and Regulation [~~commissioner of licensing~~
2 ~~and regulation~~].

3 (4-a) "Executive director" means the executive
4 director of the department.

5 SECTION 8.002. Section 2502.056, Occupations Code, is
6 amended to read as follows:

7 Sec. 2502.056. RULES. The commission [~~commissioner~~] may
8 adopt rules relating to the administration and enforcement of the
9 certificate of authority program created under this subchapter.

10 SECTION 8.003. Subchapter B, Chapter 2502, Occupations
11 Code, is amended by adding Section 2502.058 to read as follows:

12 Sec. 2502.058. APPLICABILITY OF OTHER LAW. Section 51.404
13 does not apply to this chapter.

14 SECTION 8.004. Section 2502.252, Occupations Code, is
15 amended to read as follows:

16 Sec. 2502.252. COMPLAINT AND INVESTIGATION. (a) A person
17 [~~by sworn affidavit~~] may file with the executive director
18 [~~commissioner~~] a complaint alleging a violation of this chapter.

19 (b) On receipt of the complaint, the executive director
20 [~~commissioner~~] shall investigate the alleged violation and may:

- 21 (1) inspect any record relevant to the complaint; and
22 (2) subpoena the record and any necessary witness.

23 SECTION 8.005. Sections 2502.253(a) and (c), Occupations
24 Code, are amended to read as follows:

25 (a) If the executive director [~~commissioner~~] determines as
26 a result of an investigation that a violation of this chapter may
27 have occurred, the executive director [~~commissioner~~] shall hold a

1 hearing [~~not later than the 45th day after the date the complaint~~
2 ~~was filed under Section 2502.252~~].

3 (c) The executive director [~~commissioner~~] shall render a
4 decision on the alleged violation [~~not later than the eighth day~~
5 after [~~the date~~] the hearing is concluded.

6 SECTION 8.006. Section 2502.254, Occupations Code, is
7 amended to read as follows:

8 Sec. 2502.254. SANCTIONS. (a) If, after a hearing, the
9 commission [~~commissioner~~] determines that a career counseling
10 service has violated this chapter, the commission [~~commissioner~~]
11 may, as appropriate:

- 12 (1) issue a warning to the service; or
13 (2) suspend or revoke the certificate of authority
14 issued to the service.

15 (b) If, after a hearing, the commission [~~commissioner~~]
16 determines that a career counseling service has violated this
17 chapter, the executive director [~~commissioner~~] may award the
18 complainant an amount equal to the amount of the fee charged by the
19 service.

20 SECTION 8.007. Section 2502.255, Occupations Code, is
21 amended to read as follows:

22 Sec. 2502.255. REISSUANCE OF CERTIFICATE AFTER REVOCATION.
23 If the commission [~~commissioner~~] revokes the certificate of
24 authority of a career counseling service under Section 2502.254,
25 the service and any owner of that service may not apply for a new
26 certificate until after the third anniversary of the date the
27 certificate was revoked.

1 SECTION 8.008. Section 2502.057, Occupations Code, is
2 repealed.

3 ARTICLE 9. COMBATIVE SPORTS

4 SECTION 9.001. Section 2052.002, Occupations Code, is
5 amended by amending Subdivision (4) and adding Subdivision (8-a) to
6 read as follows:

7 (4) "Commission" [~~"Commissioner"~~] means the Texas
8 Commission of Licensing and Regulation [~~commissioner of licensing~~
9 ~~and regulation or the commissioner's designated representative~~].

10 (8-a) "Executive director" means the executive
11 director of the department.

12 SECTION 9.002. Subchapter A, Chapter 2052, Occupations
13 Code, is amended by adding Section 2052.003 to read as follows:

14 Sec. 2052.003. APPLICABILITY OF OTHER LAW. Section 51.401
15 does not apply to this chapter.

16 SECTION 9.003. The heading to Subchapter B, Chapter 2052,
17 Occupations Code, is amended to read as follows:

18 SUBCHAPTER B. POWERS AND DUTIES [~~OF DEPARTMENT AND COMMISSIONER~~]

19 SECTION 9.004. Section 2052.052, Occupations Code, is
20 amended to read as follows:

21 Sec. 2052.052. RULES. (a) The commission [~~commissioner~~]
22 shall adopt reasonable and necessary rules to administer this
23 chapter.

24 (b) The commission [~~commissioner~~] may adopt rules:

25 (1) governing professional kickboxing contests and
26 exhibitions; and

27 (2) establishing reasonable qualifications for an

1 applicant seeking a license from the department under this chapter.

2 SECTION 9.005. Section 2052.054, Occupations Code, is
3 amended by amending Subsection (a) and adding Subsection (c) to
4 read as follows:

5 (a) The commission [~~commissioner~~] may recognize, prepare,
6 or administer continuing education programs for persons licensed
7 under this chapter.

8 (c) Section 51.405 does not apply to this chapter.

9 SECTION 9.006. Section 2052.103, Occupations Code, is
10 amended to read as follows:

11 Sec. 2052.103. ELIMINATION TOURNAMENT BOXING PROMOTER
12 LICENSE APPLICATION REQUIREMENTS. (a) An applicant for an
13 elimination tournament boxing promoter's license under this
14 chapter must apply on a form furnished by the executive director
15 [~~commissioner~~].

16 (b) An application must be accompanied by an application fee
17 [~~of not more than \$1,000~~] and, if the applicant charges a fee for
18 admission to the elimination tournament or awards a trophy, prize,
19 including a prize of money, or other item of value of more than \$50
20 to a contestant winning the elimination tournament:

21 (1) a \$50,000 surety bond subject to approval by the
22 executive director [~~commissioner~~] and conditioned on the
23 applicant's payment of:

24 (A) the tax imposed under Section 2052.151; and
25 (B) a claim against the applicant as described by
26 Section 2052.109(a)(3); and

27 (2) proof of not less than \$10,000 accidental death or

1 injury insurance coverage for each contestant participating in the
2 elimination tournament.

3 SECTION 9.007. Section 2052.251, Occupations Code, is
4 amended to read as follows:

5 Sec. 2052.251. BOXING GLOVES. A boxing event contestant,
6 other than an elimination tournament contestant under Subchapter E,
7 shall wear eight-ounce boxing gloves, unless the commission
8 [~~commissioner~~] by rule requires or permits a contestant to wear
9 heavier gloves.

10 SECTION 9.008. The following laws are repealed:

- 11 (1) Section 2052.104, Occupations Code;
12 (2) Section 2052.112, Occupations Code; and
13 (3) Section 2052.301, Occupations Code.

14 ARTICLE 10. COURT INTERPRETERS

15 SECTION 10.001. Section 57.041, Government Code, is amended
16 by adding Subdivision (4-a) to read as follows:

17 (4-a) "Executive director" means the executive
18 director of the department.

19 SECTION 10.002. Sections 57.042(a), (c), (e), and (g),
20 Government Code, are amended to read as follows:

21 (a) The licensed court interpreter advisory board is
22 established as an advisory board to the commission [~~department~~].
23 The board is composed of nine members appointed by the presiding
24 officer of the commission [~~governor~~]. Members of the board serve
25 staggered six-year terms, with the terms of one-third of the
26 members expiring on February 1 of each odd-numbered year.

27 (c) The presiding officer of the commission [~~At the initial~~

1 ~~meeting of the board and at the first meeting after new members take~~
2 ~~office, the board]~~ shall select from the board [~~its~~] members a
3 presiding officer of the board to serve for two years.

4 (e) The presiding officer of the commission [~~commissioner~~]
5 may remove a member of the board for inefficiency or neglect of duty
6 in office. If a vacancy occurs on the board, the presiding officer
7 of the commission [~~governor~~] shall appoint a member who represents
8 the same interests as the former member to serve the unexpired term.

9 (g) The board shall advise the commission [~~commissioner~~]
10 regarding the adoption of rules and the design of a licensing
11 examination.

12 SECTION 10.003. Sections 57.043(a) and (b), Government
13 Code, are amended to read as follows:

14 (a) The executive director [~~commissioner~~] shall issue a
15 court interpreter license to an applicant who:

16 (1) can interpret for an individual who can hear but
17 who does not comprehend English or communicate in English;

18 (2) passes the appropriate examination prescribed by
19 the executive director [~~commissioner~~]; and

20 (3) possesses the other qualifications for the license
21 required by this subchapter or by rules adopted under this
22 subchapter.

23 (b) The commission [~~commissioner~~] shall[+]

24 [~~(1)~~] adopt rules relating to licensing under this
25 subchapter[+] and the executive director shall

26 [~~(2)~~] prescribe all forms required under this
27 subchapter.

1 SECTION 10.004. Section 57.048, Government Code, is amended
2 to read as follows:

3 Sec. 57.048. SUSPENSION AND REVOCATION OF LICENSES;
4 REISSUANCE. (a) After a hearing, the commission [~~commissioner~~]
5 shall suspend or revoke a court interpreter license on a finding
6 that the individual:

7 (1) made a material misstatement in an application for
8 a license;

9 (2) [~~wilfully~~] disregarded or violated this
10 subchapter or a rule adopted under this subchapter; or

11 (3) [~~has been convicted of a felony or of any crime in~~
12 ~~which an essential element of the offense is misstatement, fraud,~~
13 ~~or dishonesty; or~~

14 [~~(4)~~] engaged in dishonorable or unethical conduct
15 likely to deceive, defraud, or harm the public or a person for whom
16 the interpreter interprets.

17 (b) The executive director [~~commissioner~~] may reissue a
18 license to an individual whose license has been revoked if the
19 individual applies in writing to the department and shows good
20 cause to justify reissuance of the license.

21 SECTION 10.005. Section 57.041(3), Government Code, is
22 repealed.

23 SECTION 10.006. The changes in law made by this article
24 applying to members of the licensed court interpreter advisory
25 board do not affect the entitlement of a member serving on the
26 board immediately before September 1, 2003, to continue to serve
27 and function as a member of the board for the remainder of the

1 member's term. Those changes in law apply only to a member appointed
2 on or after September 1, 2003.

3 ARTICLE 11. CUSTOMER SERVICE INSPECTORS

4 SECTION 11.001. Section 341.034(d), Health and Safety Code,
5 is amended to read as follows:

6 (d) A person who inspects homes and businesses to identify
7 potential or actual cross-connections or other contaminant hazards
8 in public water systems must hold a license issued by the Texas
9 Department of Licensing and Regulation [~~commission~~] under Chapter
10 51, Occupations [~~37, Water~~] Code, unless the person is licensed by
11 the Texas State Board of Plumbing Examiners as a plumbing inspector
12 or water supply protection specialist.

13 SECTION 11.002. (a) On November 1, 2003:

14 (1) all functions and activities relating to Section
15 341.034(d), Health and Safety Code, performed by the Texas
16 Commission on Environmental Quality immediately before that date
17 are transferred to the Texas Department of Licensing and
18 Regulation;

19 (2) a rule or form adopted by the Texas Commission on
20 Environmental Quality that relates to Section 341.034(d), Health
21 and Safety Code, is a rule or form of the Texas Department of
22 Licensing and Regulation and remains in effect until amended or
23 replaced by that department;

24 (3) a license or other document issued by the Texas
25 Commission on Environmental Quality that relates to Section
26 341.034(d), Health and Safety Code, is considered a license or
27 other document issued by the Texas Department of Licensing and

1 Regulation and remains in effect until amended or replaced by that
2 department;

3 (4) a reference in law or an administrative rule to the
4 Texas Commission on Environmental Quality that relates to Section
5 341.034(d), Health and Safety Code, means the Texas Department of
6 Licensing and Regulation;

7 (5) a complaint, investigation, or other proceeding
8 before the Texas Commission on Environmental Quality that is
9 related to Section 341.034(d), Health and Safety Code, is
10 transferred without change in status to the Texas Department of
11 Licensing and Regulation, and the Texas Department of Licensing and
12 Regulation assumes, as appropriate and without a change in status,
13 the position of the Texas Commission on Environmental Quality in an
14 action or proceeding to which the Texas Commission on Environmental
15 Quality is a party;

16 (6) all money, contracts, leases, property, and
17 obligations of the Texas Commission on Environmental Quality
18 related to Section 341.034(d), Health and Safety Code, are
19 transferred to the Texas Department of Licensing and Regulation;

20 (7) all property in the custody of the Texas
21 Commission on Environmental Quality related to Section 341.034(d),
22 Health and Safety Code, is transferred to the Texas Department of
23 Licensing and Regulation; and

24 (8) the unexpended and unobligated balance of any
25 money appropriated by the legislature for the Texas Commission on
26 Environmental Quality related to Section 341.034(d), Health and
27 Safety Code, is transferred to the Texas Department of Licensing

1 and Regulation.

2 (b) Before November 1, 2003, the Texas Commission on
3 Environmental Quality may agree with the Texas Department of
4 Licensing and Regulation to transfer any property of the Texas
5 Commission on Environmental Quality to the Texas Department of
6 Licensing and Regulation to implement the transfer required by this
7 article.

8 (c) In the period beginning on the effective date of this
9 Act and ending on November 1, 2003, the Texas Commission on
10 Environmental Quality shall continue to perform functions and
11 activities under Section 341.034(d), Health and Safety Code, as if
12 that section had not been amended by this Act, and the former law is
13 continued in effect for that purpose.

14 ARTICLE 12. ELEVATORS, ESCALATORS, AND RELATED EQUIPMENT

15 SECTION 12.001. Section 754.011, Health and Safety Code, is
16 amended by adding Subdivision (6-a) to read as follows:

17 (6-a) "Executive director" means the executive
18 director of the department.

19 SECTION 12.002. Sections 754.012(a)-(c), Health and Safety
20 Code, are amended to read as follows:

21 (a) The elevator advisory board is composed of nine members
22 appointed by the presiding officer of the commission [~~commissioner~~]
23 as follows:

24 (1) a representative of the insurance industry or a
25 certified elevator inspector;

26 (2) a representative of elevator, escalator, and
27 related equipment constructors;

1 (3) a representative of owners or managers of
2 buildings having fewer than six stories and having an elevator, an
3 escalator, or related equipment;

4 (4) a representative of owners or managers of
5 buildings having six stories or more and having an elevator, an
6 escalator, or related equipment;

7 (5) a representative of independent elevator,
8 escalator, and related equipment maintenance companies;

9 (6) a representative of elevator, escalator, and
10 related equipment manufacturers;

11 (7) a representative of professional engineers or
12 architects;

13 (8) a public member; and

14 (9) a public member with a physical disability.

15 (b) Board members serve at the will of the commission
16 [~~commissioner~~].

17 (c) The presiding officer of the commission [~~commissioner~~]
18 shall appoint a presiding officer of the board to serve for two
19 years.

20 SECTION 12.003. Section 754.013, Health and Safety Code, is
21 amended to read as follows:

22 Sec. 754.013. BOARD DUTIES. To protect public safety and
23 to identify and correct potential hazards, the board shall advise
24 the commission [~~commissioner~~] on:

25 (1) the adoption of appropriate standards for the
26 installation, alteration, operation, and inspection of elevators,
27 escalators, and related equipment;

1 (2) the status of elevators, escalators, and related
2 equipment used by the public in this state; and

3 (3) any other matter considered relevant by the
4 commission [~~commissioner~~].

5 SECTION 12.004. The heading to Section 754.014, Health and
6 Safety Code, is amended to read as follows:

7 Sec. 754.014. STANDARDS ADOPTED BY COMMISSION
8 [~~COMMISSIONER~~].

9 SECTION 12.005. Sections 754.014(a)-(h) and (j), Health
10 and Safety Code, are amended to read as follows:

11 (a) The commission [~~commissioner~~] shall adopt standards for
12 the installation, alteration, operation, and inspection of
13 elevators, escalators, and related equipment used by the public in:

14 (1) buildings owned or operated by the state, a
15 state-owned institution or agency, or a political subdivision of
16 the state; and

17 (2) buildings that contain an elevator, an escalator,
18 or related equipment that is open to the general public, including a
19 hotel, motel, apartment house, boardinghouse, church, office
20 building, shopping center, or other commercial establishment.

21 (b) Standards adopted by the commission [~~commissioner~~] may
22 not contain requirements in addition to the requirements in the
23 ASME Code A17.1 or ASME Code A17.3.

24 (c) Standards adopted by the commission [~~commissioner~~] must
25 require elevators, escalators, and related equipment to comply with
26 the installation requirements of the following, whichever is the
27 least restrictive:

1 (1) the ASME Code A17.1 that was in effect on the date
2 of installation of the elevators, escalators, and related
3 equipment; or

4 (2) an applicable municipal ordinance governing the
5 installation of elevators, escalators, and related equipment that
6 was in effect on the date of installation.

7 (d) Standards adopted by the commission [~~commissioner~~] must
8 require elevators, escalators, and related equipment to comply with
9 the installation requirements of the 1994 ASME Code A17.3 that
10 contains minimum safety standards for all elevators, escalators,
11 and related equipment, regardless of the date of installation.

12 (e) On written request, the executive director
13 [~~commissioner~~] shall grant a delay for compliance with the
14 applicable ASME Code A17.1 or the 1994 ASME Code A17.3 until a
15 specified time if compliance is not readily achievable, as that
16 phrase is defined in the Americans with Disabilities Act (42 U.S.C.
17 Section 12101 et seq.), or regulations adopted under that Act.

18 (f) On written request, the executive director
19 [~~commissioner~~] shall grant a delay until September 1, 2005, for
20 compliance with the requirements for door restrictors or
21 firefighter's service in the 1994 ASME Code A17.3 if those
22 requirements were not included in the ASME Code A17.1 that was in
23 effect on the date of installation of the elevator, escalator, or
24 related equipment and that equipment was not subsequently installed
25 by an owner of the elevator, escalator, or related equipment.

26 (g) The executive director [~~commissioner~~] may grant a
27 waiver of compliance with the applicable ASME Code A17.1 or the 1994

1 ASME Code A17.3 if the executive director [~~commissioner~~] finds
2 that:

3 (1) the building in which the elevator, escalator, or
4 related equipment is located is a qualified historic building or
5 facility or the noncompliance is due to structural components of
6 the building; and

7 (2) noncompliance will not constitute a significant
8 threat to passenger safety.

9 (h) The executive director [~~commissioner~~] may grant a
10 waiver of compliance with the firefighter's service provisions of
11 the ASME Code A17.1 or the 1994 ASME Code A17.3 in an elevator that
12 exclusively serves a vehicle parking garage in a building that:

13 (1) is used only for parking;

14 (2) is constructed of noncombustible materials; and

15 (3) is not greater than 75 feet in height.

16 (j) The executive director [~~commissioner~~] may charge a
17 reasonable fee as set by the commission for an application for
18 waiver or delay. One application for a waiver or delay may contain
19 all requests related to a particular building. A delay may not be
20 granted indefinitely but must be granted to a specified time.

21 SECTION 12.006. Section 754.015, Health and Safety Code, is
22 amended to read as follows:

23 Sec. 754.015. RULES. (a) The commission [~~commissioner~~] by
24 rule shall provide for:

25 (1) the inspection and certification once each
26 calendar year of elevators, escalators, and related equipment
27 covered by standards adopted under this subchapter;

- 1 (2) the enforcement of those standards;
- 2 (3) the certification of qualified persons as
- 3 inspectors for the purposes of this subchapter; and
- 4 (4) the form of the inspection report and certificate
- 5 of compliance.

6 (b) The commission [~~commissioner~~] by rule may not require

7 that:

8 (1) inspection be made more often than once per year of

9 elevators, escalators, and related equipment; or

10 (2) persons post a bond or furnish insurance as a

11 condition of certification[~~, and~~

12 [~~(3) inspection reports or certificates of compliance~~

13 ~~be placed in locations other than one provided in Section~~

14 ~~754.019(4)].~~

15 SECTION 12.007. Section 754.016, Health and Safety Code, is

16 amended to read as follows:

17 Sec. 754.016. INSPECTION REPORTS [~~REPORT~~] AND CERTIFICATES

18 [~~CERTIFICATE~~] OF COMPLIANCE. (a) Inspection reports [~~An~~

19 ~~inspection report~~] and certificates [~~a certificate~~] of compliance

20 required under this subchapter must cover all elevators,

21 escalators, and related equipment in a building or structure

22 appurtenant to the building, including a parking facility, that are

23 owned by the same person or persons. [~~There shall be only one~~

24 ~~inspection report and one certificate of compliance for each~~

25 ~~building.~~]

26 (b) An inspector shall date and sign an inspection report

27 and shall issue the report to the building owner. The inspection

1 report shall be on forms designated by the executive director
2 [~~commissioner~~].

3 (c) The executive director [~~commissioner~~] shall date and
4 sign a certificate of compliance and shall issue the certificate to
5 the building owner. The certificate of compliance shall state:

6 (1) that the elevators, escalators, and related
7 equipment have been inspected by a certified inspector and found by
8 the inspector to be in compliance, except for any delays or waivers
9 granted by the executive director [~~commissioner~~] and stated in the
10 certificate;

11 (2) the date of the last inspection and the due date
12 for the next inspection; and

13 (3) contact information at the department to report a
14 violation of this subchapter.

15 (d) The commission by rule shall:

16 (1) specify what information must be contained in a
17 certificate of compliance;

18 (2) describe the procedure by which a certificate of
19 compliance is issued;

20 (3) require that a certificate of compliance related
21 to an elevator be posted in a publicly visible area of the building;
22 and

23 (4) determine what constitutes a "publicly visible
24 area" under Subdivision (3).

25 SECTION 12.008. Sections 754.017(b) and (c), Health and
26 Safety Code, are amended to read as follows:

27 (b) The commission [~~commissioner~~] may not by rule prohibit

1 an ASME-QEI-1 certified inspector who is registered with the
2 department from inspecting under this subchapter an elevator, an
3 escalator, or related equipment. A person assisting a certified
4 inspector is not required to be ASME-QEI-1 certified.

5 (c) The executive director [~~commissioner~~] may charge a
6 [~~\$15~~] fee to certified inspectors for registering with the
7 department.

8 SECTION 12.009. Sections 754.019(a), (b), (d), and (e),
9 Health and Safety Code, are amended to read as follows:

10 (a) The owner of real property on which an elevator, an
11 escalator, or related equipment covered by this subchapter is
12 located shall:

13 (1) have the elevator, escalator, or related equipment
14 inspected by an ASME-QEI-1 certified inspector in accordance with
15 the commission's [~~commissioner's~~] rules;

16 (2) obtain inspection reports [~~an inspection report~~]
17 from the inspector evidencing that all elevators, escalators, and
18 related equipment in a building on the real property were inspected
19 in accordance with this subchapter and rules adopted under this
20 subchapter;

21 (3) file with the executive director [~~commissioner~~] a
22 copy of each inspection report and a [~~\$20~~] filing fee for each
23 report, plus a fee [~~\$5~~] for each elevator, escalator, or related
24 equipment not later than the 60th day after the date on which an
25 inspection is made under this subchapter;

26 (4) display the certificate of compliance:

27 (A) in a publicly visible area of the building,

1 as determined by commission rule under Section 754.016, [~~the~~
2 ~~elevator mechanical room~~] if the certificate relates to an
3 elevator;

4 (B) in the escalator box if the certificate
5 relates to an escalator; or

6 (C) in a place designated by the executive
7 director [~~commissioner~~] if the certificate relates to related
8 equipment; and

9 (5) display the inspection report at the locations
10 designated in Subdivision (4) until a certificate of compliance is
11 issued by the executive director [~~commissioner~~].

12 (b) When an inspection report is filed with the executive
13 director [~~commissioner~~], the owner shall submit to the executive
14 director [~~commissioner~~]:

15 (1) verification that any deficiencies in the
16 inspector's report have been remedied or that a bona fide contract
17 to remedy the deficiencies has been entered into; or

18 (2) any application for delay or waiver of an
19 applicable standard.

20 (d) For the purpose of determining timely filing under
21 Subsection (a)(3), an inspection report and fee are considered
22 filed on the date of mailing by United States mail if properly
23 addressed to the executive director [~~commissioner~~].

24 (e) If the inspection report and fee required by Subsection
25 (a)(3) are not timely filed, the executive director [~~commissioner~~]
26 may charge the owner of the real property on which the elevator,
27 escalator, or related equipment is located an additional [~~\$100~~] fee

1 for late filing.

2 SECTION 12.010. Section 754.023, Health and Safety Code, is
3 amended to read as follows:

4 Sec. 754.023. INVESTIGATION; LICENSE PROCEEDINGS;
5 INJUNCTION. (a) If there is good cause for the executive director
6 [~~commissioner~~] to believe that an elevator, an escalator, or
7 related equipment on real property is dangerous or that an accident
8 involving an elevator, an escalator, or related equipment occurred
9 on the property and serious bodily injury or property damage
10 resulted, the executive director [~~commissioner~~] may enter the
11 property during regular business hours after notice to the owner,
12 operator, or person in charge of the property to inspect the
13 elevator, escalator, or related equipment or investigate the
14 accident at no cost to the owner.

15 (b) The executive director [~~commissioner~~] may enter real
16 property during regular business hours after notice to the owner,
17 operator, or person in charge of the property to verify, at no cost
18 to the owner, whether an inspection report or certificate of
19 compliance has been displayed as required under Section 754.019(a).

20 (c) The commission [~~commissioner~~] may deny, suspend, or
21 revoke the registration of any ASME-QEI-1 certified inspector for:

22 (1) obtaining registration with the executive
23 director [~~commissioner~~] by fraud or false representation;

24 (2) falsifying any inspection report submitted to the
25 executive director [~~commissioner~~]; or

26 (3) violating this subchapter or a rule adopted under
27 this subchapter.

1 (d) The executive director [~~commissioner~~] is entitled to
2 appropriate injunctive relief to prevent a violation or threatened
3 violation of this subchapter or a rule adopted under this
4 subchapter.

5 (e) The executive director [~~commissioner~~] may bring suit in
6 a district court in Travis County or in the county in which the
7 violation or threatened violation occurs. If requested, the
8 attorney general shall represent the executive director
9 [~~commissioner~~] in the suit.

10 SECTION 12.011. Subchapter B, Chapter 754, Health and
11 Safety Code, is amended by adding Section 754.025 to read as
12 follows:

13 Sec. 754.025. APPLICABILITY OF OTHER LAW. Sections 51.401
14 and 51.404, Occupations Code, do not apply to this subchapter.

15 SECTION 12.012. The following laws are repealed:

- 16 (1) Section 754.011(5), Health and Safety Code; and
17 (2) Section 754.019(f), Health and Safety Code.

18 SECTION 12.013. Not later than December 1, 2003, the Texas
19 Commission of Licensing and Regulation shall adopt the rules
20 required by Sections 754.016 and 754.019(a), Health and Safety
21 Code, as amended by this article.

22 SECTION 12.014. The changes in law made by this article apply
23 only to an inspection report or certificate of compliance issued on
24 or after the effective date of this Act. An inspection report or
25 certificate issued before the effective date of this Act is covered
26 by the law in effect when the report or certificate was issued and
27 is valid until the renewal date of that report or certificate under

1 the terms of the former law, and the former law is continued in
2 effect for that purpose. On renewal, an inspection report or
3 certificate is subject to Chapter 754, Health and Safety Code, as
4 amended by this article.

5 SECTION 12.015. The changes in law made by this article
6 applying to members of the elevator advisory board do not affect
7 the entitlement of a member serving on the board immediately before
8 September 1, 2003, to continue to serve and function as a member of
9 the board for the remainder of the member's term. Those changes in
10 law apply only to a member appointed on or after September 1, 2003.

11 ARTICLE 13. INDUSTRIALIZED HOUSING AND BUILDINGS

12 SECTION 13.001. Section 1202.001, Occupations Code, is
13 amended by adding Subdivision (4-a) to read as follows:

14 (4-a) "Executive director" means the executive
15 director of the department.

16 SECTION 13.002. Section 1202.101, Occupations Code, is
17 amended to read as follows:

18 Sec. 1202.101. RULES; ORDERS. (a) The commission
19 [~~commissioner~~] shall adopt rules and issue orders as necessary to:

20 (1) ensure compliance with the purposes of this
21 chapter; and

22 (2) provide for uniform enforcement of this chapter.

23 (b) The commission [~~commissioner~~] shall adopt rules as
24 appropriate to implement the council's actions, decisions,
25 interpretations, and instructions.

26 SECTION 13.003. Section 1202.102, Occupations Code, is
27 amended to read as follows:

1 Sec. 1202.102. RULES PROVIDING FOR REGISTRATION AND
2 REGULATION. The commission [~~commissioner~~] by rule shall provide
3 for registration and regulation of manufacturers or builders of
4 industrialized housing or buildings.

5 SECTION 13.004. Subchapter C, Chapter 1202, Occupations
6 Code, is amended by adding Section 1202.106 to read as follows:

7 Sec. 1202.106. APPLICABILITY OF OTHER LAW. Sections
8 51.401 and 51.404 do not apply to this chapter.

9 SECTION 13.005. Section 1202.202(a), Occupations Code, is
10 amended to read as follows:

11 (a) To ensure compliance with approved designs, plans, and
12 specifications, the department shall inspect the construction of
13 industrialized housing and buildings at the manufacturing
14 facility. The executive director [~~commissioner~~] may designate
15 approved third-party inspectors to perform the inspections subject
16 to the rules of the commission [~~commissioner~~].

17 SECTION 13.006. Section 1202.204, Occupations Code, is
18 amended to read as follows:

19 Sec. 1202.204. RULES PROVIDING FOR DECALS OR INSIGNIA. The
20 commission [~~commissioner~~] by rule shall provide for the placement
21 of decals or insignia on each transportable modular section or
22 modular component to indicate compliance with the mandatory
23 construction codes.

24 SECTION 13.007. Section 1202.205, Occupations Code, is
25 amended to read as follows:

26 Sec. 1202.205. RECIPROCITY. (a) The commission
27 [~~commissioner~~] by rule may authorize an inspection of

1 industrialized housing or buildings constructed in another state to
2 be performed by an inspector of the equivalent regulatory agency of
3 the other state.

4 (b) The commission [~~commissioner~~] by rule may authorize an
5 inspection of industrialized housing or buildings constructed in
6 this state for use in another state.

7 (c) The commission [~~commissioner~~] shall enter into a
8 reciprocity agreement with the equivalent regulatory agency of the
9 other state as necessary to implement this section.

10 SECTION 13.008. Section 1202.252(a), Occupations Code, is
11 amended to read as follows:

12 (a) A municipality that regulates the on-site construction
13 or installation of industrialized housing and buildings may:

14 (1) require and review, for compliance with mandatory
15 construction codes, a complete set of designs, plans, and
16 specifications bearing the council's stamp of approval for each
17 installation of industrialized housing or buildings in the
18 municipality;

19 (2) require that all applicable local permits and
20 licenses be obtained before construction begins on a building site;

21 (3) require, in accordance with commission
22 [~~commissioner~~] rules, that all modules or modular components bear
23 an approved decal or insignia indicating inspection at the
24 manufacturing facility; and

25 (4) establish procedures for the inspection of:

26 (A) the erection and installation of
27 industrialized housing or buildings to be located in the

1 municipality, to ensure compliance with mandatory construction
2 codes and commission [~~commissioner~~] rules; and

3 (B) all foundation and other on-site
4 construction, to ensure compliance with approved designs, plans,
5 and specifications.

6 SECTION 13.009. Section 1202.301(b), Occupations Code, is
7 amended to read as follows:

8 (b) A person may not construct, sell or offer to sell, lease
9 or offer to lease, or transport over a street or highway of this
10 state any industrialized housing or building, or modular section or
11 component of a modular section, in violation of this chapter or a
12 rule of the commission or order of the commission or executive
13 director [~~commissioner~~].

14 SECTION 13.010. Section 1202.302, Occupations Code, is
15 amended to read as follows:

16 Sec. 1202.302. DENIAL OF CERTIFICATE; DISCIPLINARY ACTION.
17 In addition to imposing sanctions allowed under Section 51.353, the
18 commission [~~The commissioner~~] may deny, permanently revoke, or
19 suspend for a definite period and specified location or geographic
20 area a certificate of registration if the commission [~~commissioner~~]
21 finds that the applicant or registrant:

22 (1) provided false information on an application or
23 other document filed with the department;

24 (2) failed to pay a fee or file a report required by
25 the department for the administration or enforcement of this
26 chapter;

27 (3) engaged in a false, misleading, or deceptive act

1 or practice as described by Subchapter E, Chapter 17, Business &
2 Commerce Code; or

3 (4) violated:

4 (A) this chapter;

5 (B) a rule adopted by the commission or order
6 issued by the commission or the executive director [~~commissioner~~]
7 under this chapter; or

8 (C) a decision, action, or interpretation of the
9 council.

10 SECTION 13.011. Section 1202.351(b), Occupations Code, is
11 amended to read as follows:

12 (b) A person commits an offense if the person knowingly and
13 wilfully violates this chapter or a published rule of the
14 commission or order of the commission or the executive director
15 [~~commissioner~~].

16 SECTION 13.012. The following laws are repealed:

17 (1) Section 1202.001(2), Occupations Code; and

18 (2) Section 1202.103, Occupations Code.

19 ARTICLE 14. IRRIGATORS

20 SECTION 14.001. Section 1903.001, Occupations Code, is
21 amended by amending Subdivisions (1) and (3) and adding Subdivision
22 (2-a) to read as follows:

23 (1) "Commission" means the Texas [~~Natural Resource~~
24 ~~Conservation~~] Commission of Licensing and Regulation.

25 (2-a) "Department" means the Texas Department of
26 Licensing and Regulation.

27 (3) "Executive director" means the executive director

1 of the department [~~commission~~].

2 SECTION 14.002. Section 1903.151, Occupations Code, is
3 amended to read as follows:

4 (a) The Texas Irrigators Advisory Council consists of nine
5 members appointed by the presiding officer of the commission as
6 follows:

7 (1) six members who are irrigators, residents of this
8 state, experienced in the irrigation business, and familiar with
9 irrigation methods and techniques; and

10 (2) three public members.

11 SECTION 14.003. Section 1903.155, Occupations Code, is
12 amended to read as follows:

13 Sec. 1903.155. PRESIDING OFFICER. The presiding officer of
14 the commission [~~council~~] shall appoint a council member to serve
15 for two years as [~~elect a~~] presiding officer of the council [~~by a~~
16 ~~majority vote at the first meeting each fiscal year~~].

17 SECTION 14.004. The following laws are repealed:

- 18 (1) Section 1903.052, Occupations Code;
19 (2) Section 1903.055, Occupations Code;
20 (3) Subchapter C, Chapter 1903, Occupations Code;
21 (4) Subchapter E, Chapter 1903, Occupations Code;
22 (5) Section 1903.255, Occupations Code;
23 (6) Section 1903.304, Occupations Code;
24 (7) Section 1903.351, Occupations Code;
25 (8) Section 1903.352, Occupations Code; and
26 (9) Sections 1903.353(b) and (c), Occupations Code.

27 SECTION 14.005. (a) On November 1, 2003:

1 (1) all functions and activities relating to Chapter
2 1903, Occupations Code, performed by the Texas Commission on
3 Environmental Quality immediately before that date are transferred
4 to the Texas Department of Licensing and Regulation;

5 (2) a rule or form adopted by the Texas Commission on
6 Environmental Quality that relates to Chapter 1903, Occupations
7 Code, is a rule or form of the Texas Department of Licensing and
8 Regulation and remains in effect until amended or replaced by that
9 department;

10 (3) a license or other document issued by the Texas
11 Commission on Environmental Quality that relates to Chapter 1903,
12 Occupations Code, is considered a license or other document issued
13 by the Texas Department of Licensing and Regulation and remains in
14 effect until amended or replaced by that department;

15 (4) a reference in law or an administrative rule to the
16 Texas Commission on Environmental Quality that relates to Chapter
17 1903, Occupations Code, means the Texas Department of Licensing and
18 Regulation;

19 (5) a complaint, investigation, or other proceeding
20 before the Texas Commission on Environmental Quality that is
21 related to Chapter 1903, Occupations Code, is transferred without
22 change in status to the Texas Department of Licensing and
23 Regulation, and the Texas Department of Licensing and Regulation
24 assumes, as appropriate and without a change in status, the
25 position of the Texas Commission on Environmental Quality in an
26 action or proceeding to which the Texas Commission on Environmental
27 Quality is a party;

1 (6) all money, contracts, leases, property, and
2 obligations of the Texas Commission on Environmental Quality
3 related to Chapter 1903, Occupations Code, are transferred to the
4 Texas Department of Licensing and Regulation;

5 (7) all property in the custody of the Texas
6 Commission on Environmental Quality related to Chapter 1903,
7 Occupations Code, is transferred to the Texas Department of
8 Licensing and Regulation; and

9 (8) the unexpended and unobligated balance of any
10 money appropriated by the legislature for the Texas Commission on
11 Environmental Quality related to Chapter 1903, Occupations Code, is
12 transferred to the Texas Department of Licensing and Regulation.

13 (b) Before November 1, 2003, the Texas Commission on
14 Environmental Quality may agree with the Texas Department of
15 Licensing and Regulation to transfer any property of the Texas
16 Commission on Environmental Quality to the Texas Department of
17 Licensing and Regulation to implement the transfer required by this
18 article.

19 (c) In the period beginning on the effective date of this
20 Act and ending on November 1, 2003, the Texas Commission on
21 Environmental Quality shall continue to perform functions and
22 activities under Chapter 1903, Occupations Code, as if that chapter
23 had not been amended by this Act, and the former law is continued in
24 effect for that purpose.

25 ARTICLE 15. PERSONNEL EMPLOYMENT SERVICES

26 SECTION 15.001. Section 2501.001, Occupations Code, is
27 amended by amending Subdivision (2) and adding Subdivisions (3-a)

1 and (4-a) to read as follows:

2 (2) "Commission" [~~"Commissioner"~~] means the Texas
3 Commission of Licensing and Regulation [~~commissioner of licensing~~
4 ~~and regulation~~].

5 (3-a) "Department" means the Texas Department of
6 Licensing and Regulation.

7 (4-a) "Executive director" means the executive
8 director of the department.

9 SECTION 15.002. Section 2501.152, Occupations Code, is
10 amended to read as follows:

11 Sec. 2501.152. COMPLAINT AND INVESTIGATION. (a) A person
12 [~~by sworn affidavit~~] may file with the executive director
13 [~~commissioner~~] a complaint alleging a violation of Section
14 2501.102.

15 (b) On receipt of a complaint, the executive director
16 [~~commissioner~~] shall investigate the alleged violation and may:

- 17 (1) inspect any records relevant to the complaint; and
18 (2) subpoena those records and any necessary
19 witnesses.

20 SECTION 15.003. Sections 2501.153(a) and (c), Occupations
21 Code, are amended to read as follows:

22 (a) If the executive director [~~commissioner~~] determines as
23 a result of an investigation that a violation of Section 2501.102
24 may have occurred, the commission [~~commissioner~~] shall hold a
25 hearing [~~not later than the 45th day after the date the complaint~~
26 ~~was filed under Section 2501.152~~].

27 (c) The commission [~~commissioner~~] shall render a decision

1 on the alleged violation [~~not later than the eighth day~~] after [~~the~~
2 ~~date~~] the hearing is concluded.

3 SECTION 15.004. Section 2501.154, Occupations Code, is
4 amended to read as follows:

5 Sec. 2501.154. SANCTIONS. (a) If, after a hearing, the
6 commission [~~commissioner~~] determines that a personnel service has
7 violated Section 2501.102, the commission [~~commissioner~~] may, as
8 appropriate:

- 9 (1) issue a warning to the personnel service; or
10 (2) suspend or revoke the certificate of authority
11 issued to the personnel service.

12 (b) If, after a hearing, the commission [~~commissioner~~]
13 determines that a personnel service has violated Section 2501.102,
14 the commission [~~commissioner~~] may award the complainant an amount
15 equal to the amount of the fee charged by the personnel service.

16 SECTION 15.005. Section 2501.155, Occupations Code, is
17 amended to read as follows:

18 Sec. 2501.155. REISSUANCE OF CERTIFICATE AFTER REVOCATION.
19 If the commission [~~commissioner~~] revokes a certificate of authority
20 of a personnel service under Section 2501.154, the personnel
21 service and any owner of that personnel service may not apply for a
22 new certificate until the third anniversary of the date the
23 certificate was revoked.

24 SECTION 15.006. Section 2501.058, Occupations Code, is
25 repealed.

26 ARTICLE 16. PROPERTY TAX CONSULTANTS

27 SECTION 16.001. Section 1152.001, Occupations Code, is

1 amended by adding Subdivision (3-a) to read as follows:

2 (3-a) "Executive director" means the executive
3 director of the department.

4 SECTION 16.002. The heading to Subchapter B, Chapter 1152,
5 Occupations Code, is amended to read as follows:

6 SUBCHAPTER B. DUTIES OF COMMISSION, EXECUTIVE DIRECTOR,
7 [~~COMMISSIONER~~] AND DEPARTMENT

8 SECTION 16.003. Section 1152.051, Occupations Code, is
9 amended to read as follows:

10 Sec. 1152.051. STANDARDS OF CONDUCT FOR REGISTRANTS. The
11 commission [~~commissioner~~] by rule shall establish standards of
12 practice, conduct, and ethics for registrants.

13 SECTION 16.004. Sections 1152.102(a) and (b), Occupations
14 Code, are amended to read as follows:

15 (a) The council is composed of six members appointed by the
16 presiding officer of the commission.

17 (b) The presiding officer of the commission may appoint not
18 more than two members who are qualified for an exemption under
19 Section 1152.002(a)(3).

20 SECTION 16.005. Section 1152.104(b), Occupations Code, is
21 amended to read as follows:

22 (b) If a vacancy occurs during a member's term, the
23 presiding officer of the commission [~~commissioner~~] shall appoint to
24 fill the unexpired part of the term a replacement who meets the
25 qualifications of the vacated office.

26 SECTION 16.006. Section 1152.105, Occupations Code, is
27 amended to read as follows:

1 Sec. 1152.105. PRESIDING OFFICER. The presiding officer of
2 the commission [~~Before March 1 of each year, the council~~] shall
3 appoint [~~elect~~] a member of the council to serve as presiding
4 officer of the council for two years [~~until the last day of February~~
5 ~~of the following year~~].

6 SECTION 16.007. Section 1152.108, Occupations Code, is
7 amended to read as follows:

8 Sec. 1152.108. COUNCIL POWERS. The council shall:

9 (1) recommend to the commission [~~commissioner~~]
10 standards of practice, conduct, and ethics for registrants to be
11 adopted under this chapter;

12 (2) recommend to the commission amounts for the fees
13 it may set under this chapter;

14 (3) recommend to the commission [~~commissioner~~]
15 contents for the senior property tax consultant registration
16 examination and standards of acceptable performance;

17 (4) assist and advise the commission [~~commissioner~~] in
18 recognizing continuing education programs and educational courses
19 for registrants; and

20 (5) advise the commission [~~commissioner~~] in
21 establishing educational requirements for initial applicants.

22 SECTION 16.008. Section 1152.155(a), Occupations Code, is
23 amended to read as follows:

24 (a) To be eligible for registration, an applicant must:

25 (1) be at least 18 years of age;

26 (2) hold a high school diploma or its equivalent;

27 (3) pay the fees required by the commission;

1 (4) have a place of business in this state or designate
2 a resident of this state as the applicant's agent for service of
3 process; and

4 (5) meet any additional qualifications required by
5 this chapter or by the commission [~~commissioner~~] under this chapter
6 or Chapter 51.

7 SECTION 16.009. Section 1152.160, Occupations Code, is
8 amended to read as follows:

9 Sec. 1152.160. SENIOR PROPERTY TAX CONSULTANT REGISTRATION
10 EXAMINATION. (a) The executive director [~~commissioner~~] shall:

11 (1) adopt an examination for registration as a senior
12 property tax consultant; and

13 (2) establish the standards for passing the
14 examination.

15 (b) The department shall offer the examination at times and
16 places designated by the executive director [~~commissioner~~].

17 (c) To be eligible to take the examination, an applicant
18 must pay to the department an examination fee. [~~The commissioner by
19 rule may establish conditions for refunding the examination fee to
20 an applicant who does not take the examination.~~]

21 (d) The examination must:

22 (1) test the applicant's knowledge of:

- 23 (A) property taxation;
24 (B) the property tax system;
25 (C) property tax administration;
26 (D) ethical standards; and
27 (E) general principles of appraisal, accounting,

1 and law as they relate to property tax consulting services; and

2 (2) be graded according to rules adopted by the
3 commission [~~commissioner~~].

4 SECTION 16.010. Section 1152.163(a), Occupations Code, is
5 amended to read as follows:

6 (a) The commission [~~commissioner~~] may waive any
7 registration requirement for an applicant who holds a certificate
8 of registration or license issued by another state that has
9 registration or licensing requirements that were, on the date of
10 registration or licensing, substantially equal to those of this
11 state.

12 SECTION 16.011. Section 1152.201, Occupations Code, is
13 amended to read as follows:

14 Sec. 1152.201. TERM OF CERTIFICATE OF REGISTRATION. Except
15 as otherwise provided by the commission, a certificate of
16 registration expires on the first [~~second~~] anniversary of the date
17 of issuance.

18 SECTION 16.012. Section 1152.202(a), Occupations Code, is
19 amended to read as follows:

20 (a) The executive director [~~commissioner~~] shall issue to an
21 eligible registrant a certificate of renewal of registration on the
22 timely receipt of the required renewal fee. [~~The certificate~~
23 ~~expires on the second anniversary of the date of issuance.~~]

24 SECTION 16.013. Section 1152.203, Occupations Code, is
25 amended to read as follows:

26 Sec. 1152.203. REQUIRED CONTINUING EDUCATION. The
27 commission [~~commissioner~~] by rule shall require that, to renew a

1 registration, the registrant complete during the term of the
2 registration at least 10 [~~20~~] classroom hours of continuing
3 education courses recognized by the commission [~~commissioner~~] at
4 least three [~~six~~] hours of which include instruction on laws and
5 legal issues in this state related to property tax consulting
6 services.

7 SECTION 16.014. Section 1152.204, Occupations Code, is
8 amended to read as follows:

9 Sec. 1152.204. RECOGNITION OF EDUCATIONAL PROGRAMS AND
10 COURSES. (a) The commission [~~commissioner~~] by rule shall
11 recognize appropriate continuing education programs for
12 registrants.

13 (b) The commission [~~commissioner~~] shall recognize a
14 continuing education course, including a course on the legal issues
15 and law related to property tax consulting services, that is:

16 (1) approved by the Texas Real Estate Commission or
17 the Texas Appraiser Licensing and Certification Board; and

18 (2) completed by a registrant who also holds:

19 (A) an active real estate broker license or an
20 active real estate salesperson license under Chapter 1101; or

21 (B) an active real estate appraiser license or
22 certificate under Chapter 1103.

23 (c) The commission [~~commissioner~~] may recognize an
24 educational program or course:

25 (1) related to property tax consulting services; and

26 (2) offered or sponsored by a public provider or a
27 recognized private provider, including:

- 1 (A) the comptroller;
- 2 (B) the State Bar of Texas;
- 3 (C) the Texas Real Estate Commission;
- 4 (D) an institution of higher education that meets
- 5 program and accreditation standards comparable to those for public
- 6 institutions of higher education as determined by the Texas Higher
- 7 Education Coordinating Board; or

8 (E) a nonprofit and voluntary trade association,

9 institute, or organization:

10 (i) whose membership consists primarily of

11 persons who represent property owners in property tax or

12 transactional tax matters;

13 (ii) that has written experience and

14 examination requirements for membership or for granting

15 professional designation to its members; and

16 (iii) that subscribes to a code of

17 professional conduct or ethics.

18 (d) The commission [~~commissioner~~] may recognize a private

19 provider of an educational program or course if the provider:

20 (1) applies to the department on a printed form

21 prescribed by the executive director [~~commissioner~~]; and

22 (2) pays in the amounts set by the commission:

23 (A) a nonrefundable application fee; and

24 (B) an educational provider's fee.

25 (e) The department shall refund the educational provider's

26 fee if the commission [~~commissioner~~] does not recognize the

27 provider's educational program or course.

1 SECTION 16.015. Subchapter E, Chapter 1152, Occupations
2 Code, is amended by adding Section 1152.205 to read as follows:

3 Sec. 1152.205. APPLICABILITY OF OTHER LAW REGARDING
4 CONTINUING EDUCATION. Section 51.405 does not apply to this
5 chapter.

6 SECTION 16.016. Section 1152.251, Occupations Code, is
7 amended to read as follows:

8 Sec. 1152.251. DISCIPLINARY POWERS OF COMMISSION
9 [~~COMMISSIONER~~]. After a hearing, the commission [~~commissioner~~] may
10 deny a certificate of registration and may impose an administrative
11 sanction or penalty and seek injunctive relief and a civil penalty
12 against a registrant as provided by Chapter 51 for:

13 (1) a violation of this chapter or a rule applicable to
14 the registrant adopted by the commission [~~commissioner~~] under this
15 chapter;

16 (2) gross incompetency in the performance of property
17 tax consulting services;

18 (3) dishonesty or fraud committed while performing
19 property tax consulting services; or

20 (4) a violation of the standards of ethics adopted by
21 the commission [~~commissioner~~].

22 SECTION 16.017. The following laws are repealed:

23 (1) Section 1152.001(2), Occupations Code;

24 (2) Section 1152.161, Occupations Code; and

25 (3) Sections 1152.202(b) and (c), Occupations Code.

26 SECTION 16.018. The changes in law made by this article to
27 Sections 1152.201 and 1152.203, Occupations Code, apply only to a

1 certificate of registration issued or renewed on or after the
2 effective date of this Act. A certificate of registration issued or
3 renewed before the effective date of this Act is governed by those
4 sections as they existed immediately before the effective date of
5 this Act, and that law is continued in effect for that purpose.

6 SECTION 16.019. The changes in law made by this article
7 applying to members of the Property Tax Consultants Advisory
8 Council do not affect the entitlement of a member serving on the
9 council immediately before September 1, 2003, to continue to serve
10 and function as a member of the council for the remainder of the
11 member's term. Those changes in law apply only to a member appointed
12 on or after September 1, 2003.

13 ARTICLE 17. SERVICE CONTRACT PROVIDERS

14 SECTION 17.001. Section 1304.002, Occupations Code, is
15 amended by adding Subdivision (5-a) to read as follows:

16 (5-a) "Executive director" means the executive
17 director of the department.

18 SECTION 17.002. Section 1304.051, Occupations Code, is
19 amended to read as follows:

20 Sec. 1304.051. SERVICE CONTRACT PROVIDERS ADVISORY BOARD.

21 (a) The Service Contract Providers Advisory Board consists of six
22 members appointed by the presiding officer of the commission
23 [commissioner] and one ex officio nonvoting member.

24 (b) Of the appointed members:

25 (1) two must be officers, directors, or employees of a
26 provider of service contracts that have been approved by the
27 executive director [commissioner];

1 (2) two must be officers, directors, or employees of a
2 retail outlet or other entity in this state that provides to
3 consumers service contracts approved by the executive director
4 [~~commissioner~~] for sale to consumers;

5 (3) one must be an officer, director, or employee of an
6 entity authorized by the Texas Department of Insurance to sell
7 reimbursement insurance policies; and

8 (4) one must be a resident of this state who holds, as
9 a consumer, a service contract that is in force in this state on the
10 date of the member's appointment and was issued by a provider
11 registered under this chapter.

12 (c) The executive director [~~commissioner~~] or the executive
13 director's [~~commissioner's~~] designee serves as an ex officio
14 nonvoting member of the advisory board.

15 SECTION 17.003. Section 1304.052(a), Occupations Code, is
16 amended to read as follows:

17 (a) The advisory board shall advise the commission
18 [~~commissioner~~] in adopting rules and in administering and enforcing
19 this chapter.

20 SECTION 17.004. Section 1304.053(b), Occupations Code, is
21 amended to read as follows:

22 (b) If a vacancy occurs during an appointed member's term,
23 the presiding officer of the commission [~~commissioner~~] shall fill
24 the vacancy for the remainder of the unexpired term with a person
25 who represents the same interests as the predecessor.

26 SECTION 17.005. Section 1304.054, Occupations Code, is
27 amended to read as follows:

1 Sec. 1304.054. PRESIDING OFFICER. The presiding officer of
2 the commission [~~commissioner~~] shall designate one member of the
3 advisory board to serve as presiding officer of the board for two
4 years.

5 SECTION 17.006. Sections 1304.103(a) and (b), Occupations
6 Code, are amended to read as follows:

7 (a) The executive director [~~commissioner~~] shall develop a
8 tiered schedule of annual registration fees under which a
9 provider's registration fee is based on the number of service
10 contracts the provider sold in this state during the preceding
11 12-month period.

12 (b) The commission shall set the amounts of the fees to
13 cover the costs of administering this chapter. [~~The maximum fee may~~
14 ~~not exceed \$2,000.~~]

15 SECTION 17.007. Subchapter C, Chapter 1304, Occupations
16 Code, is amended by adding Section 1304.105 to read as follows:

17 Sec. 1304.105. RENEWAL. The commission shall adopt rules
18 regarding the renewal of a registration issued under this chapter.

19 SECTION 17.008. Sections 1304.151(a)-(c) and (e),
20 Occupations Code, are amended to read as follows:

21 (a) To ensure the faithful performance of a provider's
22 obligations to its service contract holders, each provider must:

23 (1) insure the provider's service contracts under a
24 reimbursement insurance policy issued by an insurer authorized to
25 transact insurance in this state or by a surplus lines insurer
26 eligible to place coverage in this state under Chapter 981 [~~Article~~
27 ~~1.14-2~~], Insurance Code;

1 (2) maintain a funded reserve account covering the
2 provider's obligations under its service contracts that are issued
3 and outstanding in this state and place in trust with the executive
4 director [~~commissioner~~] a financial security deposit consisting
5 of:

6 (A) a surety bond issued by an authorized surety;

7 (B) securities of the type eligible for deposit
8 by an authorized insurer in this state;

9 (C) a statutory deposit of cash or cash
10 equivalents;

11 (D) a letter of credit issued by a qualified
12 financial institution; or

13 (E) another form of security prescribed by rules
14 adopted by the commission [~~commissioner~~]; or

15 (3) maintain, or have a parent company that maintains,
16 a net worth or stockholders' equity of at least \$100 million.

17 (b) If the provider ensures its obligations under
18 Subsection (a)(2), the amount maintained in the reserve account may
19 not be less than an amount equal to 40 percent of the gross
20 consideration the provider received from consumers from the sale of
21 all service contracts issued and outstanding in this state, minus
22 any claims paid. The executive director [~~commissioner~~] may review
23 and examine the reserve account. The amount of the security deposit
24 may not be less than the greater of:

25 (1) \$25,000; or

26 (2) an amount equal to five percent of the gross
27 consideration the provider received from consumers from the sale of

1 all service contracts issued and outstanding in this state, minus
2 any claims paid.

3 (c) If the provider ensures its obligations under
4 Subsection (a)(3), the provider must give to the executive director
5 [~~commissioner~~] on request:

6 (1) a copy of the provider's or the provider's parent
7 company's most recent Form 10-K or Form 20-F filed with the
8 Securities and Exchange Commission within the preceding calendar
9 year; or

10 (2) if the provider or the provider's parent company
11 does not file with the Securities and Exchange Commission, a copy of
12 the provider's or the provider's parent company's audited financial
13 statements showing a net worth of the provider or its parent company
14 of at least \$100 million.

15 (e) The executive director [~~commissioner~~] may not require a
16 provider to meet any additional financial security requirement.

17 SECTION 17.009. Section 1304.201(a), Occupations Code, is
18 amended to read as follows:

19 (a) On a finding that a ground for disciplinary action
20 exists under this chapter, the commission [~~commissioner~~] may impose
21 an administrative sanction, including an administrative penalty,
22 as provided by Chapter 51.

23 SECTION 17.010. The following laws are repealed:

24 (1) Section 1304.002(3), Occupations Code; and

25 (2) Section 1304.201(b), Occupations Code.

26 SECTION 17.011. The changes in law made by this article
27 applying to members of the Service Contract Providers Advisory

1 Board do not affect the entitlement of a member serving on the
2 board immediately before September 1, 2003, to continue to serve
3 and function as a member of the board for the remainder of the
4 member's term. Those changes in law apply only to a member appointed
5 on or after September 1, 2003.

6 ARTICLE 18. STAFF LEASING SERVICES

7 SECTION 18.001. Section 91.001, Labor Code, is amended by
8 adding Subdivision (8-a) to read as follows:

9 (8-a) "Executive director" means the executive
10 director of the department.

11 SECTION 18.002. Sections 91.002(a) and (b), Labor Code, are
12 amended to read as follows:

13 (a) The commission [~~commissioner~~] shall adopt rules as
14 necessary to administer this chapter.

15 (b) Each person who offers staff leasing services is subject
16 to this chapter and the rules adopted by the commission
17 [~~commissioner~~].

18 SECTION 18.003. Subchapter A, Chapter 91, Labor Code, is
19 amended by adding Section 91.008 to read as follows:

20 Sec. 91.008. APPLICABILITY OF CONTINUING EDUCATION
21 LAW. Section 51.405, Occupations Code, does not apply to this
22 chapter.

23 SECTION 18.004. Section 91.016(b), Labor Code, is amended
24 to read as follows:

25 (b) A license issued or renewed by the department under this
26 chapter is valid for one year [~~two years~~] from the date of the
27 issuance or renewal. The department shall renew a license on

1 receipt of a complete renewal application form and payment of the
2 license renewal fee.

3 SECTION 18.005. Section 91.017(a), Labor Code, is amended
4 to read as follows:

5 (a) Each applicant for an original or renewal staff leasing
6 services company license shall pay to the department before the
7 issuance of the license or license renewal a fee set by the
8 commission by rule [~~in an amount not to exceed \$6,000 for the~~
9 ~~two-year license period~~].

10 SECTION 18.006. Sections 91.018(b) and (d), Labor Code, are
11 amended to read as follows:

12 (b) A license holder may change the license holder's
13 licensed name at any time by notifying the department and paying a
14 fee for each change of name. The commission by rule shall set the
15 fee for a name change [~~in an amount not to exceed \$50~~]. A license
16 holder may change the license holder's name on renewal of the
17 license without the payment of the name change fee.

18 (d) A license holder may amend the name specified in its
19 license to add a trade name, trademark, service mark, or parent
20 company name. An amendment made under this subsection must comply
21 with the requirements imposed under Subsection (a). The department
22 may charge a fee [~~not to exceed \$50~~] for processing of such an
23 amendment.

24 SECTION 18.007. Section 91.019(a), Labor Code, is amended
25 to read as follows:

26 (a) The commission [~~commissioner~~] by rule shall provide for
27 the issuance of a limited license to a person who seeks to offer

1 limited staff leasing services in this state.

2 SECTION 18.008. Section 91.020, Labor Code, is amended to
3 read as follows:

4 Sec. 91.020. GROUNDS FOR DISCIPLINARY ACTION. [~~a~~] The
5 department may take disciplinary action against a license holder on
6 any of the following grounds:

7 (1) [~~being convicted or having a controlling person of~~
8 ~~the license holder who is convicted of:~~

9 [~~(A) bribery, fraud, or intentional or material~~
10 ~~misrepresentation in obtaining, attempting to obtain, or renewing a~~
11 ~~license;~~

12 [~~(B) a crime that relates to the operation of a~~
13 ~~staff leasing service or the ability of the license holder or any~~
14 ~~controlling person of the license holder to operate a staff leasing~~
15 ~~service;~~

16 [~~(C) a crime that relates to the classification,~~
17 ~~misclassification, or under-reporting of employees under Subtitle~~
18 ~~A, Title 5;~~

19 [~~(D) a crime that relates to the establishment or~~
20 ~~maintenance of a self-insurance program, whether health insurance,~~
21 ~~workers' compensation insurance, or other insurance; or~~

22 [~~(E) a crime that relates to fraud, deceit, or~~
23 ~~misconduct in the operation of a staff leasing service;~~

24 [~~2~~] engaging in staff leasing services or offering
25 to engage in the provision of staff leasing services without a
26 license;

27 (2) [~~3~~] transferring or attempting to transfer a

1 license issued under this chapter;

2 (3) [~~(4)~~] violating this chapter or any order or rule
3 issued by the executive director [~~department~~] or commission
4 [~~commissioner~~] under this chapter;

5 (4) [~~(5)~~] failing after the 31st day after the date on
6 which a felony conviction of a controlling person is final to notify
7 the department in writing of the conviction;

8 (5) [~~(6)~~] failing to cooperate with an investigation,
9 examination, or audit of the license holder's records conducted by
10 the license holder's insurance company or the insurance company's
11 designee, as allowed by the insurance contract or as authorized by
12 law by the Texas Department of Insurance;

13 (6) [~~(7)~~] failing after the 31st day after the
14 effective date of a change in ownership, principal business
15 address, or the address of accounts and records to notify the
16 department and the Texas Department of Insurance of the change;

17 (7) [~~(8)~~] failing to correct any tax filings or
18 payment deficiencies within a reasonable time as determined by the
19 executive director [~~commissioner~~];

20 (8) [~~(9)~~] refusing, after reasonable notice, to meet
21 reasonable health and safety requirements within the license
22 holder's control and made known to the license holder by a federal
23 or state agency;

24 (9) [~~(10)~~] being delinquent in the payment of the
25 license holder's insurance premiums other than those subject to a
26 legitimate dispute;

27 (10) [~~(11)~~] being delinquent in the payment of any

1 employee benefit plan premiums or contributions other than those
2 subject to a legitimate dispute;

3 (11) [~~(12)~~] knowingly making a material
4 misrepresentation to an insurance company or to the department or
5 other governmental agency;

6 (12) [~~(13)~~] failing to maintain the net worth
7 requirements required under Section 91.014; or

8 (13) [~~(14)~~] using staff leasing services to avert or
9 avoid an existing collective bargaining agreement.

10 [~~(b) For purposes of this section, "conviction" includes a~~
11 ~~plea of nolo contendere or a finding of guilt, regardless of~~
12 ~~adjudication.~~]

13 SECTION 18.009. Section 91.041(c), Labor Code, is amended
14 to read as follows:

15 (c) The commission [~~commissioner~~] by rule may require a
16 license holder to file other reports that are reasonably necessary
17 for the implementation of this chapter.

18 SECTION 18.010. The following laws are repealed:

19 (1) Section 91.001(5), Labor Code; and

20 (2) Section 91.021, Labor Code.

21 SECTION 18.011. The change in law made by this article to
22 Section 91.016(b), Labor Code, applies only to a license issued or
23 renewed on or after the effective date of this Act. A license
24 issued or renewed before the effective date of this Act is governed
25 by that section as it existed immediately before the effective date
26 of this Act, and that law is continued in effect for that purpose.

27 ARTICLE 19. TALENT AGENCIES

1 SECTION 19.001. Section 2105.001, Occupations Code, is
2 amended by amending Subdivision (2) and adding Subdivision (3-a) to
3 read as follows:

4 (2) "Commission" [~~"Commissioner"~~] means the Texas
5 Commission of Licensing and Regulation [~~commissioner of licensing~~
6 ~~and regulation~~].

7 (3-a) "Executive director" means the executive
8 director of the department.

9 SECTION 19.002. Section 2105.002, Occupations Code, is
10 amended to read as follows:

11 Sec. 2105.002. POWERS AND DUTIES [~~OF DEPARTMENT~~]. (a) The
12 executive director [~~department~~] shall[+]

13 [~~(1)~~] prescribe application forms for original and
14 renewal certificates of registration.

15 (b) The commission shall: [+]

16 (1) [~~(2)~~] set application and registration fees in
17 amounts that are reasonable and necessary to defray the costs of
18 administering this chapter; and

19 (2) [~~(3)~~] adopt rules as necessary to implement this
20 chapter.

21 (c) [~~(b)~~] The commission [~~department~~] may[+]

22 [~~(1)~~] adopt rules as necessary to administer the
23 registration program created under this chapter.

24 (d) The department may[+ and

25 [~~(2)~~] take other action as necessary to enforce this
26 chapter.

27 SECTION 19.003. Subchapter A, Chapter 2105, Occupations

1 Code, is amended by adding Section 2105.003 to read as follows:

2 Sec. 2105.003. APPLICABILITY OF OTHER LAW. Section 51.405
3 does not apply to this chapter.

4 SECTION 19.004. Section 2105.053, Occupations Code, is
5 amended to read as follows:

6 Sec. 2105.053. REGISTRATION FEE. The department may
7 charge a talent agency a reasonable fee [~~not to exceed \$100~~] to
8 cover the cost of filing a registration statement or an update of a
9 registration statement.

10 SECTION 19.005. Section 2105.104, Occupations Code, is
11 amended to read as follows:

12 Sec. 2105.104. AGENCY RECORDS. A certificate holder shall
13 maintain records relating to the operation of the talent agency as
14 required by commission [~~department~~] rule.

15 SECTION 19.006. Section 2105.105(b), Occupations Code, is
16 amended to read as follows:

17 (b) Funds deposited under this section may be disbursed only
18 as prescribed by commission [~~department~~] rule.

19 SECTION 19.007. The following laws are repealed:

- 20 (1) Sections 2105.055(b) and (c), Occupations Code;
21 (2) Sections 2105.056(a), (b), and (c), Occupations
22 Code; and
23 (3) Section 2105.252, Occupations Code.

24 ARTICLE 20. TEMPORARY COMMON WORKER EMPLOYERS

25 SECTION 20.001. Section 92.002, Labor Code, is amended by
26 adding Subdivision (4-a) to read as follows:

27 (4-a) "Executive director" means the executive

1 director of the department.

2 SECTION 20.002. Subchapter A, Chapter 92, Labor Code, is
3 amended by adding Section 92.004 to read as follows:

4 Sec. 92.004. APPLICABILITY OF OTHER LAW. Section 51.405,
5 Occupations Code, does not apply to this chapter.

6 SECTION 20.003. Section 92.022(c), Labor Code, is amended
7 to read as follows:

8 (c) Information received by the commission [~~commissioner~~]
9 or department under this section is privileged and confidential and
10 is for the exclusive use of the commission [~~commissioner~~] or
11 department. The information may not be disclosed to any other
12 person except on the entry of a court order requiring disclosure or
13 on the written consent of a person under investigation who is the
14 subject of the records.

15 SECTION 20.004. The following laws are repealed:

- 16 (1) Section 92.002(2), Labor Code; and
17 (2) Sections 92.015(b) and (c), Labor Code.

18 ARTICLE 21. TRANSPORTATION SERVICE PROVIDERS

19 SECTION 21.001. Section 2401.001(2), Occupations Code, is
20 amended to read as follows:

21 (2) "Department" means the [~~Texas~~] Department of
22 Public Safety [~~Licensing and Regulation~~].

23 SECTION 21.002. The heading to Subchapter B, Chapter 2401,
24 Occupations Code, is amended to read as follows:

25 SUBCHAPTER B. POWERS AND DUTIES [~~OF COMMISSION, COMMISSIONER, AND~~
26 ~~DEPARTMENT~~]

27 SECTION 21.003. Section 2401.052, Occupations Code, is

1 amended to read as follows:

2 Sec. 2401.052. EXAMINATION OR AUDIT. (a) To administer
3 this chapter, the department may:

4 (1) examine:

5 (A) a record maintained under Section 2401.152;
6 or

7 (B) a record or object the department determines
8 is necessary to conduct a complete examination; or

9 (2) question under oath any person who~~+~~

10 ~~[(A)]~~ is associated with the business of a
11 transportation service provider~~[, or~~

12 ~~[(B) claims the person was negatively affected by~~
13 ~~a violation of this chapter committed by a transportation service~~
14 ~~provider].~~

15 (b) The department may periodically audit the business
16 records of a transportation service provider ~~[registered under this~~
17 ~~chapter].~~

18 SECTION 21.004. Section 2401.251, Occupations Code, is
19 amended to read as follows:

20 Sec. 2401.251. CIVIL PENALTY. A transportation service
21 provider who knowingly violates this chapter ~~[or a rule adopted~~
22 ~~under this chapter]~~ is liable for a civil penalty of not less than
23 \$100 or more than \$500 for each violation.

24 SECTION 21.005. Section 2401.253, Occupations Code, is
25 amended to read as follows:

26 Sec. 2401.253. AUTHORITY TO INVESTIGATE AND FILE COMPLAINT.

27 (a) The department ~~[commissioner, with the assistance of the Texas~~

1 ~~Department of Public Safety,~~] may investigate a violation of this
2 chapter [~~or a rule adopted under this chapter~~].

3 (b) Any [~~The commissioner or any~~] law enforcement agency may
4 file a complaint with:

- 5 (1) the district attorney of Travis County; or
6 (2) the prosecuting attorney of the county in which a
7 violation is alleged to have occurred.

8 SECTION 21.006. The following laws are repealed:

- 9 (1) Section 2401.001(1), Occupations Code;
10 (2) Section 2401.051, Occupations Code;
11 (3) Section 2401.053, Occupations Code;
12 (4) Section 2401.054, Occupations Code;
13 (5) Subchapter C, Chapter 2401, Occupations Code;
14 (6) Section 2401.151, Occupations Code; and
15 (7) Subchapter E, Chapter 2401, Occupations Code.

16 SECTION 21.007. (a) On November 1, 2003:

17 (1) all functions and activities relating to Chapter
18 2401, Occupations Code, performed by the Texas Department of
19 Licensing and Regulation immediately before that date are
20 transferred to the Department of Public Safety;

21 (2) a reference in law or an administrative rule to the
22 Texas Department of Licensing and Regulation that relates to
23 Chapter 2401, Occupations Code, means the Department of Public
24 Safety;

25 (3) a complaint, investigation, or other proceeding
26 before the Texas Department of Licensing and Regulation that is
27 related to Chapter 2401, Occupations Code, is transferred without

1 change in status to the Department of Public Safety, and the
2 Department of Public Safety assumes, as appropriate and without a
3 change in status, the position of the Texas Department of Licensing
4 and Regulation in an action or proceeding to which the Texas
5 Department of Licensing and Regulation is a party;

6 (4) all money, contracts, leases, property, and
7 obligations of the Texas Department of Licensing and Regulation
8 related to Chapter 2401, Occupations Code, are transferred to the
9 Department of Public Safety;

10 (5) all property in the custody of the Texas
11 Department of Licensing and Regulation related to Chapter 2401,
12 Occupations Code, is transferred to the Department of Public
13 Safety; and

14 (6) the unexpended and unobligated balance of any
15 money appropriated by the legislature for the Texas Department of
16 Licensing and Regulation related to Chapter 2401, Occupations Code,
17 is transferred to the Department of Public Safety.

18 (b) An offense or other violation related to Chapter 2401,
19 Occupations Code, committed before the effective date of this Act
20 is covered by the law as it existed on the date on which the offense
21 or other violation was committed, and the former law is continued in
22 effect for that purpose.

23 (c) Before November 1, 2003, the Texas Department of
24 Licensing and Regulation may agree with the Department of Public
25 Safety to transfer any property of the Texas Department of
26 Licensing and Regulation to the Department of Public Safety to
27 implement the transfer required by this article.

1 (d) In the period beginning on the effective date of this
2 Act and ending on November 1, 2003, the Texas Department of
3 Licensing and Regulation shall continue to perform functions and
4 activities under Chapter 2401, Occupations Code, as if that chapter
5 had not been amended by this Act, and the former law is continued in
6 effect for that purpose.

7 ARTICLE 22. UNDERGROUND STORAGE TANK OPERATORS

8 SECTION 22.001. Section 26.451, Water Code, is amended by
9 adding Subdivision (3-a) to read as follows:

10 (3-a) "Department" means the Texas Department of
11 Licensing and Regulation.

12 SECTION 22.002. Sections 26.452(a) and (b), Water Code, are
13 amended to read as follows:

14 (a) A person who offers to undertake, represents that the
15 person is able to undertake, or undertakes to install, repair, or
16 remove an underground storage tank must hold a registration issued
17 by the department [~~commission~~] under Chapter 51, Occupations Code
18 [~~37~~]. If the person is a partnership or joint venture, it need not
19 register in its own name if each partner or joint venture is
20 registered.

21 (b) An underground storage tank contractor must have an
22 on-site supervisor who is licensed by the department [~~commission~~]
23 under Chapter 51, Occupations Code, [~~37~~] at the site at all times
24 during the critical junctures of the installation, repair, or
25 removal.

26 SECTION 22.003. Section 26.456(a), Water Code, is amended
27 to read as follows:

1 (a) A person supervising the installation, repair, or
2 removal of an underground storage tank must hold a license issued by
3 the department [~~commission~~] under Chapter 51, Occupations Code
4 [~~37~~].

5 SECTION 22.004. (a) On November 1, 2003:

6 (1) all functions and activities relating to
7 Subchapter K, Chapter 26, Water Code, performed by the Texas
8 Commission on Environmental Quality immediately before that date
9 are transferred to the Texas Department of Licensing and
10 Regulation;

11 (2) a rule or form adopted by the Texas Commission on
12 Environmental Quality that relates to Subchapter K, Chapter 26,
13 Water Code, is a rule or form of the Texas Department of Licensing
14 and Regulation and remains in effect until amended or replaced by
15 that department;

16 (3) a license or other document issued by the Texas
17 Commission on Environmental Quality that relates to Subchapter K,
18 Chapter 26, Water Code, is considered a license or other document
19 issued by the Texas Department of Licensing and Regulation and
20 remains in effect until amended or replaced by that department;

21 (4) a reference in law or an administrative rule to the
22 Texas Commission on Environmental Quality that relates to
23 Subchapter K, Chapter 26, Water Code, means the Texas Department of
24 Licensing and Regulation;

25 (5) a complaint, investigation, or other proceeding
26 before the Texas Commission on Environmental Quality that is
27 related to Subchapter K, Chapter 26, Water Code, is transferred

1 without change in status to the Texas Department of Licensing and
2 Regulation, and the Texas Department of Licensing and Regulation
3 assumes, as appropriate and without a change in status, the
4 position of the Texas Commission on Environmental Quality in an
5 action or proceeding to which the Texas Commission on Environmental
6 Quality is a party;

7 (6) all money, contracts, leases, property, and
8 obligations of the Texas Commission on Environmental Quality
9 related to Subchapter K, Chapter 26, Water Code, are transferred to
10 the Texas Department of Licensing and Regulation;

11 (7) all property in the custody of the Texas
12 Commission on Environmental Quality related to Subchapter K,
13 Chapter 26, Water Code, is transferred to the Texas Department of
14 Licensing and Regulation; and

15 (8) the unexpended and unobligated balance of any
16 money appropriated by the legislature for the Texas Commission on
17 Environmental Quality related to Subchapter K, Chapter 26, Water
18 Code, is transferred to the Texas Department of Licensing and
19 Regulation.

20 (b) Before November 1, 2003, the Texas Commission on
21 Environmental Quality may agree with the Texas Department of
22 Licensing and Regulation to transfer any property of the Texas
23 Commission on Environmental Quality to the Texas Department of
24 Licensing and Regulation to implement the transfer required by this
25 article.

26 (c) In the period beginning on the effective date of this
27 Act and ending on November 1, 2003, the Texas Commission on

1 Environmental Quality shall continue to perform functions and
2 activities under Subchapter K, Chapter 26, Water Code, as if that
3 subchapter had not been amended by this Act, and the former law is
4 continued in effect for that purpose.

5 ARTICLE 23. VEHICLE PROTECTION PRODUCT WARRANTORS

6 SECTION 23.001. Section 2, Article 9035, Revised Statutes,
7 is amended by adding Subdivision (4-a) to read as follows:

8 (4-a) "Executive director" means the executive
9 director of the department.

10 SECTION 23.002. Article 9035, Revised Statutes, is amended
11 by adding Section 3A to read as follows:

12 Sec. 3A. APPLICABILITY OF OTHER LAW. Section 51.405,
13 Occupations Code, does not apply to this article.

14 SECTION 23.003. Section 4, Article 9035, Revised Statutes,
15 is amended to read as follows:

16 Sec. 4. POWERS AND DUTIES [~~OF COMMISSIONER~~]. (a) The
17 commission [~~commissioner~~] may adopt rules as necessary to implement
18 this article.

19 (b) The executive director [~~commissioner~~] may conduct
20 investigations of warrantors or other persons as reasonably
21 necessary to enforce this article and to protect consumers in this
22 state. On request of the executive director [~~commissioner~~], a
23 warrantor shall make the warrantor's records maintained under
24 Section 10 of this article regarding vehicle protection products
25 sold by the warrantor available to the department as necessary to
26 enable the department to reasonably determine compliance with this
27 article.

1 SECTION 23.004. Sections 5(a)-(g), Article 9035, Revised
2 Statutes, are amended to read as follows:

3 (a) The Vehicle Protection Product Warrantor Advisory Board
4 is an advisory body to the commission [~~department~~]. The advisory
5 board shall advise[+]

6 [~~(1)~~] the commission [~~commissioner~~] on adopting
7 rules, ~~[and]~~ enforcing and administering this article, ~~[+]~~ and

8 [~~(2) the commission on~~] setting fees.

9 (b) The advisory board consists of six members appointed by
10 the presiding officer of the commission [~~commissioner~~] as follows:

11 (1) two members who are officers, directors, or
12 employees of a warrantor who has been approved or expects to be
13 approved by the department;

14 (2) two members who are officers, directors, or
15 employees of a retail outlet or other entity located in this state
16 that sells vehicle protection products and is approved or expected
17 to be approved by the department; and

18 (3) two members who are residents of this state and, at
19 the time of appointment, are consumers of vehicle protection
20 products issued by warrantors registered or expected to be
21 registered under this article.

22 (c) Members of the advisory board serve staggered six-year
23 terms, with the terms of two members expiring on February 1 of each
24 odd-numbered year. [~~The commissioner shall appoint the initial six
25 board members to terms of six years or less in order to create
26 staggered terms for the subsequent members of the advisory board.~~]

27 (d) The presiding officer of the commission [~~commissioner~~]

1 shall designate one member of the advisory board to serve as
2 presiding officer of the board for two years.

3 (e) The executive director [~~commissioner~~] or the executive
4 director's [~~commissioner's~~] designee serves as an ex officio
5 nonvoting member of the advisory board.

6 (f) The presiding officer of the commission [~~commissioner~~]
7 shall fill any vacancy on the advisory board by appointing an
8 individual who meets the qualifications for the vacant advisory
9 board position to serve the remainder of the unexpired term.

10 (g) The advisory board shall meet at least every six months
11 and may meet at other times at the call of the presiding officer of
12 the board or the presiding officer of the commission
13 [~~commissioner~~]. The advisory board shall meet at a location in this
14 state designated by the [~~advisory~~] board.

15 SECTION 23.005. Sections 6(c) and (d), Article 9035,
16 Revised Statutes, are amended to read as follows:

17 (c) Each registered warrantor shall pay an annual
18 registration fee [~~not to exceed \$2,500~~] as set by the commission to
19 cover the costs of administering this article. The department
20 shall develop a tiered fee structure under which registration fees
21 are assessed on warrantors based on the number of vehicle
22 protection products sold within this state in the 12 months
23 preceding the date of registration. The information submitted to
24 the department under this section regarding the number of vehicle
25 protection products sold by a warrantor may only be used by the
26 department in determining the tiered fee structure. Information
27 concerning the number of vehicle protection products sold by a

1 warrantor submitted under this section is a trade secret and
2 subject to Section 552.110, Government Code.

3 (d) The commission [~~commissioner~~] shall adopt rules
4 providing for the renewal of a warrantor's registration.

5 SECTION 23.006. Section 10(e), Article 9035, Revised
6 Statutes, is amended to read as follows:

7 (e) The commission [~~commissioner~~] shall adopt rules
8 governing how a warrantor shall protect nonpublic personal
9 information provided by a consumer to the warrantor.

10 SECTION 23.007. Sections 16(a) and (c), Article 9035,
11 Revised Statutes, are amended to read as follows:

12 (a) The executive director [~~commissioner~~] may bring an
13 action against a warrantor for injunctive relief under Section
14 51.352, Occupations Code, for a threatened or existing violation of
15 this article or of the [~~commissioner's~~] orders or rules adopted
16 under this article.

17 (c) For purposes of this section [~~and Section 15 of this~~
18 ~~article~~], violations are of a similar nature if the violations
19 consist of the same or a similar course of conduct, action, or
20 practice, regardless of the number of times the conduct, act, or
21 practice determined to be a violation of this article occurred.

22 SECTION 23.008. The following laws are repealed:

23 (1) Section 2(2), Article 9035, Revised Statutes; and

24 (2) Section 15, Article 9035, Revised Statutes.

25 SECTION 23.009. The changes in law made by this article
26 applying to members of the Vehicle Protection Product Warrantor
27 Advisory Board do not affect the entitlement of a member serving on

1 the board immediately before September 1, 2003, to continue to
2 serve and function as a member of the board for the remainder of the
3 member's term. Those changes in law apply only to a member
4 appointed on or after September 1, 2003.

5 ARTICLE 24. WATER TREATMENT SPECIALISTS

6 SECTION 24.001. Section 341.034(e), Health and Safety Code,
7 is amended to read as follows:

8 (e) Unless the person is licensed by the Texas State Board
9 of Plumbing Examiners, a person must hold a license issued by the
10 Texas Department of Licensing and Regulation [~~commission~~] under
11 Chapter 51, Occupations [~~37, Water~~] Code, if, under a contract, the
12 person:

13 (1) installs, exchanges, connects, maintains, or
14 services potable water treatment equipment and appliances in public
15 or private water systems; or

16 (2) analyzes water to determine how to treat influent
17 or effluent water, alter or purify water, or add or remove a
18 mineral, chemical, or bacterial content or substance as part of the
19 complete installation, exchange, connection, maintenance, or
20 service of potable water treatment equipment and appliances.

21 SECTION 24.002. Section 341.101, Health and Safety Code, is
22 amended by amending Subdivision (1) and adding Subdivision (1-a) to
23 read as follows:

24 (1) "Commission" means the Texas [~~Natural Resource~~
25 ~~Conservation~~] Commission of Licensing and Regulation.

26 (1-a) "Department" means the Texas Department of
27 Licensing and Regulation.

1 SECTION 24.003. Section 341.103, Health and Safety Code, is
2 amended to read as follows:

3 Sec. 341.103. CERTIFICATION REQUIRED. A person may not
4 engage in water treatment unless the person first obtains a
5 certificate from the department [~~commission~~] under the program
6 established under this subchapter.

7 SECTION 24.004. Section 341.104, Health and Safety Code, is
8 amended to read as follows:

9 Sec. 341.104. APPLICATION FOR CERTIFICATION. A person
10 desiring to obtain certification under the program established
11 under this subchapter shall file with the department [~~commission~~]:

12 (1) an application in the form prescribed by the
13 department [~~commission~~] and containing the information required by
14 the department [~~commission~~]; and

15 (2) the appropriate certification fee.

16 SECTION 24.005. Section 341.105(a), Health and Safety Code,
17 is amended to read as follows:

18 (a) On receipt of an application that meets department
19 [~~commission~~] requirements and the required fee, the department
20 [~~commission~~] shall issue to a person who meets department
21 [~~commission~~] standards for certification a certificate stating
22 that the person is qualified to install, exchange, service, and
23 repair residential, commercial, or industrial water treatment
24 facilities.

25 SECTION 24.006. Section 3, Chapter 504, Acts of the 77th
26 Legislature, Regular Session, 2001, is repealed.

27 SECTION 24.007. (a) On November 1, 2003:

1 (1) all functions and activities relating to Section
2 341.034(e), Health and Safety Code, or Subchapter G, Chapter 341,
3 Health and Safety Code, performed by the Texas Commission on
4 Environmental Quality immediately before that date are transferred
5 to the Texas Department of Licensing and Regulation;

6 (2) a rule or form adopted by the Texas Commission on
7 Environmental Quality that relates to Section 341.034(e), Health
8 and Safety Code, or Subchapter G, Chapter 341, Health and Safety
9 Code, is a rule or form of the Texas Department of Licensing and
10 Regulation and remains in effect until amended or replaced by that
11 department;

12 (3) a license or other document issued by the Texas
13 Commission on Environmental Quality that relates to Section
14 341.034(e), Health and Safety Code, or Subchapter G, Chapter 341,
15 Health and Safety Code, is considered a license or other document
16 issued by the Texas Department of Licensing and Regulation and
17 remains in effect until amended or replaced by that department;

18 (4) a reference in law or an administrative rule to the
19 Texas Commission on Environmental Quality that relates to Section
20 341.034(e), Health and Safety Code, or Subchapter G, Chapter 341,
21 Health and Safety Code, means the Texas Department of Licensing and
22 Regulation;

23 (5) a complaint, investigation, or other proceeding
24 before the Texas Commission on Environmental Quality that is
25 related to Section 341.034(e), Health and Safety Code, or
26 Subchapter G, Chapter 341, Health and Safety Code, is transferred
27 without change in status to the Texas Department of Licensing and

1 Regulation, and the Texas Department of Licensing and Regulation
2 assumes, as appropriate and without a change in status, the
3 position of the Texas Commission on Environmental Quality in an
4 action or proceeding to which the Texas Commission on Environmental
5 Quality is a party;

6 (6) all money, contracts, leases, property, and
7 obligations of the Texas Commission on Environmental Quality
8 related to Section 341.034(e), Health and Safety Code, or
9 Subchapter G, Chapter 341, Health and Safety Code, are transferred
10 to the Texas Department of Licensing and Regulation;

11 (7) all property in the custody of the Texas
12 Commission on Environmental Quality related to Section 341.034(e),
13 Health and Safety Code, or Subchapter G, Chapter 341, Health and
14 Safety Code, is transferred to the Texas Department of Licensing
15 and Regulation; and

16 (8) the unexpended and unobligated balance of any
17 money appropriated by the legislature for the Texas Commission on
18 Environmental Quality related to Section 341.034(e), Health and
19 Safety Code, or Subchapter G, Chapter 341, Health and Safety Code,
20 is transferred to the Texas Department of Licensing and Regulation.

21 (b) Before November 1, 2003, the Texas Commission on
22 Environmental Quality may agree with the Texas Department of
23 Licensing and Regulation to transfer any property of the Texas
24 Commission on Environmental Quality to the Texas Department of
25 Licensing and Regulation to implement the transfer required by this
26 article.

27 (c) In the period beginning on the effective date of this

1 Act and ending on November 1, 2003, the Texas Commission on
2 Environmental Quality shall continue to perform functions and
3 activities under Section 341.034(e), Health and Safety Code, or
4 Subchapter G, Chapter 341, Health and Safety Code, as if those
5 provisions had not been amended by this Act, and the former law is
6 continued in effect for that purpose.

7 ARTICLE 25. WATER WELL DRILLERS

8 SECTION 25.001. Section 1901.001, Occupations Code, is
9 amended by adding Subdivisions (7-a) and (7-b) to read as follows:

10 (7-a) "Executive director" means the executive
11 director of the department.

12 (7-b) "Groundwater conservation district" means a
13 district to which Chapter 36, Water Code, applies.

14 SECTION 25.002. Section 1901.052, Occupations Code, is
15 amended to read as follows:

16 Sec. 1901.052. RULES. (a) The commission [~~commissioner~~],
17 with advice and comment from the Texas [~~Natural Resource~~
18 ~~Conservation~~] Commission on Environmental Quality, shall adopt
19 rules as necessary to enforce this chapter, including rules
20 governing:

- 21 (1) license applications;
22 (2) qualifications of applicants;
23 (3) standards of conduct for drillers, including
24 standards for marking well drilling rigs and equipment; and
25 (4) procedures and practices before the department.

26 (b) The commission [~~commissioner~~] may not adopt a rule under
27 this chapter that:

1 (1) regulates the installation or repair of well pumps
2 and equipment by:

3 (A) a person on property the person owns or
4 controls for the person's own use;

5 (B) an employee of a person described by
6 Paragraph (A); or

7 (C) a person who is not hired or compensated and
8 who acts on behalf of a person described by Paragraph (A); or

9 (2) requires a person who owns or controls property or
10 possesses a well to complete, repair, or retrofit the well to any
11 standard other than a standard in effect at the time the well was
12 originally completed unless the well is found to be a threat to
13 public health and safety or to water quality.

14 SECTION 25.003. Section 1901.101(a), Occupations Code, is
15 amended to read as follows:

16 (a) The Texas Water Well Drillers Advisory Council consists
17 of nine members appointed by the presiding officer of the
18 commission [~~department~~] as follows:

19 (1) six members who are drillers experienced in the
20 well drilling business and familiar with well drilling, completion,
21 and plugging methods and techniques; and

22 (2) three public members.

23 SECTION 25.004. Section 1901.105, Occupations Code, is
24 amended to read as follows:

25 Sec. 1901.105. PRESIDING OFFICER. The presiding officer of
26 the commission [~~council~~] shall appoint [~~elect~~] a member of the
27 council to serve as presiding officer of the council for two years

1 ~~[by a majority vote at the first meeting each year].~~

2 SECTION 25.005. Sections 1901.109(a) and (d), Occupations
3 Code, are amended to read as follows:

4 (a) The council may propose rules for adoption by the
5 commission ~~[commissioner]~~ relating to the regulation of drillers
6 registered under this chapter.

7 (d) The council shall assist the commission ~~[department]~~ in
8 evaluating continuing education programs.

9 SECTION 25.006. Section 1901.152(b), Occupations Code, is
10 amended to read as follows:

11 (b) An applicant must pay to the department an ~~a~~
12 ~~non-refundable~~ examination fee at the time the application is
13 submitted.

14 SECTION 25.007. Section 1901.162, Occupations Code, is
15 amended to read as follows:

16 Sec. 1901.162. WAIVER FOR APPLICANT LICENSED IN ANOTHER
17 STATE. The commission ~~[commissioner]~~ may adopt rules allowing
18 waiver of a license requirement for an applicant who is licensed in
19 another state that has license requirements substantially
20 equivalent to those of this state.

21 SECTION 25.008. Section 1901.251(a), Occupations Code, is
22 amended to read as follows:

23 (a) Each driller who drills, deepens, or otherwise alters a
24 water well in this state shall make and keep a legible and accurate
25 well log in accordance with rules adopted by the commission and on
26 forms prescribed by the executive director ~~[commissioner]~~. The
27 well log shall be recorded at the time of drilling, deepening, or

1 otherwise altering the well and must contain:

2 (1) the depth, thickness, and character of the strata
3 penetrated;

4 (2) the location of water-bearing strata;

5 (3) the depth, size, and character of casing
6 installed; and

7 (4) any other information required by rules adopted by
8 the commission [~~commissioner~~].

9 SECTION 25.009. Section 1901.252(b), Occupations Code, is
10 amended to read as follows:

11 (b) The commission [~~commissioner~~] shall adopt rules
12 specifying the manner for marking a rig.

13 SECTION 25.010. Section 1901.253, Occupations Code, is
14 amended to read as follows:

15 Sec. 1901.253. COMPLETING WATER WELL. A driller shall
16 complete a well under standards and procedures adopted by the
17 commission [~~commissioner~~].

18 SECTION 25.011. Section 1901.254(b), Occupations Code, is
19 amended to read as follows:

20 (b) The driller shall ensure that the well is plugged,
21 repaired, or properly completed under standards and procedures
22 adopted by the commission [~~commissioner~~].

23 SECTION 25.012. Section 1901.255, Occupations Code, is
24 amended by amending Subsections (c) and (d) and adding Subsection
25 (e) to read as follows:

26 (c) Not later than the 180th day after the date a landowner
27 or other person who possesses an abandoned or deteriorated well

1 learns of its condition, the landowner or other person shall have
2 the well plugged or capped under standards and procedures adopted
3 by the commission [~~commissioner~~].

4 (d) Not later than the 30th day after the date the well is
5 plugged, a [A] driller, licensed pump installer, or well owner who
6 plugs an abandoned or deteriorated well shall submit a plugging
7 report to:

8 (1) the board of directors of the groundwater
9 conservation district in which the well is located, if the well is
10 located in the boundaries of a groundwater conservation district;
11 and

12 (2) the executive director [~~commissioner not later~~
13 ~~than the 30th day after the date the well is plugged~~].

14 (e) The department or the groundwater conservation district
15 in which the well is located shall furnish plugging report forms on
16 request. The executive director shall prescribe the content of the
17 forms.

18 SECTION 25.013. Subchapter F, Chapter 1901, Occupations
19 Code, is amended by adding Section 1901.256 to read as follows:

20 Sec. 1901.256. ENFORCEMENT BY GROUNDWATER CONSERVATION
21 DISTRICT. (a) This section applies only to a violation related to
22 a well located in the boundaries of the groundwater conservation
23 district seeking to bring an action under this section.

24 (b) A groundwater conservation district shall enforce
25 compliance with Section 1901.255 related to wells located in the
26 boundaries of the district.

27 (c) A groundwater conservation district may bring an action

1 to enjoin a person from violating Section 1901.255.

2 (d) A groundwater conservation district may enforce by
3 injunction or other appropriate remedy in a court any rule,
4 decision, determination, or order adopted or entered under this
5 chapter that is related to Section 1901.255.

6 (e) A groundwater conservation district may bring an action
7 to recover a civil penalty under Section 1901.401 for a violation of
8 this chapter or a rule adopted under this chapter related to Section
9 1901.255.

10 (f) The groundwater conservation district may bring the
11 action in the county in which:

12 (1) the offending activity occurred; or

13 (2) the person engaging in the activity resides.

14 SECTION 25.014. Subchapter F, Chapter 1901, Occupations
15 Code, is amended by adding Section 1901.257 to read as follows:

16 Sec. 1901.257. MEMORANDUM OF UNDERSTANDING REGARDING
17 ABANDONED WELLS. (a) In this section, "abandoned well" and
18 "deteriorated well" have the meanings assigned by Section 1901.255.

19 (b) The Texas Commission on Environmental Quality and the
20 department shall by rule adopt or revise a joint memorandum of
21 understanding to coordinate the efforts of the department,
22 groundwater conservation districts, and the field offices of the
23 Texas Commission on Environmental Quality relating to
24 investigative procedures for referrals of complaints regarding
25 abandoned and deteriorated wells.

26 (c) Each groundwater conservation district in which an
27 abandoned or deteriorated well is located shall join the memorandum

1 of understanding adopted under Subsection (b).

2 SECTION 25.015. Section 1901.301, Occupations Code, is
3 amended to read as follows:

4 Sec. 1901.301. GROUNDS FOR DISCIPLINARY ACTION. The
5 commission [~~commissioner~~] may discipline a person under Section
6 51.353 for a violation of this chapter or a rule adopted under this
7 chapter, including:

8 (1) an intentional misstatement or misrepresentation
9 of a fact on an application or well log or to a person for whom a
10 well is being drilled, deepened, or otherwise altered;

11 (2) the failure to keep, deliver, or send a well log as
12 required by Section 1901.251;

13 (3) the failure to advise a person for whom a well is
14 being drilled that:

15 (A) injurious water has been encountered;

16 (B) the water is a pollution hazard; and

17 (C) the well must be immediately plugged in an
18 acceptable manner; or

19 (4) the failure to complete a well in accordance with
20 standards and procedures adopted by the commission [~~commissioner~~].

21 SECTION 25.016. The following laws are repealed:

22 (1) Section 1901.001(2), Occupations Code;

23 (2) Section 1901.109(e), Occupations Code;

24 (3) Section 1901.155(b), Occupations Code;

25 (4) Section 1901.156, Occupations Code;

26 (5) Section 1901.157, Occupations Code;

27 (6) Section 1901.160, Occupations Code;

- 1 (7) Section 1901.205, Occupations Code;
- 2 (8) Section 1901.302, Occupations Code;
- 3 (9) Section 1901.303, Occupations Code;
- 4 (10) Section 1901.304, Occupations Code; and
- 5 (11) Subchapter H, Chapter 1901, Occupations Code.

6 SECTION 25.017. The changes in law made to Section
7 1901.255, Occupations Code, by this article do not affect the
8 status of a complaint, investigation, or other proceeding that
9 commenced before September 1, 2003. A groundwater conservation
10 district, as appropriate and without a change in status, assumes
11 the position of the executive director of the Texas Department of
12 Licensing and Regulation in an action or proceeding relating to a
13 well located in the boundaries of that groundwater conservation
14 district.

15 SECTION 25.018. The changes in law made by this article
16 applying to members of the Texas Water Well Drillers Advisory
17 Council do not affect the entitlement of a member serving on the
18 council immediately before September 1, 2003, to continue to serve
19 and function as a member of the council for the remainder of the
20 member's term. Those changes in law apply only to a member appointed
21 on or after September 1, 2003.

22 ARTICLE 26. WATER WELL PUMP INSTALLERS

23 SECTION 26.001. Section 1902.001, Occupations Code, is
24 amended by adding Subdivision (4-a) to read as follows:

25 (4-a) "Executive director" means the executive
26 director of the department.

27 SECTION 26.002. Section 1902.051, Occupations Code, is

1 amended to read as follows:

2 Sec. 1902.051. LICENSING. (a) The department, with the
3 advice of the council, shall prepare licensing examinations.

4 (b) The department shall [~~and~~] evaluate the qualifications
5 of license applicants.

6 (c) [~~(b)~~] The executive director [~~commissioner~~] shall issue
7 licenses to applicants who qualify.

8 SECTION 26.003. Section 1902.052, Occupations Code, is
9 amended to read as follows:

10 Sec. 1902.052. RULES. (a) The commission [~~commissioner~~]
11 shall adopt rules as necessary to enforce this chapter.

12 (b) The commission [~~commissioner~~] may not adopt a rule under
13 this chapter that:

14 (1) regulates the installation or repair of well pumps
15 and equipment by:

16 (A) a person on property the person owns or
17 controls for the person's own use;

18 (B) an employee of a person described by
19 Paragraph (A); or

20 (C) a person who is not hired or compensated and
21 who acts on behalf of a person described by Paragraph (A); or

22 (2) requires a person who owns or controls property or
23 possesses a well to complete, repair, or retrofit the well to any
24 standard other than a standard in effect at the time the well was
25 originally completed unless the well is found to be a threat to
26 public health and safety or to water quality.

27 SECTION 26.004. Section 1902.152(b), Occupations Code, is

1 amended to read as follows:

2 (b) An applicant must pay to the department an [~~a~~
3 ~~nonrefundable~~] examination fee at the time the application is
4 submitted.

5 SECTION 26.005. Section 1902.162, Occupations Code, is
6 amended to read as follows:

7 Sec. 1902.162. WAIVER FOR APPLICANT LICENSED IN ANOTHER
8 STATE. The commission [~~commissioner~~] may adopt rules allowing
9 waiver of a license requirement for an applicant who is licensed in
10 another state that has license requirements substantially
11 equivalent to those of this state.

12 SECTION 26.006. Section 1902.251, Occupations Code, is
13 amended to read as follows:

14 Sec. 1902.251. INSTALLING AND REPAIRING PUMPS. An
15 installer shall install or repair pumps under standards and
16 procedures adopted by the commission [~~commissioner~~] with the advice
17 of the council.

18 SECTION 26.007. Section 1902.252(b), Occupations Code, is
19 amended to read as follows:

20 (b) To avoid injury or pollution, the installer shall repair
21 or properly complete the well under standards and procedures
22 adopted by the commission [~~commissioner~~].

23 SECTION 26.008. The following laws are repealed:

- 24 (1) Section 1902.001(2), Occupations Code;
25 (2) Section 1902.101, Occupations Code;
26 (3) Section 1902.155(b), Occupations Code;
27 (4) Section 1902.156, Occupations Code;

- 1 (5) Section 1902.157, Occupations Code;
- 2 (6) Section 1902.160, Occupations Code;
- 3 (7) Section 1902.204, Occupations Code; and
- 4 (8) Subchapters G and H, Chapter 1902, Occupations
- 5 Code.

6 ARTICLE 27. WEATHER MODIFICATION

7 SECTION 27.001. Section 1.01, Chapter 376, Acts of the 77th
8 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
9 Civil Statutes), is amended by amending Subdivision (1) and adding
10 Subdivision (2-a) to read as follows:

11 (1) "Commission" [~~"Commissioner"~~] has the meaning
12 assigned by Section 51.001, Occupations Code.

13 (2-a) "Executive director" means the executive
14 director of the department.

15 SECTION 27.002. Article 1, Chapter 376, Acts of the 77th
16 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
17 Civil Statutes), is amended by adding Section 1.02 to read as
18 follows:

19 Sec. 1.02. APPLICABILITY OF OTHER LAW. Sections 51.404 and
20 51.405, Occupations Code, do not apply to this article.

21 SECTION 27.003. Section 1.11, Chapter 376, Acts of the 77th
22 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
23 Civil Statutes), is amended to read as follows:

24 Sec. 1.11. RULES. The commission [~~department~~] may adopt
25 rules necessary to:

- 26 (1) exercise the powers and perform the duties under
- 27 this article;

1 (2) establish procedures and conditions for the
2 issuance of licenses and permits under this article; and

3 (3) establish standards and instructions to govern the
4 carrying out of research or projects in weather modification and
5 control that the commission [~~department~~] considers necessary or
6 desirable to minimize danger to health or property.

7 SECTION 27.004. Section 1.13, Chapter 376, Acts of the 77th
8 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
9 Civil Statutes), is amended to read as follows:

10 Sec. 1.13. ADVISORY COMMITTEES. The commission
11 [~~department~~] may establish advisory committees to advise the
12 commission [~~department~~] and to make recommendations to the
13 commission [~~department~~] concerning legislation, policies,
14 administration, research, and other matters related to the
15 department's duties, powers, or functions under this article. If
16 the commission establishes an advisory committee under this
17 section, the presiding officer of the commission shall appoint a
18 member of the committee to serve as the presiding officer of the
19 committee for a two-year term.

20 SECTION 27.005. Section 1.16, Chapter 376, Acts of the 77th
21 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
22 Civil Statutes), is amended to read as follows:

23 Sec. 1.16. INTERSTATE COMPACTS. The commission
24 [~~commissioner~~] may represent the state in matters pertaining to
25 plans, procedures, or negotiations for interstate compacts
26 relating to weather modification and control.

27 SECTION 27.006. Section 1.18(b), Chapter 376, Acts of the

1 77th Legislature, Regular Session, 2001 (Article 165c, Vernon's
2 Texas Civil Statutes), is amended to read as follows:

3 (b) The department with approval of the commission
4 [~~commissioner~~] may conduct and may contract for research and
5 development activities relating to the purposes of this section.

6 SECTION 27.007. Section 1.31, Chapter 376, Acts of the 77th
7 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
8 Civil Statutes), is amended to read as follows:

9 Sec. 1.31. LICENSE AND PERMIT REQUIRED. Except as provided
10 by rule of the commission [~~department~~] under Section 1.32 of this
11 article, a person may not engage in activities for weather
12 modification and control:

13 (1) without a weather modification license and weather
14 modification permit issued by the department; or

15 (2) in violation of any term or condition of the
16 license or permit.

17 SECTION 27.008. Section 1.32, Chapter 376, Acts of the 77th
18 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
19 Civil Statutes), is amended to read as follows:

20 Sec. 1.32. EXEMPTIONS. (a) The commission [~~department~~] by
21 rule, to the extent it considers exemptions practical, shall
22 provide for exempting the following activities from the license and
23 permit requirements of this article:

24 (1) research, development, and experiments conducted
25 by state and federal agencies, institutions of higher learning, and
26 bona fide nonprofit research organizations;

27 (2) laboratory research and experiments;

1 (3) activities of an emergent nature for protection
2 against fire, frost, sleet, or fog; and

3 (4) activities normally conducted for purposes other
4 than inducing, increasing, decreasing, or preventing precipitation
5 or hail.

6 (b) The commission [~~department~~] by rule may modify or revoke
7 an exemption.

8 SECTION 27.009. Section 1.41(v), Chapter 376, Acts of the
9 77th Legislature, Regular Session, 2001 (Article 165c, Vernon's
10 Texas Civil Statutes), is amended to read as follows:

11 (v) The commission [~~department~~] by rule shall define hail
12 suppression as used in this section, using the most current
13 scientifically accepted technological concepts.

14 SECTION 27.010. Section 1.64, Chapter 376, Acts of the 77th
15 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
16 Civil Statutes), is amended to read as follows:

17 Sec. 1.64. PROCEDURES. The commission [~~department~~] by rule
18 shall establish procedures for public notice and any public hearing
19 under this subchapter.

20 SECTION 27.011. Section 1.65, Chapter 376, Acts of the 77th
21 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
22 Civil Statutes), is amended to read as follows:

23 Sec. 1.65. HEARINGS. A hearing under this article
24 [~~subchapter~~] shall be conducted in accordance with the hearing
25 rules adopted by the commission [~~department~~] and the applicable
26 provisions of Chapters 51, Occupations Code, and [~~Chapter~~] 2001,
27 Government Code.

1 SECTION 27.012. Section 1.66, Chapter 376, Acts of the 77th
2 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
3 Civil Statutes), is amended to read as follows:

4 Sec. 1.66. CONSENT. If a permit holder or license holder
5 requests or consents to the revocation or suspension of the permit
6 or license, the commission [~~commissioner~~] may revoke or suspend the
7 permit or license without a hearing.

8 SECTION 27.013. The following laws are repealed:

9 (1) Section 1.34, Chapter 376, Acts of the 77th
10 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
11 Civil Statutes);

12 (2) Section 1.38, Chapter 376, Acts of the 77th
13 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
14 Civil Statutes); and

15 (3) Section 1.68, Chapter 376, Acts of the 77th
16 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
17 Civil Statutes).

18 ARTICLE 28. CONFORMING AMENDMENTS RELATED TO CERTAIN PROGRAMS
19 TRANSFERRED FROM THE TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

20 SECTION 28.001. The heading to Chapter 37, Water Code, is
21 amended to read as follows:

22 CHAPTER 37. OCCUPATIONAL LICENSING AND REGISTRATION PROGRAMS
23 ADMINISTERED BY TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

24 SECTION 28.002. Section 37.002, Water Code, is amended to
25 read as follows:

26 Sec. 37.002. RULES. The commission shall adopt any rules
27 necessary to:

1 (1) establish occupational licenses and registrations
2 prescribed by Sections 26.0301 and [7] 26.3573 [~~7~~, ~~26.452~~, ~~26.456~~,
3 ~~and 34.007~~] of this code and Sections 341.033, 341.034(a) and (b)
4 [~~341.034~~], 361.027, and 366.071, Health and Safety Code;

5 (2) establish classes and terms of occupational
6 licenses and registrations; and

7 (3) administer the provisions of this chapter and
8 other laws governing occupational licenses and registrations under
9 the commission's jurisdiction.

10 SECTION 28.003. Section 37.003, Water Code, is amended to
11 read as follows:

12 Sec. 37.003. LICENSE OR REGISTRATION REQUIRED. A person
13 may not engage in a business, occupation, or profession described
14 by Section 26.0301 or [7] 26.3573 [~~7~~, ~~26.452~~, ~~26.456~~, ~~or 34.007~~] of
15 this code or Section 341.033, 341.034(a) or (b) [~~341.034~~], 361.027,
16 366.014, or 366.071, Health and Safety Code, unless the person
17 holds the appropriate license or registration issued by the
18 commission.

19 SECTION 28.004. Subtitle F, Title 2, Water Code, is amended
20 by adding Chapter 38 to read as follows:

21 CHAPTER 38. OCCUPATIONAL LICENSING PROGRAMS ADMINISTERED BY TEXAS

22 DEPARTMENT OF LICENSING AND REGULATION

23 SUBCHAPTER A. GENERAL PROVISIONS

24 Sec. 38.001. DEFINITIONS. In this chapter, terms have the
25 meanings assigned by Section 51.001, Occupations Code.

26 [Sections 38.002-38.050 reserved for expansion]

27 SUBCHAPTER B. POWERS AND DUTIES

1 Sec. 38.051. ADMINISTRATION. The department shall
2 administer this chapter.

3 Sec. 38.052. RULES. The commission shall adopt any rules
4 necessary to:

5 (1) establish occupational licenses prescribed by
6 Sections 26.452 and 26.456 of this code and Sections 341.034(c),
7 (d), and (e), Health and Safety Code; and

8 (2) establish classes and terms of occupational
9 licenses.

10 Sec. 38.053. CONTRACTS. The department may contract with
11 persons to provide services required by this chapter. The
12 department may authorize contractors to collect reasonable fees for
13 the services provided.

14 Sec. 38.054. COMPLIANCE INFORMATION. In administering this
15 chapter, the department may require a person to provide information
16 about any other occupational license held by the person, including:

17 (1) the state in which the license was issued;
18 (2) the current status of the license; and
19 (3) whether the license was ever denied, suspended,
20 revoked, surrendered, or withdrawn.

21 Sec. 38.055. ROSTER OF LICENSE HOLDERS. The department
22 shall maintain and make available to the public a roster of persons
23 who hold licenses issued under this chapter.

24 [Sections 38.056-38.100 reserved for expansion]

25 SUBCHAPTER C. LICENSE REQUIREMENTS

26 Sec. 38.101. LICENSE REQUIRED. A person may not engage in a
27 business, occupation, or profession described by Section 26.452 or

1 26.456 of this code or Section 341.034(c), (d), or (e), Health and
2 Safety Code, unless the person holds the appropriate license.

3 Sec. 38.102. QUALIFICATIONS. The commission may establish
4 qualifications for each license issued under this chapter.

5 Sec. 38.103. ISSUANCE AND DENIAL OF LICENSES. (a) The
6 commission shall establish requirements and uniform procedures for
7 issuing licenses under this chapter.

8 (b) After notice and hearing, the commission may deny an
9 application for a license by an applicant who:

10 (1) has a record in the preceding five years of
11 continuing violations of statutes or rules adopted under statutes;

12 (2) has engaged in fraud or deceit in obtaining or
13 applying for a license;

14 (3) has demonstrated gross negligence, incompetence,
15 or misconduct in the performance of activities authorized by a
16 license;

17 (4) made an intentional misstatement or
18 misrepresentation of fact in information required to be maintained
19 or submitted to the commission by the license holder;

20 (5) failed to keep and transmit records as required by
21 a statute or a rule adopted under a statute; or

22 (6) at the time the application is submitted, is
23 indebted to the state for a fee, penalty, or tax imposed by a
24 statute or a rule adopted under a statute.

25 Sec. 38.104. RENEWAL OF LICENSE. The commission shall
26 establish requirements and uniform procedures for renewing
27 licenses.

1 Sec. 38.105. LICENSING EXAMINATIONS. (a) The department
2 shall prescribe the content of licensing examinations. The
3 department shall base the examinations on laws, rules, job duties,
4 and standards relating to licenses issued under this chapter.

5 (b) The department shall determine the location and
6 frequency of examinations.

7 (c) The department shall ensure that an otherwise qualified
8 person with a physical, mental, or developmental disability is
9 provided with a reasonable opportunity to take a licensing
10 examination.

11 ARTICLE 29. GENERAL CONFORMING AMENDMENTS

12 SECTION 29.001. Section 57.044, Government Code, is amended
13 to read as follows:

14 Sec. 57.044. COURT INTERPRETER LICENSE. To qualify for a
15 court interpreter license under this subchapter, an individual must
16 apply on a form prescribed by the executive director [~~commissioner~~]
17 and demonstrate, in the manner required by the executive director
18 [~~commissioner~~], reasonable proficiency in interpreting English and
19 court proceedings for individuals who can hear but who do not
20 comprehend English or communicate in English.

21 SECTION 29.002. Sections 57.046(a) and (c), Government
22 Code, are amended to read as follows:

23 (a) The executive director [~~commissioner~~] shall prepare
24 examinations under this subchapter that test an applicant's
25 knowledge, skill, and efficiency in interpreting under this
26 subchapter.

27 (c) Examinations shall be offered in the state at least

1 twice a year at times and places designated by the executive
2 director [~~commissioner~~].

3 SECTION 29.003. The heading to Section 57.047, Government
4 Code, is amended to read as follows:

5 Sec. 57.047. [~~COMMISSIONER—AND~~] DEPARTMENT DUTIES;
6 INSPECTIONS.

7 SECTION 29.004. Section 57.047(a), Government Code, is
8 amended to read as follows:

9 (a) The executive director [~~commissioner~~] shall enforce
10 this subchapter.

11 SECTION 29.005. Section 754.020, Health and Safety Code, is
12 amended to read as follows:

13 Sec. 754.020. DEPOSIT OF FEES. Fees collected under this
14 subchapter shall be deposited to the credit of an account in the
15 general revenue fund that may be used by the executive director
16 [~~commissioner~~] only to administer and enforce this subchapter and
17 to reimburse expenses of board members provided by this subchapter.

18 SECTION 29.006. Section 754.021, Health and Safety Code, is
19 amended to read as follows:

20 Sec. 754.021. LIST OF INSPECTORS; PERSONNEL. The executive
21 director [~~commissioner~~] may:

22 (1) compile a list of ASME-QEI-1 certified inspectors
23 who are registered with the department to perform an inspection
24 under this subchapter; and

25 (2) employ personnel as necessary to enforce this
26 subchapter.

27 SECTION 29.007. Section 754.022, Health and Safety Code, is

1 amended to read as follows:

2 Sec. 754.022. NOTICE OF NONCOMPLIANCE. If the executive
3 director [~~commissioner~~] learns of a situation of noncompliance
4 under Section 754.019, the executive director [~~commissioner~~] shall
5 send notice by certified mail of the noncompliance and the actions
6 required to remedy the noncompliance to the record owner of the real
7 property on which the equipment that is the subject of the
8 noncompliance is located.

9 SECTION 29.008. Sections 755.023(a), (c), and (d), Health
10 and Safety Code, are amended to read as follows:

11 (a) The executive director [~~commissioner~~] shall appoint a
12 chief inspector of boilers to administer the boiler program. The
13 chief inspector must:

14 (1) be a resident of this state and a citizen of the
15 United States;

16 (2) have at least five years' experience in the
17 construction, installation, inspection, operation, maintenance, or
18 repair of boilers; and

19 (3) pass a written examination that demonstrates the
20 necessary ability to judge the safety of boilers.

21 (c) As needed, the executive director [~~commissioner~~] shall
22 appoint persons with qualifications similar to those of the chief
23 inspector to serve as deputy inspectors.

24 (d) The executive director [~~commissioner~~] may employ
25 clerical assistants as necessary to carry out this chapter.

26 SECTION 29.009. Sections 755.024(a), (b), (f), and (g),
27 Health and Safety Code, are amended to read as follows:

1 (a) To be an authorized inspector, a person must obtain a
2 license [~~commission~~] as a boiler inspector from the executive
3 director [~~commissioner~~] and must be continuously employed by an
4 inspection agency.

5 (b) The executive director [~~commissioner~~], by written
6 examination, shall determine the qualifications of an applicant for
7 a license [~~commission~~] to be an authorized inspector.

8 (f) After proper investigation, the executive director
9 [~~commissioner~~] may accept an inspection license [~~commission~~]
10 issued to a person by any other jurisdiction that has a written
11 examination equal to that of this state.

12 (g) For good cause, the executive director [~~commissioner~~]
13 may rescind a license [~~commission~~] issued by this state.

14 SECTION 29.010. Sections 755.025(a), (f), and (g), Health
15 and Safety Code, are amended to read as follows:

16 (a) The executive director [~~commissioner~~] shall require
17 each boiler to be inspected internally and externally at the time of
18 initial installation and at subsequent intervals as provided by
19 this section. The executive director [~~commissioner~~] may provide
20 that the inspection be performed by any inspector.

21 (f) The executive director [~~commissioner~~] shall designate
22 the manner of inspection for nuclear boilers, the form of the
23 inspection report, and the information to be reported. The
24 executive director [~~commissioner~~] and the owner of a nuclear boiler
25 shall establish the intervals of inspection for the boiler.

26 (g) The executive director [~~commissioner~~] may authorize the
27 inspection of a boiler at any reasonable time if the executive

1 director [~~commissioner~~] determines that the boiler may be in an
2 unsafe condition. The executive director [~~commissioner~~] shall
3 notify the inspection agency that insures that boiler and request
4 the authorized inspector employed by that agency to participate
5 with the chief inspector or a deputy inspector in a joint inspection
6 of the boiler not later than the 20th day after the date on which the
7 executive director [~~commissioner~~] notifies the inspection agency.
8 An additional charge may not be made for the joint inspection.

9 SECTION 29.011. Sections 755.026(a), (c), (d), and (e),
10 Health and Safety Code, are amended to read as follows:

11 (a) With the approval of the executive director
12 [~~commissioner~~] and the inspection agency that has jurisdiction for
13 the power boiler, the interval between internal inspections may be
14 extended to a period not exceeding a total of 48 months. For other
15 unfired steam boilers or steam collection or liberation drums of
16 process steam generators, the inspection interval may be extended
17 to the next scheduled downtime of the boiler, but not exceeding a
18 total of 84 months.

19 (c) The executive director [~~commissioner~~] and the
20 inspection agency may grant an additional extension for a period
21 not exceeding 120 days to the inspection interval covered by the
22 boiler's certificate of operation on receipt of a request for
23 extension stating that an emergency exists. Before the extension
24 may be granted, the inspection agency must make an external
25 inspection of the boiler, and the conditions imposed under
26 Subsection (b) must be met.

27 (d) If an extended period between internal inspections is

1 approved by the executive director [~~commissioner~~] and the
2 inspection agency, the executive director [~~commissioner~~] shall
3 issue a new certificate of operation for the extended period of
4 operation.

5 (e) If the interval between internal inspections of a gas
6 fired boiler is extended under Subsection (a), the executive
7 director [~~commissioner~~] and inspection agency shall require that an
8 inspection of the gas regulator or pressure reducing valve that
9 services the boiler be performed as part of the next regularly
10 scheduled external certificate inspection of the boiler to verify
11 proper venting of gas to a safe point of discharge.

12 SECTION 29.012. Sections 755.027(a) and (c), Health and
13 Safety Code, are amended to read as follows:

14 (a) Not later than the 30th day after the date on which a
15 certificate inspection is performed by an authorized inspector, the
16 inspection agency employing the authorized inspector shall file a
17 report with the executive director [~~commissioner~~] in the manner
18 specified by the executive director [~~department~~].

19 (c) An inspection agency shall notify the executive
20 director [~~commissioner~~] in writing of the cancellation or
21 expiration of any insurance policy issued by that agency to cover a
22 boiler located in this state, and shall include in the notice the
23 reason for the cancellation or expiration. The notice must state
24 the date the policy was issued and the date on which the
25 cancellation or expiration takes effect.

26 SECTION 29.013. Section 755.028, Health and Safety Code, is
27 amended to read as follows:

1 Sec. 755.028. SPECIAL INSPECTIONS. The executive director
2 [~~commissioner~~] may provide a special inspection service to the
3 owners, operators, and manufacturers of boilers. The service may
4 include surveys required for certification to construct, assemble,
5 or repair boilers or pressure vessels.

6 SECTION 29.014. Section 755.029(a), Health and Safety Code,
7 is amended to read as follows:

8 (a) The executive director [~~commissioner~~] shall issue to
9 the owner or operator of a boiler a certificate of operation for the
10 boiler if after a certificate inspection:

11 (1) the boiler is found to be in a safe condition for
12 operation; and

13 (2) the owner or operator has paid the fees assessed
14 under Section 755.030.

15 SECTION 29.015. Section 755.042, Health and Safety Code, is
16 amended to read as follows:

17 Sec. 755.042. PROSECUTION; INJUNCTION. (a) A prosecution
18 may not be maintained if the issuance or renewal of a certificate of
19 operation has been requested for a boiler but has not been acted on.
20 However, the executive director [~~commissioner~~] may petition a
21 district court for an injunction to restrain the operation of the
22 boiler until the condition restraining its use is corrected and a
23 certificate of operation is issued if the executive director
24 [~~commissioner~~] determines that the operation of the boiler without
25 a certificate of operation constitutes a serious menace to the life
26 and safety of the persons in or about the premises. The attorney
27 general or the district or county attorney may bring the suit, and

1 venue is in the county in which the boiler is located or in Travis
2 County. It is not necessary for the prosecutor to verify the
3 pleadings or for the state to execute a bond.

4 (b) The executive director's [~~commissioner's~~] affidavit
5 that a certificate of operation or an application for a certificate
6 does not exist for a boiler, and the affidavit of the chief
7 inspector or a deputy inspector that the operation of the boiler
8 constitutes a menace to the life and safety of persons in or about
9 the premises, are sufficient proof to warrant the immediate
10 issuance of a temporary restraining order.

11 SECTION 29.016. Section 91.003(a), Labor Code, is amended
12 to read as follows:

13 (a) Each state agency that in performing duties under other
14 law affects the regulation of staff leasing services shall
15 cooperate with the department [~~the commissioner,~~] and other state
16 agencies as necessary to implement and enforce this chapter.

17 SECTION 29.017. Section 91.015(c), Labor Code, is amended
18 to read as follows:

19 (c) Before denying a license application, the department
20 shall provide written notice to an applicant specifying the reasons
21 for the denial. The department shall provide the applicant at least
22 30 days after the date of the notice to address the reasons for the
23 denial. For good cause and on a showing of a good faith effort to
24 remedy the reasons for the denial, the executive director
25 [~~commissioner~~] may grant an additional 30 days to remedy the
26 reasons for denial.

27 SECTION 29.018. Section 91.048, Labor Code, is amended to

1 read as follows:

2 Sec. 91.048. REQUIRED INFORMATION. Each license holder
3 shall:

4 (1) maintain adequate books and records regarding the
5 license holder's duties and responsibilities;

6 (2) maintain and make available at all times to the
7 executive director [~~commissioner~~] the following information, which
8 shall be treated as proprietary and confidential and is exempt from
9 disclosure to persons other than other governmental agencies having
10 a reasonable, legitimate purpose for obtaining the information:

11 (A) the correct name, address, and telephone
12 number of each client company;

13 (B) each client company contract; and

14 (C) a listing by classification code as described
15 in the "Standard Industrial Classification Manual" published by the
16 United States Office of Management and Budget, of each client
17 company;

18 (3) notify the department of any addition or deletion
19 of a controlling person as listed on the license application or
20 renewal form by providing the name of the person not later than the
21 45th day after the date on which the person is added or deleted as a
22 controlling person; and

23 (4) provide a biographical history to the department
24 in connection with the addition of a new controlling person.

25 SECTION 29.019. Section 91.062(a), Labor Code, is amended
26 to read as follows:

27 (a) The executive director [~~commissioner~~] may notify the

1 attorney general of a violation of this chapter. The attorney
2 general may apply to a district court in Travis County for
3 permission to file for quo warranto relief, injunctive relief, or
4 both.

5 SECTION 29.020. Section 92.014(a), Labor Code, is amended
6 to read as follows:

7 (a) The department shall issue a temporary common worker
8 employer license to a person who meets the application requirements
9 established by the executive director [~~commissioner~~] and pays the
10 application and registration fees set by the commission.

11 SECTION 29.021. Section 92.031(a), Labor Code, is amended
12 to read as follows:

13 (a) A person commits an offense if the person knowingly or
14 intentionally violates:

15 (1) this chapter;

16 (2) a rule adopted under this chapter; or

17 (3) an administrative order adopted [~~by the~~
18 ~~commissioner~~] under this chapter.

19 SECTION 29.022. Sections 1152.154(a) and (c), Occupations
20 Code, are amended to read as follows:

21 (a) An applicant for registration must file an application
22 with the department on a printed form prescribed by the executive
23 director [~~commissioner~~].

24 (c) The department shall refund the registration fee if the
25 executive director [~~commissioner~~] does not approve the
26 application.

27 SECTION 29.023. Section 1152.156, Occupations Code, is

1 amended to read as follows:

2 Sec. 1152.156. ELIGIBILITY TO REGISTER AS PROPERTY TAX
3 CONSULTANT. (a) In addition to satisfying the requirements of
4 Section 1152.155, an applicant for registration as a property tax
5 consultant must:

6 (1) complete at least 15 classroom hours of
7 educational courses approved by the executive director
8 [~~commissioner~~], including at least four hours of instruction on
9 laws and legal issues in this state related to property tax
10 consulting services; or

11 (2) if the person is eligible for registration under
12 Section 1152.155(b), submit to the commission evidence that the
13 applicant has completed at least four classroom hours of
14 educational programs or courses on the laws and legal issues in this
15 state related to property tax consulting services.

16 (b) The executive director [~~commissioner~~] may give
17 appropriate credit to an initial applicant for:

18 (1) educational courses on principles of law related
19 to property tax consulting services completed by the applicant not
20 more than two years before the date of application; and

21 (2) educational programs or courses completed by the
22 applicant on:

- 23 (A) property taxation;
- 24 (B) the property tax system;
- 25 (C) property tax administration;
- 26 (D) ethical standards; or
- 27 (E) general principles of appraisal, accounting,

1 or law as they relate to property tax consulting services.

2 SECTION 29.024. Section 1152.159, Occupations Code, is
3 amended to read as follows:

4 Sec. 1152.159. CREDITS FOR SENIOR PROPERTY TAX CONSULTANT
5 APPLICANTS. (a) The executive director [~~commissioner~~] shall grant
6 credit to an applicant for registration as a senior property tax
7 consultant as follows:

8 (1) two credits for each year the applicant completed
9 at an institution of higher education that meets program and
10 accreditation standards comparable to those for public
11 institutions of higher education as determined by the Texas Higher
12 Education Coordinating Board, not to exceed six credits;

13 (2) four credits to an applicant who holds a bachelor's
14 degree or equivalent from an institution of higher education
15 described by Subdivision (1); and

16 (3) one credit for each year in excess of five years
17 that the applicant's primary occupation involved the performance or
18 supervision of property tax consulting services or property
19 appraisal, assessment, or taxation, not to exceed 10 credits.

20 (b) The executive director [~~commissioner~~] may grant
21 additional credits to an applicant for registration as a senior
22 property tax consultant for:

23 (1) successful completion of educational programs or
24 courses on:

- 25 (A) property taxation;
- 26 (B) the property tax system;
- 27 (C) property tax administration;

1 (D) ethical standards; or

2 (E) general principles of appraisal, accounting,
3 and law as they relate to property tax consulting services;

4 (2) completion of other educational programs or
5 courses; or

6 (3) advanced or postgraduate educational achievement,
7 occupational experience, professional licenses, or professional
8 designations obtained from recognized associations, institutes, or
9 organizations.

10 (c) The executive director [~~commissioner~~] may assign not
11 less than one credit or more than five credits to a program or
12 course described by Subsection (b)(1). In determining the amount
13 of credit for the program or course, the executive director
14 [~~commissioner~~] shall consider:

15 (1) the nature of the program or course;

16 (2) the number of actual instructional hours in the
17 program or course;

18 (3) whether an examination is required for successful
19 completion of the program or course; and

20 (4) other factors the executive director
21 [~~commissioner~~] determines appropriate.

22 SECTION 29.025. Section 1152.162, Occupations Code, is
23 amended to read as follows:

24 Sec. 1152.162. ISSUANCE OF CERTIFICATE OF REGISTRATION.

25 (a) The executive director [~~commissioner~~] shall act on an initial
26 application for registration filed under Section 1152.154 not later
27 than the 31st day after the date the department receives the

1 application.

2 (b) The executive director [~~commissioner~~] shall issue to an
3 applicant who qualifies for registration the appropriate
4 certificate of registration.

5 SECTION 29.026. Section 1202.055, Occupations Code, is
6 amended to read as follows:

7 Sec. 1202.055. SECRETARY; PERSONNEL. The executive
8 director [~~commissioner~~] shall:

9 (1) act as secretary of the council; and

10 (2) provide personnel from the department necessary to
11 perform staff functions for the council.

12 SECTION 29.027. Sections 1202.105(b) and (c), Occupations
13 Code, are amended to read as follows:

14 (b) The executive director [~~commissioner~~] shall recommend
15 qualified third-party inspectors and design review agencies to the
16 council.

17 (c) The executive director [~~commissioner~~] shall publish a
18 list of all approved inspectors and design review agencies.

19 SECTION 29.028. Section 1302.002(12), Occupations Code, is
20 amended to conform to Section 1, Chapter 790, Acts of the 77th
21 Legislature, Regular Session, 2001, to read as follows:

22 (12) "Mechanical integrity" means the condition of a
23 product, a system, or equipment installed in accordance with its
24 intended purpose and according to:

25 (A) standards at least as strict as the standards
26 provided by:

27 (i) the Uniform Mechanical Code [~~published~~

1 ~~jointly by the International Conference of Building Officials and~~
2 ~~the International Association of Plumbing and Mechanical~~
3 ~~Officials, or their successor organizations]; and ~~[or]~~~~

4 (ii) the International ~~[Standard]~~
5 Mechanical Code ~~[published by the Southern Building Code Congress~~
6 ~~International, Inc., or its successor organization];~~

7 (B) all other applicable codes; and

8 (C) the manufacturer's specifications.

9 SECTION 29.029. Section 1302.102, Occupations Code, is
10 amended to read as follows:

11 Sec. 1302.102. INSURANCE REQUIREMENTS. (a) The executive
12 director ~~[commissioner]~~ shall set insurance requirements for a
13 license holder under this chapter.

14 (b) The executive director ~~[commissioner]~~ may waive the
15 insurance requirements for a license holder who does not engage in
16 air conditioning and refrigeration contracting for the public.

17 SECTION 29.030. Section 1302.151, Occupations Code, is
18 amended to read as follows:

19 Sec. 1302.151. CONSUMER INTEREST INFORMATION. (a) The
20 executive director ~~[commissioner]~~ shall prepare information of
21 consumer interest describing:

22 (1) the functions performed by the executive director
23 ~~[commissioner]~~ under this chapter; and

24 (2) the rights of a consumer affected by this chapter.

25 (b) The information must describe the procedure by which a
26 consumer complaint is filed with and resolved by the executive
27 director ~~[commissioner]~~.

1 (c) The executive director [~~commissioner~~] shall make the
2 information available to the public.

3 SECTION 29.031. Section 1302.203, Occupations Code, is
4 amended to read as follows:

5 Sec. 1302.203. EX OFFICIO MEMBERS. The executive director
6 [~~commissioner~~] and the chief administrator of this chapter serve as
7 ex officio, nonvoting members of the advisory board.

8 SECTION 29.032. Section 1302.253(a), Occupations Code, is
9 amended to read as follows:

10 (a) The executive director [~~commissioner~~] shall issue a
11 Class A or Class B air conditioning and refrigeration contractor
12 license.

13 SECTION 29.033. Sections 1302.256(a) and (c), Occupations
14 Code, are amended to read as follows:

15 (a) An applicant for a license must submit a verified
16 application on a form prescribed by the executive director
17 [~~commissioner~~].

18 (c) The application must be accompanied by:

19 (1) a statement containing evidence satisfactory to
20 the executive director [~~commissioner~~] of the applicant's practical
21 experience required by Section 1302.255(a)(2); and

22 (2) the examination fee.

23 SECTION 29.034. Section 1302.257, Occupations Code, is
24 amended to read as follows:

25 Sec. 1302.257. EXAMINATIONS. (a) The executive director
26 [~~commissioner~~] shall prescribe:

27 (1) a separate examination for each class of license;

1 and

2 (2) within each class of license, a separate
3 examination for:

4 (A) an environmental air conditioning
5 endorsement; and

6 (B) a commercial refrigeration and process
7 cooling or heating endorsement.

8 (b) The executive director [~~commissioner~~] shall prescribe
9 the method and content of an examination administered under this
10 chapter and shall set compliance requirements for the examination.
11 To obtain an endorsement, an applicant must pass the examination
12 for the endorsement.

13 (c) The examination shall be offered on a monthly basis or
14 more frequently as determined by the executive director
15 [~~commissioner~~].

16 (d) The examination shall be offered at locations within the
17 state as determined by the executive director [~~commissioner~~]. The
18 examination may be offered by computer at locations within the
19 state as determined by the executive director [~~commissioner~~].

20 SECTION 29.035. Section 1302.260(a), Occupations Code, is
21 amended to read as follows:

22 (a) On payment of the license fee, the executive director
23 [~~commissioner~~] shall issue an air conditioning and refrigeration
24 contractor license to an applicant who:

25 (1) meets the requirements of this subchapter;

26 (2) provides evidence of insurance coverage required
27 by the executive director [~~commissioner~~] in accordance with this

1 chapter; and

2 (3) passes the applicable examination.

3 SECTION 29.036. Section 1302.303(b), Occupations Code, is
4 amended to read as follows:

5 (b) The municipality shall report a violation of the
6 ordinance to the executive director [~~commissioner~~] not later than
7 the 10th day after the date the municipality acts to enforce the
8 ordinance.

9 SECTION 29.037. Section 1302.451, Occupations Code, is
10 amended to read as follows:

11 Sec. 1302.451. EMERGENCY AND CEASE AND DESIST ORDERS. (a)
12 The executive director [~~commissioner~~] may issue an emergency order
13 as necessary to enforce this chapter if the executive director
14 [~~commissioner~~] determines that an emergency exists requiring
15 immediate action to protect the public health and safety.

16 (b) The executive director [~~commissioner~~] may issue the
17 emergency order without notice and hearing or with any notice and
18 hearing the executive director [~~commissioner~~] considers
19 practicable under the circumstances. The executive director
20 [~~commissioner~~] shall set the time and place for a hearing to affirm,
21 modify, or set aside an emergency order that was issued without a
22 hearing.

23 (c) The executive director [~~commissioner~~] may issue a cease
24 and desist order.

25 SECTION 29.038. Section 1304.007, Occupations Code, is
26 amended to read as follows:

27 Sec. 1304.007. GENERAL INVESTIGATIVE POWER OF EXECUTIVE

1 DIRECTOR [~~COMMISSIONER~~]. (a) The executive director
2 [~~commissioner~~] may investigate a provider, administrator, or other
3 person as necessary to enforce this chapter and protect service
4 contract holders in this state.

5 (b) On request of the executive director [~~commissioner~~], a
6 provider shall make the records required by Section 1304.155
7 available to the executive director [~~commissioner~~] as necessary to
8 enable the executive director [~~commissioner~~] to reasonably
9 determine compliance with this chapter.

10 SECTION 29.039. Section 1304.102, Occupations Code, is
11 amended to read as follows:

12 Sec. 1304.102. APPLICATION FOR REGISTRATION. (a) An
13 applicant for registration must submit an application to the
14 executive director [~~commissioner~~].

15 (b) The application must:

16 (1) be in the form prescribed by the executive
17 director [~~commissioner~~]; and

18 (2) include evidence satisfactory to the executive
19 director [~~commissioner~~] of compliance with the applicable
20 financial security requirements prescribed by Section 1304.151.

21 SECTION 29.040. Section 1304.104, Occupations Code, is
22 amended to read as follows:

23 Sec. 1304.104. INFORMATION CONCERNING NUMBER OF SERVICE
24 CONTRACTS SOLD. Information concerning the number of service
25 contracts sold by a provider that is submitted under Section
26 1304.103:

27 (1) is a trade secret to which Section 552.110,

1 Government Code, applies; and

2 (2) may be used only by the executive director
3 [~~commissioner~~] and the department in developing the tiered fee
4 schedule under Section 1304.103.

5 SECTION 29.041. Section 1304.152(b), Occupations Code, is
6 amended to read as follows:

7 (b) The insurer may not cancel the policy until the insurer
8 delivers to the provider a written notice of cancellation that
9 complies with the notice requirements prescribed by Articles
10 21.49-2A and 21.49-2B, Insurance Code, for cancellation of an
11 insurance policy under those articles. The provider shall forward
12 a copy of the cancellation notice to the executive director
13 [~~commissioner~~] not later than the 15th business day after the date
14 the notice is delivered to the provider. Cancellation of the policy
15 does not reduce the insurer's responsibility for a service contract
16 issued by the provider and insured under the policy before the date
17 of the cancellation.

18 SECTION 29.042. Sections 1304.155(b) and (d), Occupations
19 Code, are amended to read as follows:

20 (b) The records required by this section may be maintained
21 in an electronic medium or through other recordkeeping technology.
22 If a record is not in a hard copy, the provider must be able to
23 reformat the record into a legible hard copy at the request of the
24 executive director [~~commissioner~~].

25 (d) A provider that discontinues business in this state
26 shall retain its records until the provider furnishes the executive
27 director [~~commissioner~~] with proof satisfactory to the executive

1 director [~~commissioner~~] that the provider has discharged all
2 obligations to service contract holders in this state.

3 SECTION 29.043. Section 1304.202, Occupations Code, is
4 amended to read as follows:

5 Sec. 1304.202. INJUNCTIVE RELIEF; CIVIL PENALTY. (a) The
6 executive director [~~commissioner~~] may institute an action under
7 Section 51.352 for injunctive relief to restrain a violation or a
8 threatened violation of this chapter or an order issued or rule
9 adopted under this chapter.

10 (b) In addition to the injunctive relief provided by
11 Subsection (a), the executive director [~~commissioner~~] may
12 institute an action for a civil penalty as provided by Section
13 51.352. The amount of a civil penalty assessed under this section
14 may not exceed:

15 (1) \$2,500 for each violation; or

16 (2) \$50,000 in the aggregate for all violations of a
17 similar nature.

18 SECTION 29.044. Section 1802.002, Occupations Code, is
19 amended to read as follows:

20 Sec. 1802.002. APPLICABILITY. This chapter does not apply
21 to:

22 (1) a sale conducted by order of a United States court
23 under Title 11, United States Code;

24 (2) a sale conducted by an employee of the United
25 States, this state, or a political subdivision of this state in the
26 course and scope of employment;

27 (3) a sale conducted by a charitable or nonprofit

1 organization, if the auctioneer receives no compensation;

2 (4) a sale conducted by an individual of the
3 individual's property if the individual is not engaged in the
4 business of selling property as an auctioneer on a recurring basis;

5 (5) a foreclosure sale of real property personally
6 conducted by a trustee under a deed of trust;

7 (6) a foreclosure sale of personal property personally
8 conducted by:

9 (A) a person who holds a security interest in the
10 property, including a mortgage; or

11 (B) an employee or agent of a person described by
12 Paragraph (A) acting in the course and scope of employment, if:

13 (i) the employee or agent is not otherwise
14 engaged in the auction business; and

15 (ii) all property for sale in the auction is
16 subject to a security agreement;

17 (7) a sale conducted by sealed bid;

18 (8) an auction conducted only for student training
19 purposes as part of a course of study approved by the executive
20 director [~~commissioner~~] for auctioneers;

21 (9) an auction conducted by a posted stockyard or
22 market agency as defined by the federal Packers and Stockyards Act
23 (7 U.S.C. Section 181 et seq.), as amended;

24 (10) an auction of livestock conducted by a nonprofit
25 livestock trade association chartered in this state, if the auction
26 involves only the sale of livestock owned by members of the trade
27 association; or

1 (11) an auction conducted by a charitable or nonprofit
2 organization chartered in this state, if the auction:

3 (A) is part of a fair that is organized under
4 state, county, or municipal authority; and

5 (B) involves only the sale of property owned by
6 the organization's members.

7 SECTION 29.045. Section 1802.051(a), Occupations Code, is
8 amended to read as follows:

9 (a) A person may not act as an auctioneer or associate
10 auctioneer in an auction held in this state unless the person is an
11 individual who holds a license issued by the executive director
12 [~~commissioner~~] under this chapter.

13 SECTION 29.046. Section 1802.054, Occupations Code, is
14 amended to read as follows:

15 Sec. 1802.054. APPLICATION FOR LICENSE. An applicant for a
16 license must apply to the executive director [~~commissioner~~] on a
17 form provided by the executive director [~~commissioner~~] that
18 establishes the applicant's eligibility for the license. The
19 application must be accompanied by:

- 20 (1) the required bond;
21 (2) the required license fee; and
22 (3) either:

23 (A) the permit number of a sales tax permit
24 issued to the applicant by the comptroller under Subchapter F,
25 Chapter 151, Tax Code; or

26 (B) proof of exemption from the tax permit
27 requirement under Chapter 151, Tax Code.

1 SECTION 29.047. Sections 1802.055(a) and (b), Occupations
2 Code, are amended to read as follows:

3 (a) An individual who establishes that the individual is
4 eligible for an auctioneer's license may apply to the executive
5 director [~~commissioner~~] to take the license examination. The
6 application must be accompanied by the examination fee.

7 (b) On receipt of an examination application and fee, the
8 executive director [~~commissioner~~] shall furnish the applicant
9 with:

10 (1) study materials and references on which the
11 examination will be based; and

12 (2) a schedule specifying the dates and places the
13 examination will be offered.

14 SECTION 29.048. Sections 1802.056(b) and (c), Occupations
15 Code, are amended to read as follows:

16 (b) The license examination shall be offered at least four
17 times each year at locations designated by the executive director
18 [~~commissioner~~].

19 (c) The executive director [~~commissioner~~] shall prepare:

20 (1) examinations for an auctioneer's license; and

21 (2) study and reference materials on which the
22 examinations are based.

23 SECTION 29.049. Section 1802.152(a), Occupations Code, is
24 amended to read as follows:

25 (a) The department is the manager of the fund and shall:

26 (1) administer the fund without appropriation;

27 (2) maintain books and records as required by the

1 executive director [~~commissioner~~];

2 (3) appear at hearings or judicial proceedings; and

3 (4) invest and reinvest the fund's assets as
4 instructed by the executive director [~~commissioner~~].

5 SECTION 29.050. Section 1802.155(b), Occupations Code, is
6 amended to read as follows:

7 (b) If the fund contains insufficient assets to pay the
8 consumer:

9 (1) the department shall record the time and date an
10 order for payment to a consumer was received; and

11 (2) the executive director [~~commissioner~~] shall pay
12 consumers for whom an order is recorded under Subdivision (1) as
13 funds become available in the order of the recorded time and date of
14 the order.

15 SECTION 29.051. Section 1802.156, Occupations Code, is
16 amended to read as follows:

17 Sec. 1802.156. EDUCATION EXPENDITURES PERMITTED. The
18 executive director [~~commissioner~~] may use amounts in excess of
19 \$250,000 in the fund to:

20 (1) advance education and research in the
21 auctioneering profession for the benefit of license holders and to
22 improve and increase the efficiency of the industry;

23 (2) underwrite educational seminars, training
24 centers, and other educational projects for the use and benefit of
25 license holders;

26 (3) sponsor, contract, and underwrite other
27 educational and research projects that advance the auctioneering

1 profession in this state; and

2 (4) cooperate with associations of auctioneers and
3 other groups for the education and advancement of the auctioneering
4 profession in this state.

5 SECTION 29.052. Sections 1802.205(a) and (b), Occupations
6 Code, are amended to read as follows:

7 (a) If the department's determination under Section
8 1802.202 is not disputed by the auctioneer or the aggrieved party,
9 the executive director [~~commissioner~~] shall pay the claim from the
10 fund, subject to Section 1802.206.

11 (b) If a hearing is held on the department's determination,
12 the executive director [~~commissioner~~] shall pay to the aggrieved
13 party the amount of actual damages determined by the executive
14 director [~~commissioner~~].

15 SECTION 29.053. Section 1802.206(a), Occupations Code, is
16 amended to read as follows:

17 (a) The executive director [~~commissioner~~] may not pay a
18 single aggrieved party more than \$10,000.

19 SECTION 29.054. Section 1802.208, Occupations Code, is
20 amended to read as follows:

21 Sec. 1802.208. SUBROGATION. If the executive director
22 [~~commissioner~~] pays a claim against an auctioneer, the department
23 is subrogated to all rights of the aggrieved party against the
24 auctioneer to the extent of the amount paid to the aggrieved party.

25 SECTION 29.055. Section 1901.051(b), Occupations Code, is
26 amended to read as follows:

27 (b) The executive director [~~commissioner~~] shall issue

1 licenses to applicants who qualify.

2 SECTION 29.056. Section 1901.151, Occupations Code, is
3 amended to read as follows:

4 Sec. 1901.151. LICENSE REQUIRED. A person may not act or
5 offer to act as a driller unless the person holds a license issued
6 by the executive director [~~commissioner~~] under this chapter and
7 rules adopted under this chapter.

8 SECTION 29.057. Section 1901.402, Occupations Code, is
9 amended to read as follows:

10 Sec. 1901.402. INJUNCTION AND OTHER ENFORCEMENT
11 PROVISIONS. (a) The executive director [~~commissioner~~] may bring
12 an action to enjoin a person from violating this chapter.

13 (b) The executive director [~~commissioner~~] may enforce by
14 injunction or other appropriate remedy in a court any rule,
15 decision, determination, or order adopted or entered under this
16 chapter.

17 SECTION 29.058. Section 1901.403, Occupations Code, is
18 amended to read as follows:

19 Sec. 1901.403. VENUE. The executive director
20 [~~commissioner~~] may bring an action in:

- 21 (1) Travis County; or
22 (2) the county in which:
23 (A) the offending activity occurred; or
24 (B) the person engaging in the activity resides.

25 SECTION 29.059. Section 1901.404(b), Occupations Code, is
26 amended to read as follows:

27 (b) At the request of the executive director

1 ~~[commissioner]~~, the attorney general shall bring an action in the
2 name of the state for injunctive relief, to recover a civil penalty,
3 or for both injunctive relief and a civil penalty, as authorized by
4 this subchapter.

5 SECTION 29.060. Section 1902.151, Occupations Code, is
6 amended to read as follows:

7 Sec. 1902.151. LICENSE REQUIRED. A person may not act or
8 offer to act as an installer unless the person holds a license
9 issued by the executive director ~~[commissioner]~~ under rules adopted
10 under this chapter.

11 SECTION 29.061. Section 1902.402, Occupations Code, is
12 amended to read as follows:

13 Sec. 1902.402. INJUNCTION AND OTHER ENFORCEMENT
14 PROVISIONS. (a) The executive director ~~[commissioner]~~ may bring
15 an action to enjoin a person from violating this chapter.

16 (b) The executive director ~~[commissioner]~~ may enforce by
17 injunction or other appropriate remedy in a court any rule,
18 decision, determination, or order adopted or entered under this
19 chapter.

20 SECTION 29.062. Section 1902.403, Occupations Code, is
21 amended to read as follows:

22 Sec. 1902.403. VENUE. The executive director
23 ~~[commissioner]~~ may bring an action in:

- 24 (1) Travis County; or
25 (2) the county in which:
26 (A) the offending activity occurred; or
27 (B) the person engaging in the activity resides.

1 SECTION 29.063. Section 1902.404(b), Occupations Code, is
2 amended to read as follows:

3 (b) At the request of the executive director
4 [~~commissioner~~], the attorney general shall bring an action in the
5 name of the state for injunctive relief, to recover a civil penalty,
6 or for both injunctive relief and a civil penalty, as authorized by
7 this subchapter.

8 SECTION 29.064. Section 2052.053, Occupations Code, is
9 amended to read as follows:

10 Sec. 2052.053. INVESTIGATIVE AUTHORITY. (a) The executive
11 director [~~commissioner~~] shall investigate allegations of activity
12 that may violate this chapter.

13 (b) The executive director [~~commissioner~~] may enter, at a
14 reasonable time, a place of business or an establishment in which
15 activity alleged to violate this chapter may occur. The executive
16 director [~~commissioner~~] is not required to give advance notice
17 before entering.

18 SECTION 29.065. Section 2052.102, Occupations Code, is
19 amended to read as follows:

20 Sec. 2052.102. BOXING PROMOTER LICENSE APPLICATION
21 REQUIREMENTS. (a) An applicant for a boxing promoter's license
22 under this chapter must apply on a form furnished by the executive
23 director [~~commissioner~~].

24 (b) An application must be accompanied by:
25 (1) a license fee in an amount set by the commission;
26 and
27 (2) a surety bond:

1 (A) subject to approval by the executive director
2 [~~commissioner~~]; and

3 (B) conditioned on the applicant's payment of the
4 tax imposed under Section 2052.151.

5 (c) The executive director [~~commissioner~~] shall establish
6 the amount of the surety bond required under Subsection (b). The
7 bond amount may not be less than \$300.

8 SECTION 29.066. Section 2052.108(a), Occupations Code, is
9 amended to read as follows:

10 (a) An application for a license under Section 2052.107 must
11 be made on a form furnished by the executive director
12 [~~commissioner~~].

13 SECTION 29.067. Section 2052.110, Occupations Code, is
14 amended to read as follows:

15 Sec. 2052.110. LICENSE AND BONDING EXCEPTIONS. The
16 licensing and bonding requirements of this subchapter do not apply
17 to:

18 (1) a boxing event in which the participants do not
19 receive a money remuneration, purse, or prize for their
20 performances or services if the event is promoted, conducted, or
21 maintained by:

- 22 (A) an educational institution;
23 (B) a law enforcement organization;
24 (C) a Texas National Guard Unit; or
25 (D) an amateur athletic organization recognized
26 by the executive director [~~commissioner~~];

27 (2) a nonprofit amateur athletic association

1 chartered under the law of this state, including a membership club
2 affiliated with the association located within this state and
3 recognized by the executive director [~~commissioner~~];

4 (3) an event conducted by a college, school, or
5 university that is part of the institution's athletic program in
6 which only students of different educational institutions
7 participate; or

8 (4) an event in which only members of a troop, battery,
9 company, or unit of the Texas National Guard or a law enforcement
10 agency participate.

11 SECTION 29.068. Section 2052.111, Occupations Code, is
12 amended to read as follows:

13 Sec. 2052.111. DENIAL OF APPLICATION. The executive
14 director [~~commissioner~~] may deny an application for a license if:

15 (1) the applicant does not meet the qualifications for
16 the license; or

17 (2) after conducting an investigation and a hearing,
18 the executive director [~~commissioner~~] determines that the
19 applicant has violated this chapter or a rule adopted under this
20 chapter.

21 SECTION 29.069. Section 2052.203(b), Occupations Code, is
22 amended to read as follows:

23 (b) The elimination tournament boxing promoter of a local,
24 regional, or championship elimination tournament is not required to
25 require that each elimination tournament contestant wear headgear
26 approved by the department if the promoter under department rules
27 notifies the executive director [~~commissioner~~] of the decision not

1 to use the approved headgear.

2 SECTION 29.070. Sections 2052.252(b) and (e), Occupations
3 Code, are amended to read as follows:

4 (b) The event may take place only if the executive director
5 [~~commissioner~~] approves the event not later than seven days before
6 the date the event begins.

7 (e) The event is subject to the supervision of the executive
8 director [~~commissioner~~].

9 SECTION 29.071. Section 2052.302, Occupations Code, is
10 amended to read as follows:

11 Sec. 2052.302. FORFEITURE OF PURSE. The executive director
12 [~~commissioner~~] may order a boxer or manager to forfeit to this state
13 a purse in an amount of not more than \$1,000 for violating this
14 chapter or a rule adopted under this chapter.

15 SECTION 29.072. Sections 2052.304(a) and (b), Occupations
16 Code, are amended to read as follows:

17 (a) A person may seek review of a decision or an order of the
18 executive director [~~commissioner~~] under this chapter by filing a
19 petition for review in a district court in Travis County not later
20 than the 30th day after the date on which the decision or order of
21 the executive director [~~commissioner~~] is final if the person is:

22 (1) a party to an administrative hearing in which the
23 decision or order is issued; and

24 (2) aggrieved by the decision or order.

25 (b) The filing of a petition for review under Subsection (a)
26 does not stay the effect of the decision or order of the executive
27 director [~~commissioner~~] that is the subject of the petition. The

1 executive director [~~commissioner~~] or the district court in which
2 the petition for review is filed may order a stay on appropriate
3 terms.

4 SECTION 29.073. Section 2052.305, Occupations Code, is
5 amended to read as follows:

6 Sec. 2052.305. SERVICE OF PROCESS. A petition for review
7 filed under Section 2052.304 must be served on:

8 (1) the executive director [~~commissioner~~]; and

9 (2) all parties of record to a hearing before the
10 executive director [~~commissioner~~] that relates to the matter for
11 which the petition for review is filed.

12 SECTION 29.074. Section 2052.306(a), Occupations Code, is
13 amended to read as follows:

14 (a) On receipt of a petition for review served under Section
15 2052.305, the executive director [~~commissioner~~], not later than the
16 date on which the answer to the petition must be filed or the date on
17 which the record is made available to the executive director
18 [~~commissioner~~], whichever date is later, shall certify to the
19 district court in which the petition is filed the record of the
20 proceedings to which the petition relates.

21 SECTION 29.075. Section 2052.307, Occupations Code, is
22 amended to read as follows:

23 Sec. 2052.307. JUDICIAL REVIEW. (a) A district court
24 reviewing a decision or an order of the executive director
25 [~~commissioner~~] under this subchapter shall try the action without a
26 jury in the same manner as a civil action, except that evidence is
27 not admissible unless the evidence was presented at the hearing or

1 noticed in the record of the hearing before the executive director
2 [~~commissioner~~]. The petitioner has the burden of proof in the
3 action.

4 (b) The court may:

5 (1) affirm the decision or order of the executive
6 director [~~commissioner~~]; or

7 (2) remand the matter to the executive director
8 [~~commissioner~~] for further proceedings.

9 SECTION 29.076. Section 2052.308, Occupations Code, is
10 amended to read as follows:

11 Sec. 2052.308. APPEAL. (a) The petitioner or executive
12 director [~~commissioner~~] may appeal a final judgment of a court
13 conducting a review under this subchapter in the same manner as a
14 civil action.

15 (b) The executive director [~~commissioner~~] is not required
16 to file an appeal bond.

17 SECTION 29.077. Section 2151.101(a), Occupations Code, is
18 amended to read as follows:

19 (a) A person may not operate an amusement ride unless the
20 person:

21 (1) has had the amusement ride inspected at least once
22 a year by an insurer or a person with whom the insurer has
23 contracted;

24 (2) obtains a written certificate from the insurer or
25 person with whom the insurer has contracted stating that the
26 amusement ride:

27 (A) has been inspected;

1 (B) meets the standards for insurance coverage;
2 and

3 (C) is covered by the insurance required by
4 Subdivision (3);

5 (3) has an insurance policy currently in effect
6 written by an insurance company authorized to do business in this
7 state or by a surplus lines insurer, as defined by Chapter 981
8 [~~Article 1.14-2~~], Insurance Code, or has an independently procured
9 policy subject to Chapter 101 [~~Article 1.14-1~~], Insurance Code,
10 insuring the owner or operator against liability for injury to
11 persons arising out of the use of the amusement ride in an amount of
12 not less than:

13 (A) \$100,000 per occurrence with a \$300,000
14 annual aggregate for Class A amusement rides; and

15 (B) \$1,000,000 per occurrence for Class B
16 amusement rides;

17 (4) files with the executive director [~~commissioner~~],
18 as required by this chapter, the inspection certificate and the
19 insurance policy or a photocopy of the certificate or policy
20 authorized by the executive director [~~commissioner~~]; and

21 (5) files with each sponsor, lessor, landowner, or
22 other person responsible for the amusement ride being offered for
23 use by the public a photocopy of the inspection certificate and the
24 insurance policy required by this subsection.

25 SECTION 29.078. Section 2501.053(a), Occupations Code, is
26 amended to read as follows:

27 (a) Not later than the 30th day before the date a personnel

1 service begins operating in this state, the owner of the service
2 must file notice with the executive director [~~commissioner~~].

3 SECTION 29.079. Section 2501.055(a), Occupations Code, is
4 amended to read as follows:

5 (a) On receipt of a notice filed under Section 2501.053, the
6 executive director [~~commissioner~~] shall issue to the owner a
7 certificate of authority to do business as a personnel service not
8 later than the 15th day after the date the notice is filed if the
9 owner:

10 (1) pays the filing fee required for the certificate;
11 and

12 (2) complies with the requirements of Section
13 2501.054.

14 SECTION 29.080. Section 2501.057, Occupations Code, is
15 amended to read as follows:

16 Sec. 2501.057. RENEWAL OF CERTIFICATE. The executive
17 director [~~commissioner~~] shall issue a renewal of a certificate of
18 authority on the receipt of:

19 (1) a renewal notice from the owner that contains the
20 information required by Section 2501.053;

21 (2) a renewal fee; and

22 (3) security that complies with Section 2501.054.

23 SECTION 29.081. The heading to Subchapter D, Chapter 2501,
24 Occupations Code, is amended to read as follows:

25 SUBCHAPTER D. ENFORCEMENT [~~BY COMMISSIONER~~]

26 SECTION 29.082. Section 2501.151, Occupations Code, is
27 amended to read as follows:

1 Sec. 2501.151. ENFORCEMENT. (a) The executive director
2 [~~commissioner~~] shall enforce Section 2501.102 and may investigate a
3 personnel service as necessary to enforce that section.

4 (b) The attorney general shall assist the executive
5 director [~~commissioner~~] on request.

6 SECTION 29.083. Section 2501.253(a), Occupations Code, is
7 amended to read as follows:

8 (a) In addition to the amount awarded to a complainant under
9 Section 2501.154(b), the executive director [~~commissioner~~] may
10 impose on the personnel service an administrative penalty equal to
11 two times the amount awarded under that subsection. A penalty
12 collected under this section shall be deposited in the state
13 treasury.

14 SECTION 29.084. Sections 2502.052(a) and (b), Occupations
15 Code, are amended to read as follows:

16 (a) To obtain a certificate of authority, an owner must:

17 (1) file with the executive director [~~commissioner~~] a
18 sworn application accompanied by the required application fee; and

19 (2) file with the department security that complies
20 with Section 2502.053.

21 (b) The application must be in the form prescribed by the
22 executive director [~~commissioner~~] and include:

23 (1) the address of the principal location of the
24 career counseling service;

25 (2) the assumed name, if any, under which the career
26 counseling service will operate;

27 (3) the name and address of each owner; and

1 (4) a statement that the owner has read and is familiar
2 with this chapter.

3 SECTION 29.085. Section 2502.053(a), Occupations Code, is
4 amended to read as follows:

5 (a) Before the executive director [~~commissioner~~] may issue
6 a certificate of authority to an owner, the owner must file with the
7 department a bond in the amount of \$10,000 that is:

8 (1) executed by a surety company authorized to do
9 business in this state;

10 (2) payable to the state; and

11 (3) conditioned on the faithful performance of the
12 owner's obligations under this chapter.

13 SECTION 29.086. Sections 2502.054(a) and (b), Occupations
14 Code, are amended to read as follows:

15 (a) The executive director [~~commissioner~~] shall issue a
16 certificate of authority to do business as a career counseling
17 service to an applicant who meets the requirements of this
18 subchapter.

19 (b) The executive director [~~commissioner~~] shall process a
20 certificate application not later than the 15th day after the date
21 the application is filed.

22 SECTION 29.087. Section 2502.251, Occupations Code, is
23 amended to read as follows:

24 Sec. 2502.251. ENFORCEMENT. (a) The executive director
25 [~~commissioner~~] shall enforce this chapter and may investigate a
26 career counseling service as necessary.

27 (b) The attorney general shall assist the executive

1 director [~~commissioner~~] on request.

2 SECTION 29.088. Section 2502.301, Occupations Code, is
3 amended to read as follows:

4 Sec. 2502.301. ADMINISTRATIVE PENALTY. In addition to the
5 amount awarded to a complainant under Section 2502.254(b), the
6 executive director [~~commissioner~~] may impose on the career
7 counseling service an administrative penalty equal to two times the
8 amount awarded under that subsection. A penalty collected under
9 this section shall be deposited in the state treasury.

10 SECTION 29.089. Section 7(a), Article 9035, Revised
11 Statutes, is amended to read as follows:

12 (a) To ensure the adequate performance of a warrantor's
13 obligations to a consumer, each warrantor shall comply with
14 financial security requirements by:

15 (1) insuring its vehicle protection products under a
16 reimbursement insurance policy issued by an insurer authorized to
17 engage in the business of insurance in this state or under a surplus
18 lines insurance policy issued by an insurer eligible to place
19 coverage in this state as regulated under Chapter 981 [~~Article~~
20 ~~1.14-2~~], Insurance Code; or

21 (2) providing any other form of comparable financial
22 security approved by the executive director [~~commissioner~~].

23 SECTION 29.090. Section 1.14, Chapter 376, Acts of the 77th
24 Legislature, Regular Session, 2001 (Article 165c, Vernon's Texas
25 Civil Statutes), is amended to read as follows:

26 Sec. 1.14. PERSONNEL. The executive director
27 [~~commissioner~~] may, as provided by the General Appropriations Act,

1 appoint and fix the compensation of any personnel, including
2 specialists and consultants, necessary to perform duties and
3 functions under this article.

4 SECTION 29.091. Section 1.41(e), Chapter 376, Acts of the
5 77th Legislature, Regular Session, 2001 (Article 165c, Vernon's
6 Texas Civil Statutes), is amended to read as follows:

7 (e) On written request of at least 25 qualified voters
8 residing in the target area or operational area mentioned in the
9 notice requesting an election accompanied by unsigned petitions,
10 the county clerk of each county within the target area or
11 operational area shall certify and mark for identification
12 petitions for circulation. An application for a petition seeking
13 an election to disapprove the issuance of a permit must be headed:
14 "Application for Election to Disapprove a Weather Modification
15 Permit." The application shall contain a statement just ahead of
16 the signatures of the applicants stating the following: "It is the
17 hope, purpose, and intent of the applicants whose signatures appear
18 on this application to see disapproved the issuance of a permit for
19 weather modification, including hail suppression." An application
20 for a petition seeking an election to approve the issuance of a
21 permit shall be headed: "Application for Election to Approve a
22 Weather Modification Permit." The application shall contain a
23 statement just ahead of the signatures of the applicants as
24 follows: "It is the hope, purpose, and intent of the applicants
25 whose signatures appear on this petition to see approved the
26 issuance of a permit for weather modification, including hail
27 suppression." On the return to the county clerks of petitions

1 signed by at least 10 percent of the qualified voters residing in
2 each county within the target area or operational area in the notice
3 requesting an election, the commissioners court of each county
4 shall call and hold an election. Notice under Chapter 111, Local
5 Government Code, of the commissioners court meeting to call and
6 hold the election is not required. The date of the election shall
7 be determined by the commissioners court in accordance with this
8 section, notwithstanding Sections 41.004 and 41.0041, Election
9 Code. The petition must be filed with the clerk of each county
10 within 30 days immediately following the first publication of
11 notice. The election must be held within 45 days after the date the
12 petition is received to determine whether or not the qualified
13 voters in the target area or operational area approve the issuance
14 of the permit. Immediately on calling the election, the clerk of
15 each county within the target area or operational area shall notify
16 the executive director [~~commissioner~~] of the date of the election.
17 Except as otherwise provided in this article, elections must be
18 held in accordance with the Election Code.

19 SECTION 29.092. The changes in law made by this article to
20 Section 755.024, Health and Safety Code, regarding the terminology
21 used to identify a commission or license issued by the Texas
22 Department of Licensing and Regulation, do not affect the validity
23 of a commission or license issued by the department under that
24 section.

25 ARTICLE 30. GENERAL TRANSITION; EFFECTIVE DATE

26 SECTION 30.001. The changes in law made by this Act
27 regarding the powers and duties of the executive director of the

1 Texas Department of Licensing and Regulation that are transferred
2 to the Texas Commission of Licensing and Regulation do not affect
3 the status of a complaint, investigation, or other proceeding. A
4 rule or form adopted by the executive director before the effective
5 date of this Act remains in effect as a rule or form of the
6 department until amended or changed.

7 SECTION 30.002. This Act takes effect September 1, 2003.