By: Callegari H.B. No. 1543

## A BILL TO BE ENTITLED

1	AN ACT

- relating to the criteria for review by the Sunset Advisory 2
- Commission of an agency that licenses an occupation. 3
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4
- 5 SECTION 1. Section 325.011, Government Code, is amended to
- read as follows:

- Sec. 325.011. CRITERIA FOR REVIEW. (a) The commission and 7
- its staff shall consider the following criteria in determining 8
- whether a public need exists for the continuation of a state agency
- or its advisory committees or for the performance of the functions 10
- 11 of the agency or its advisory committees:
- 12 (1) the efficiency and effectiveness with which the
- agency or the advisory committee operates; 13
- 14 (2)(A) an identification of the mission, goals, and
- objectives intended for the agency or advisory committee and of the 15
- problem or need that the agency or advisory committee was intended
- to address; and 17
- 18 (B) the extent to which the mission, goals, and
- objectives have been achieved and the problem or need has been 19
- 20 addressed;
- 21 (3)(A) an identification of any activities of the
- agency in addition to those granted by statute and of the authority 22
- 23 for those activities; and
- 24 (B) the extent to which those activities are

- 1 needed;
- 2 (4) an assessment of authority of the agency relating
- 3 to fees, inspections, enforcement, and penalties;
- 4 (5) whether less restrictive or alternative methods of
- 5 performing any function that the agency performs could adequately
- 6 protect or provide service to the public;
- 7 (6) the extent to which the jurisdiction of the agency
- 8 and the programs administered by the agency overlap or duplicate
- 9 those of other agencies, the extent to which the agency coordinates
- 10 with those agencies, and the extent to which the programs
- 11 administered by the agency can be consolidated with the programs of
- 12 other state agencies;
- 13 (7) the promptness and effectiveness with which the
- 14 agency addresses complaints concerning entities or other persons
- 15 affected by the agency, including an assessment of the agency's
- 16 administrative hearings process;
- 17 (8) an assessment of the agency's rulemaking process
- 18 and the extent to which the agency has encouraged participation by
- 19 the public in making its rules and decisions and the extent to which
- 20 the public participation has resulted in rules that benefit the
- 21 public;
- (9) the extent to which the agency has complied with:
- (A) federal and state laws and applicable rules
- 24 regarding equality of employment opportunity and the rights and
- 25 privacy of individuals; and
- 26 (B) state law and applicable rules of any state
- 27 agency regarding purchasing guidelines and programs for

1 historically underutilized businesses; 2 (10)the extent to which the agency issues 3 enforces rules relating to potential conflicts of interest of its employees; 4 5 (11)the extent to which the agency complies with Chapters 551 and 552 and follows records management practices that 6 enable the agency to respond efficiently to requests for public 7 8 information; [and] (12) the effect of federal intervention or loss of 9 10 federal funds if the agency is abolished; and (13) for an agency that licenses an occupation or 11 profession, an assessment as to: 12 (A) whether the occupational licensing program: 13 (i) serves a meaningful, defined public 14 15 interest, particularly with regard to protecting public health, 16 safety, and welfare; and 17 (ii) provides the least restrictive form of regulation that will adequately protect the public interest; 18 19 (B) whether the conditions that led to the initial regulation of the occupation or profession have changed in 20 a way that would warrant more, less, or the same degree of 21 22 regulation; (C) the extent to which the regulatory objective 23 24 of the occupational licensing program may be achieved through

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(D) the extent to which licensing criteria, if

market forces, private or industry certification and accreditation

programs, or enforcement of other law;

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- 1 applicable, ensures that applicants with occupational skill sets or
- 2 competencies that correlate with a public interest obtain a license
- 3 and the impact that those criteria have on individuals,
- 4 particularly those with moderate or low incomes, seeking to enter
- 5 the occupation or profession;
- 6 (E) the economic impact of the regulation,
- 7 <u>including the extent to which the program stimulates or restricts</u>
- 8 competition and affects consumer choice and the cost of services;
- 9 (F) whether the composition of the agency's board
- 10 or commission adequately represents the public interest;
- 11 (G) whether the agency encourages public
- 12 participation in its decisions or limits participation only to
- 13 people regulated by the agency;
- 14 (H) whether complaint, investigation, and
- 15 <u>disciplinary procedures adequately protect the public; and</u>
- 16 (I) whether final dispositions of complaints are
- 17 made in the public interest or are self-serving to the occupation or
- 18 profession.
- 19 (b) In this section, "license" means a license,
- 20 certificate, registration, permit, or other form of authorization
- 21 required by law or a state agency rule that must be obtained by an
- 22 <u>individual to engage in a particular occupation or profession.</u>
- SECTION 2. Chapter 325, Government Code, is amended by
- 24 adding Section 325.023 to read as follows:
- Sec. 325.023. PREVIEW OF PROPOSED LEGISLATION REGULATING AN
- 26 OCCUPATION. (a) A person may submit proposed legislation that
- 27 would create an occupational licensing program or significantly

- 1 affect an existing occupational licensing program to the commission
- 2 for review and analysis.
- 3 (b) If the commission reviews and analyzes legislation
- 4 proposing the regulation of an occupation, the commission shall
- 5 submit a report to the legislature before the start of the next
- 6 legislative session regarding the commission's findings on the need
- 7 for regulating the occupation and the type of regulation
- 8 recommended, if any.
- 9 (c) In analyzing legislation proposing the creation of an
- 10 occupational licensing program, the commission shall determine
- 11 whether:
- 12 (1) the unregulated practice of the occupation would
- 13 clearly harm or endanger the health, safety, or welfare of the
- 14 public;
- 15 (2) the public can reasonably be expected to benefit
- 16 from an assurance of initial and continuing professional liability;
- 17 and
- 18 (3) the public can be more effectively protected by
- 19 means other than state regulation.
- 20 (d) If the commission reviews and analyzes proposed
- 21 legislation amending an existing occupational licensing program,
- 22 the commission shall submit a report to the legislature before the
- 23 start of the next legislative session regarding the commission's
- 24 findings on the need for the amendment.
- 25 SECTION 3. This Act takes effect September 1, 2009.