By: Hughes H.B. No. 3140

Substitute the following for H.B. No. 3140:

By: Hupp C.S.H.B. No. 3140

A BILL TO BE ENTITLED

1 AN ACT

2 relating to exemption of certain electronic access control device

3 or alarm system manufacturers or providers from private security

- 4 regulation.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 1702.002, Occupations Code, is amended
- 5 by amending Subdivisions (1) and (6-a) and adding Subdivision (1-a)
- 8 to read as follows:
- 9 (1) "Alarm system" means:
- 10 (A) electronic equipment and devices designed to
- 11 detect or signal:
- 12 (i) an unauthorized entry or attempted
- 13 entry of a person or object into a residence, business, or area
- 14 monitored by the system; or
- 15 (ii) the occurrence of a robbery or other
- 16 emergency;
- 17 (B) electronic equipment and devices using a
- 18 computer or data processor designed to control the access of a
- 19 person, vehicle, or object through a door, gate, or entrance into
- the controlled area of a residence or business; or
- 21 (C) a television camera or still camera system
- 22 that:
- (i) records or $[\tau]$ archives images of $[\tau]$
- 24 monitors] property or individuals in a public or private area of a

- 1 residence or business; or
- 2 <u>(ii)</u> is monitored by security personnel or
- 3 <u>services</u>.
- 4 (1-a) For purposes of Subdivision (1), the term "alarm
- 5 system" does not include a telephone entry system, an operator for
- 6 opening or closing a residential or commercial gate or door, or an
- 7 accessory used only to activate a gate or door, if the system,
- 8 operator, or accessory is not connected to an alarm system.
- 9 (6-a) "Electronic access control device" means an
- 10 electronic, electrical, or computer-based device, including a
- 11 telephone entry system, that allows access to a controlled area of a
- 12 business, but that is not monitored by security personnel or
- 13 services and does not send a signal to which law enforcement or
- 14 emergency services respond. The term does not include $\underline{\cdot}$
- 15 (A) a mechanical device, such as a deadbolt or
- 16 lock<u>; or</u>
- 17 <u>(B)</u> an operator for opening or closing a
- 18 commercial gate or door or an accessory, such as a fixed or portable
- 19 transmitter, card-reader, or keypad, if the operator or accessory
- 20 is used only to activate the gate or door and is not connected to an
- 21 <u>alarm system</u>.
- SECTION 2. Section 1702.324(b), Occupations Code, is
- 23 amended to read as follows:
- 24 (b) This chapter does not apply to:
- 25 (1) a manufacturer or a manufacturer's authorized
- 26 distributor who sells equipment intended for resale and does not
- 27 perform any other service that requires a license under this

- 1 chapter [to a license holder or registrant that is used in the
- 2 operations for which the person is required to be licensed or
- 3 registered];
- 4 (2) a person engaged exclusively in the business of
- 5 obtaining and providing information to:
- 6 (A) determine creditworthiness;
- 7 (B) collect debts; or
- 8 (C) ascertain the reliability of information
- 9 provided by an applicant for property, life, or disability
- insurance or an indemnity or surety bond;
- 11 (3) a person engaged exclusively in the business of
- 12 repossessing property that is secured by a mortgage or other
- 13 security interest;
- 14 (4) a person who:
- 15 (A) is engaged in the business of psychological
- 16 testing or other testing and interviewing services, including
- 17 services to determine attitudes, honesty, intelligence,
- 18 personality, and skills, for preemployment purposes; and
- 19 (B) does not perform any other service that
- 20 requires a license under this chapter;
- 21 (5) a person who:
- 22 (A) is engaged in obtaining information that is a
- 23 public record under Chapter 552, Government Code, regardless of
- 24 whether the person receives compensation;
- 25 (B) is not a full-time employee, as defined by
- 26 Section 61.001, Labor Code, of a person licensed under this
- 27 chapter; and

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- 1 (C) does not perform any other act that requires
- 2 a license under this chapter;
- 3 (6) a licensed engineer practicing engineering or
- 4 directly supervising engineering practice under Chapter 1001,
- 5 including forensic analysis, burglar alarm system engineering, and
- 6 necessary data collection;
- 7 (7) an employee of a cattle association who inspects
- 8 livestock brands under the authority granted to the cattle
- 9 association by the Grain Inspection, Packers and Stockyards
- 10 Administration of the United States Department of Agriculture;
- 11 (8) a landman performing activities in the course and
- 12 scope of the landman's business;
- 13 (9) an attorney while engaged in the practice of law;
- 14 (10) a person who obtains a document for use in
- 15 litigation under an authorization or subpoena issued for a written
- 16 or oral deposition;
- 17 (11) an admitted insurer, insurance adjuster, agent,
- 18 or insurance broker licensed by the state, performing duties in
- 19 connection with insurance transacted by that person; or
- 20 (12) a person who on the person's own property or on
- 21 property owned or managed by the person's employer:
- 22 (A) installs, changes, or repairs a mechanical
- 23 security device;
- 24 (B) repairs an electronic security device; or
- 25 (C) cuts or makes a key for a security device.
- 26 (13) security personnel, including security contract
- 27 personnel, working at a commercial nuclear power plant licensed by

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- 1 the United States Nuclear Regulatory Commission.
- 2 SECTION 3. Section 1702.328, Occupations Code, is amended
- 3 to read as follows:
- 4 Sec. 1702.328. SECURITY SYSTEMS SALES AND
- 5 INSTALLATION. This chapter does not apply to:
- 6 (1) a person who owns and installs a burglar detection
- 7 or alarm device on the person's own property or, if the person does
- 8 not charge for the device or the installation, installs the device
- 9 for the protection of the person's personal property located on
- 10 another person's property and does not, as a normal business
- 11 practice, install the devices on the property of another;
- 12 (2) a person in the business of building construction
- 13 that installs electrical wiring and devices that may include in
- 14 part the installation of a burglar alarm or detection device if:
- 15 (A) the person is a party to a contract that
- 16 provides that:
- 17 (i) the installation will be performed
- 18 under the direct supervision of, and inspected and certified by, a
- 19 person licensed to install and certify the alarm or detection
- 20 device; and
- (ii) the license holder assumes full
- 22 responsibility for the installation of the alarm or detection
- 23 device; and
- 24 (B) the person does not service or maintain alarm
- 25 systems, electronic access control devices, locks, or detection
- 26 devices;
- 27 (3) a person who sells or installs automobile burglar

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- 1 alarm devices and who does not perform any other act that requires a
- 2 license under this chapter; or
- 3 (4) a person who sells exclusively by e-commerce, over
- 4 the counter <u>transactions</u>, or [by] mail order, alarm systems,
- 5 electronic access control devices, locks, or detection devices.
- 6 SECTION 4. This Act takes effect immediately if it receives
- 7 a vote of two-thirds of all the members elected to each house, as
- 8 provided by Section 39, Article III, Texas Constitution. If this
- 9 Act does not receive the vote necessary for immediate effect, this
- 10 Act takes effect September 1, 2005.