By: Ellis S.B. No. 1309

## A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to member restrictions for commissioners of the Texas
- 3 Workforce Commission.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 301.003, Labor Code, is amended to read
- 6 as follows:
- 7 Sec. 301.003. MEMBER RESTRICTIONS. (a) In this section:
- 8 (1) "Business" does not mean personal investment in real
- 9 property, financial instruments or tangible assets, or the
- 10 provision of personal services, other than workforce services in
- 11 the State of Texas, as an independent contractor.
- 12 (2)  $[\tau]$  "Texas trade association" means a cooperative and
- 13 voluntarily joined statewide association of business or
- 14 professional competitors in this state designed to assist its
- 15 members and its industry or profession in dealing with mutual
- 16 business or professional problems and in promoting their common
- 17 interest.
- 18 (b) A member of the commission or the member's spouse may
- 19 not be employed by [engage in] any [other] business[, vocation,] or
- 20 other organization receiving money from the commission
- 21 [employment] during the member's term on the commission.
- (c) A person may not be a member of the commission or an
- 23 employee of the commission employed in a "bona fide executive,
- 24 administrative, or professional capacity," as that phrase is used

- 1 for purposes of establishing an exemption to the overtime
- 2 provisions of the federal Fair Labor Standards Act of 1938 (29
- 3 U.S.C. Section 201 et seq.), and its subsequent amendments, if:
- 4 (1) the person is an officer, employee, or paid
- 5 consultant of a Texas trade association in the field of labor,
- 6 business, workforce development, child care, or career schools and
- 7 colleges; or
- 8 (2) the person's spouse is an officer, manager, or paid
- 9 consultant of a Texas trade association in the field of labor,
- 10 business, workforce development, child care, or career schools and
- 11 colleges.
- 12 (d) A person may not serve as a member of the commission if
- 13 the person or the person's spouse:
- 14 (1) is employed by or participates in the management
- 15 of a career school or college or a business entity or other
- organization receiving money from the commission;
- 17 (2) owns or controls, directly or indirectly, more
- 18 than a 10 percent interest in a career school or college or a
- 19 business entity or other organization receiving money from the
- 20 commission; or
- 21 (3) is registered, certified, licensed, permitted, or
- 22 otherwise authorized by the commission; for purposes of this
- 23 subdivision, "registered, certified, licensed, permitted, or
- 24 otherwise authorized by the commission" does not include the
- 25 <u>following:</u>
- 26 (A) the commission's role under Subtitle A; or
- 27 (B) employment of domestic service workers under

- 1 Section 201.027.
- 2 <u>(e) If a member of the commission or the member's spouse is</u>
- 3 engaged in any other employment, the member of the commission shall
- 4 refrain from voting on or participating in any commission decision
- 5 that involves the other employment.
- 6 (f) A member of the commission or the member's spouse may
- 7 not enter into a contract, either directly with a local workforce
- 8 development board or with an entity that contracts with a local
- 9 workforce development board, under which the member or the member's
- spouse receives compensation for services provided by the member or
- 11 the member's spouse.

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- 12 SECTION 2. This Act takes effect immediately if it receives
- a vote of two-thirds of all the members elected to each house, as
- 14 provided by Section 39, Article III, Texas Constitution. If this
- 15 Act does not receive the vote necessary for immediate effect, this
- 16 Act takes effect September 1, 2005.