

# SENATE AMENDMENTS

2<sup>nd</sup> Printing

By: Herrero, Cohen, Creighton

H.B. No. 2925

A BILL TO BE ENTITLED

AN ACT

relating to protections provided by the Department of Agriculture for certain consumers; providing penalties.

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

SECTION 1. Section 13.001(a), Agriculture Code, is amended to read as follows:

(a) In this chapter:

(1) "Weight or measure of a commodity" means the weight or measure of a commodity as determined by a weighing or measuring device [~~includes a weight, scale, beam, or measure of any kind; an instrument or mechanical device for weighing or measuring; and an appliance or accessory connected with an instrument or mechanical device for weighing or measuring~~].

(2) "Sell" includes barter or exchange.

(3) "Weighing or measuring device" [~~"Pump"~~] means:

(A) a scale; or

(B) a mechanical or electronic device used to dispense or deliver a commodity by weight, volume, flow rate, or other measure [~~a gasoline, kerosene, or diesel fuel measuring or dispensing device~~].

SECTION 2. Section 13.002(a), Agriculture Code, is amended to read as follows:

(a) The department shall enforce the provisions of this chapter and shall supervise all weighing or measuring devices

1 ~~[weights and measures]~~ sold or offered for sale in this state. The  
2 department may purchase apparatus as necessary for the  
3 administration of this chapter.

4 SECTION 3. Sections 13.021(a), (c), and (d), Agriculture  
5 Code, are amended to read as follows:

6 (a) The legal standard for the weight or measure of a  
7 commodity ~~[of weights and measures]~~ in this state is the standard  
8 weight or measure ~~[of weights and measures]~~ adopted and used by the  
9 government of the United States for that commodity. If the United  
10 States does not provide a standard ~~[of]~~ weight or measure for a  
11 commodity, the standard for that commodity is that established by  
12 this subchapter.

13 (c) Except as otherwise provided by an express contract, a  
14 contract for work or sales by weight or measure of a commodity shall  
15 be construed in accordance with the standards of this subchapter.

16 (d) The standards of this subchapter shall be the guide for  
17 making any adjustment of weighing ~~[weights]~~ or measuring devices  
18 ~~[measures]~~ under the law of this state.

19 SECTION 4. Subchapter B, Chapter 13, Agriculture Code, is  
20 amended by adding Section 13.029 to read as follows:

21 Sec. 13.029. EXEMPTION OF WEIGHING OR MEASURING DEVICES.  
22 The department by rule may exempt a weighing or measuring device  
23 from a requirement established by this chapter if the department  
24 determines that imposing or enforcing the requirement:

- 25 (1) is not cost-effective for the department;  
26 (2) is not feasible with current resources or  
27 standards; or

1           (3) will not substantially benefit or protect  
2 consumers.

3           SECTION 5. Sections 13.036, 13.037, and 13.039, Agriculture  
4 Code, are amended to read as follows:

5           Sec. 13.036. FALSE REPRESENTATION OF COMMODITY QUANTITY. A  
6 person commits an offense if the person or the person's servant or  
7 agent:

8           (1) sells or offers or exposes for sale a quantity of a  
9 commodity or service that is less than the quantity the person  
10 represents; or

11           (2) as a buyer furnishing the weight or measure of a  
12 commodity or service by which the amount of the [~~a~~] commodity or  
13 service is determined, takes or attempts to take more than the  
14 quantity the person represents.

15           Sec. 13.037. USE OF INCORRECT WEIGHING [~~FALSE WEIGHT~~] OR  
16 MEASURING DEVICE [~~MEASURE~~]. (a) A person commits an offense if the  
17 person or the person's servant or agent uses an incorrect weighing  
18 [~~a false weight~~] or measuring device [~~measure~~] in:

19           (1) buying or selling a commodity;

20           (2) computing a charge for services rendered on the  
21 basis of weight or measure; or

22           (3) determining the weight or measure of a commodity,  
23 if a charge is made for the determination.

24           (b) For the purpose of this section, a weighing [~~weight~~] or  
25 measuring device [~~measure~~] is incorrect [~~false~~] if it:

26           (1) does not conform as closely as practicable to the  
27 official standards;

- 1           (2) is not accurate;
- 2           (3) is of a construction that is not reasonably  
3 permanent in adjustment or does not correctly repeat its  
4 indications;
- 5           (4) facilitates the perpetration of fraud; or
- 6           (5) does not conform to the specifications and  
7 tolerances established by the department under Section 13.114 [~~of~~  
8 ~~this code~~].

9           Sec. 13.039. TESTING OF PACKAGE BY DEPARTMENT [~~SEALER~~].

10 (a) The department [~~A sealer appointed under Subchapter C of this~~  
11 ~~chapter~~] shall from time to time weigh or measure a package[~~r~~] or an  
12 amount of any commodity[~~r~~] that is kept or offered for sale, sold,  
13 or in the process of delivery, in order to determine:

- 14           (1) if the commodity is of the amount or quantity  
15 represented; or
- 16           (2) if the commodity is being offered for sale or sold  
17 in accordance with law.

18           (b) If the department [~~a sealer~~] finds that a package or any  
19 lot of a commodity contains less of the commodity than the amount  
20 represented, the department [~~sealer~~] may seize the package or the  
21 commodity as evidence.

22           (c) A person commits an offense if the person or the  
23 person's employee or agent refuses to exhibit a commodity being  
24 sold or offered for sale at a given weight or quantity, or  
25 ordinarily sold in that manner, to the department [~~a sealer~~] for  
26 testing and proving as to quantity.

27           SECTION 6. The heading to Subchapter C, Chapter 13,

1 Agriculture Code, is amended to read as follows:

2 SUBCHAPTER C. INSPECTION AND REGISTRATION OF WEIGHING OR MEASURING  
3 DEVICES [~~WEIGHTS AND MEASURES~~]

4 SECTION 7. Section 13.101, Agriculture Code, is amended to  
5 read as follows:

6 Sec. 13.101. REQUIRED INSPECTION. (a) At least once every  
7 four years, or more often as required by the department, a weighing  
8 [~~weight~~] or measuring device [~~measure~~] shall be inspected and  
9 tested for correctness by the department [~~a sealer~~] if it:

10 (1) is kept for sale, sold, or used by a proprietor,  
11 agent, lessee, or employee in proving the weight or measure,  
12 including the size, quantity, extent, or area, of any item; or

13 (2) is purchased, offered, or submitted by a  
14 proprietor, agent, lessee, or employee for sale, hire, or award.

15 (b) The department shall, to the extent necessary to ensure  
16 compliance with the official standards, require additional  
17 inspection and testing of weighing or measuring devices [~~weights~~  
18 ~~and measures~~].

19 (c) A person who uses or keeps for use, or has or offers for  
20 sale, a weighing [~~weight~~] or measuring device [~~measure~~] is  
21 responsible for having the device [~~weight or measure~~] inspected and  
22 tested as required by this section.

23 (d) Unless the department requires an additional  
24 inspection, a weighing [~~weight~~] or measuring device [~~measure~~] that  
25 is inspected and found correct by the department [~~a sealer~~] may be  
26 kept for use, used, kept or offered for sale, or sold without  
27 further testing.

1       (e) The department may inspect and test a weighing or  
2 measuring device less frequently than required by Subsection (a):

3               (1) to accommodate complaint-based and risk-based  
4 inspection schedules; or

5               (2) in response to an emergency or a limitation in  
6 department funding.

7       SECTION 8. Sections 13.1011(a) and (c), Agriculture Code,  
8 are amended to read as follows:

9       (a) A person who operates a weighing or measuring [~~pump,~~  
10 ~~scale, or bulk or liquefied petroleum gas metering~~] device for a  
11 commercial transaction shall [~~must~~] register annually with the  
12 department.

13       (c) If a person fails to register as required by this  
14 section and pay the fee required under Section 13.1151 [~~of this~~  
15 ~~code~~], the department may assess a late fee against the person,  
16 prohibit the operation of the weighing or measuring [~~pump, scale,~~  
17 ~~or metering~~] device, or both assess the fee and prohibit the  
18 operation of the [~~pump, scale, or metering~~] device.

19       SECTION 9. Section 13.1012(e), Agriculture Code, is amended  
20 to read as follows:

21       (e) The department may conduct an inspection of an  
22 applicant's or registrant's:

- 23               (1) facilities;
- 24               (2) inspecting and testing equipment and procedures;
- 25               (3) repair and calibration equipment, records, and
- 26 procedures; and
- 27               (4) transportation equipment.

1 SECTION 10. The heading to Section 13.111, Agriculture  
2 Code, is amended to read as follows:

3 Sec. 13.111. REPAIR OR DESTRUCTION OF INCORRECT WEIGHING  
4 ~~[WEIGHTS]~~ OR MEASURING DEVICES ~~[MEASURES]~~.

5 SECTION 11. Sections 13.111(a) and (b), Agriculture Code,  
6 are amended to read as follows:

7 (a) If, in the judgment of the department ~~[sealer]~~, a  
8 weighing ~~[weight]~~ or measuring device ~~[measure]~~ found to be  
9 incorrect is not capable of being repaired, the department ~~[sealer]~~  
10 may condemn, seize, and destroy the device ~~[weight or measure]~~.

11 (b) If, in the judgment of the department ~~[sealer]~~, an  
12 incorrect weighing ~~[weight]~~ or measuring device ~~[measure]~~ is  
13 capable of being repaired, the department ~~[sealer]~~ shall place on  
14 the device ~~[weight or measure]~~ a tag or other mark with the words  
15 "Out of Order." The owner or user of the weighing ~~[weight]~~ or  
16 measuring device ~~[measure]~~ may have it repaired within 30 days, but  
17 may not use or dispose of it until it is reinspected and released  
18 for use by the department or inspected and released for use in any  
19 other manner authorized by department rule ~~[sealed. After repair,~~  
20 ~~the owner or user shall notify the sealer and the sealer shall~~  
21 ~~reinspect the weight or measure. If it is found to be correct, the~~  
22 ~~sealer shall remove the out-of-order tag and seal the weight or~~  
23 ~~measure as provided by Section 13.110 of this code].~~

24 SECTION 12. Section 13.112, Agriculture Code, is amended to  
25 read as follows:

26 Sec. 13.112. TESTS FOR STATE INSTITUTIONS. As requested by  
27 the comptroller or the governing body of a state institution, the

1 department shall test each weighing [~~weight~~] or measuring device  
2 [~~measure~~] used by a state institution for any purpose, including a  
3 weighing or measuring device [~~weight or measure~~] used in checking  
4 the receipt and distribution of supplies. The department shall  
5 report results of the test to the chairman of the governing body of  
6 the institution.

7 SECTION 13. Sections 13.113(a), (c), (d), and (e),  
8 Agriculture Code, are amended to read as follows:

9 (a) The standards of weights and measures received from the  
10 United States and certified by the National Institute of Standards  
11 and Technology are the state's standards by which all state and  
12 local standards of weights and measures are tried, authenticated,  
13 proved, and certified [~~sealed~~].

14 (c) In addition to the standards kept by the state, the  
15 department shall maintain a complete set of copies of the original  
16 standards for use in adjusting local standards or in the  
17 performance of other official duties. The department may purchase  
18 additional sets of standards as necessary for use by a department  
19 inspector or other department personnel [~~state sealers~~].

20 (d) At the request of a city, the department shall furnish  
21 the city with copies of the state's standards or test and approve  
22 other standards acquired by the city. The city shall reimburse the  
23 state for the actual cost of the standards furnished, plus the costs  
24 of freight and certification. All standards furnished to or tested  
25 for a city shall be true and correct, [~~sealed and~~] certified by the  
26 department [~~commissioner~~], and stamped with the letter "C". The  
27 copies used by a city may be of any suitable material or



1 construction that the city requests, subject to approval by the  
2 department.

3 (e) The department shall inspect and correct the standards  
4 used by a department inspector, other department employee, or  
5 individual or business licensed by the department to perform  
6 private maintenance, repairs, or calibration of weighing or  
7 measuring devices [~~a local sealer~~] at least once every year [~~two~~  
8 ~~years~~]. The department shall keep a record of the inspection and  
9 character of weights and measures inspected under this subsection.  
10 [~~The city shall pay all expenses incurred in inspections under this~~  
11 ~~subsection.~~]

12 SECTION 14. Section 13.114(a), Agriculture Code, is amended  
13 to read as follows:

14 (a) The department shall establish tolerances and  
15 specifications for commercial weighing or [~~and~~] measuring devices  
16 [~~apparatus~~] used in this state. The tolerances and specifications  
17 shall be similar to those recommended by the National Institute of  
18 Standards and Technology.

19 SECTION 15. Sections 13.115(a) and (f), Agriculture Code,  
20 are amended to read as follows:

21 (a) The department shall collect a fee in accordance with  
22 this section for each test of a weighing [~~weight~~] or measuring  
23 device [~~measure~~] required by this subchapter or performed on  
24 request of the owner.

25 (f) The department shall charge a fee, as provided by  
26 department rule, for precision testing of tapes, rules, glassware,  
27 and other weighing or measuring devices performed by the

1 department's metrology laboratory.

2 SECTION 16. Sections 13.1151, 13.117, 13.118, and 13.119,  
3 Agriculture Code, are amended to read as follows:

4 Sec. 13.1151. FEES FOR REGISTRATION AND INSPECTION. The  
5 department may charge the owner or operator of a weighing or  
6 measuring device a fee, as provided by department rule, to recover  
7 the costs of registration and inspection of a weighing or [~~pump,~~  
8 ~~scale, bulk or liquefied petroleum gas metering device, or other~~]  
9 measuring [~~or dispensing~~] device required to be registered or  
10 inspected under this chapter.

11 Sec. 13.117. REFUSING TO ALLOW [~~PERMIT~~] TEST OF WEIGHING  
12 [~~WEIGHT~~] OR MEASURING DEVICE [~~MEASURE~~]. A person commits an offense  
13 if the person neglects or refuses to allow [~~exhibit~~] a weighing  
14 [~~weight~~] or measuring device [~~measure~~] under the person's control  
15 or in the person's possession to be inspected, tested, or examined  
16 by the department, and the inspection, test, or examination is  
17 required by this chapter [~~or a sealer for inspection or examination~~  
18 ~~as required by law~~].

19 Sec. 13.118. HINDERING DEPARTMENT PERSONNEL [~~SEALER~~]. A  
20 person commits an offense if the person hinders or obstructs in any  
21 way the department, a department inspector or other department  
22 personnel [~~a sealer~~] in the performance of official duties.

23 Sec. 13.119. REMOVAL OF REGISTRATION [~~SEALER'S~~] TAG. A  
24 person commits an offense if the person removes or obliterates a tag  
25 or device placed on a weighing [~~weight~~] or measuring device  
26 [~~measure~~] under this chapter [~~Section 13.110 or 13.111 of this~~  
27 ~~code~~].

1 SECTION 17. Sections 13.120 and 13.121, Agriculture Code,  
2 are amended to read as follows:

3 Sec. 13.120. SALE OR USE OF INCORRECT WEIGHING [~~FALSE~~  
4 ~~WEIGHTS~~] OR MEASURING DEVICE [~~MEASURES~~]. (a) The department may  
5 condemn and prohibit the sale or distribution of any incorrect  
6 weighing [~~false weight~~] or measuring device [~~measure~~] that is sold,  
7 offered for sale, or about to be sold in this state.

8 (b) A person commits an offense if the person or the  
9 person's servant or agent:

10 (1) offers or exposes for sale, hire, or award or sells  
11 an incorrect weighing [~~a false weight~~] or measuring device  
12 [~~measure~~];

13 (2) possesses an incorrect weighing [~~a false weight~~]  
14 or measuring device [~~measure~~]; or

15 (3) sells, offers for sale, uses, or possesses for the  
16 purpose of sale or use a device or instrument to be used to falsify  
17 or intended to falsify a weight or measure.

18 [~~(c) In this section, "false weight or measure" has the~~  
19 ~~meaning assigned by Section 13.037 of this code.~~]

20 Sec. 13.121. DISPOSING OF CONDEMNED WEIGHING OR MEASURING  
21 DEVICE [~~WEIGHT~~]. A person commits an offense if the person or the  
22 person's servant or agent disposes of a weighing [~~weight~~] or  
23 measuring device [~~measure~~] condemned under Section 13.111 or 13.120  
24 [~~of this code~~] in a manner contrary to those sections.

25 SECTION 18. Section 13.253(b), Agriculture Code, is amended  
26 to read as follows:

27 (b) An elected county public weigher must obtain a

1 certificate of authority as provided by Section 13.255 [~~of this~~  
2 ~~code~~] and must execute a bond as provided by Section 13.256 [~~of this~~  
3 ~~code~~] before issuing an official certificate of weight or measure  
4 of a commodity. A county public weigher elected under this section  
5 is subject to rules adopted by the commissioners court.

6 SECTION 19. Section 13.257(a), Agriculture Code, is amended  
7 to read as follows:

8 (a) On each certificate of weight or measure of a commodity  
9 that a public weigher or deputy public weigher issues, the public  
10 weigher or deputy public weigher shall include the:

11 (1) time and date that the weight or measure of the  
12 commodity [~~measurement~~] was taken;

13 (2) signature and license number of the public weigher  
14 or deputy public weigher; and

15 (3) seal of the department.

16 SECTION 20. Section 13.259(a), Agriculture Code, is amended  
17 to read as follows:

18 (a) A public weigher or deputy public weigher who  
19 intentionally or knowingly issues a certificate of weight or  
20 measure of a commodity giving a false weight or measure for the [~~a~~]  
21 commodity [~~weighed or measured~~] commits an offense.

22 SECTION 21. Section 13.260(a), Agriculture Code, is amended  
23 to read as follows:

24 (a) A person who intentionally or knowingly issues an  
25 official certificate of weight or measure of a [~~for any~~] commodity  
26 without first obtaining a certificate of authority under Section  
27 13.255 [~~of this code~~], who issues an official certificate of weight

1 or measure of a commodity after revocation of the person's  
2 certificate of authority, or who issues an official certificate of  
3 weight or measure of a commodity without executing a bond as  
4 required under Section 13.256 [~~of this code~~] commits an offense.

5 SECTION 22. Sections 13.401(a), (b), (d), and (f),  
6 Agriculture Code, are amended to read as follows:

7 (a) A person who has a license issued under this subchapter  
8 may [~~has all of the powers and duties of a sealer under this chapter~~  
9 ~~except for~~]:

- 10 (1) inspect, test, maintain, and repair:  
11 (A) a weighing or measuring device;  
12 (B) a liquefied petroleum gas meter under  
13 Subchapter F; or  
14 (C) a ranch scale under Subchapter G;  
15 (2) return an incorrect weighing or measuring device  
16 to service under Section 13.111;  
17 (3) prohibit an incorrect weighing or measuring device  
18 from being used until the device is repaired, if the inspector  
19 determines that the device can be repaired; and  
20 (4) condemn and prohibit the further use of an  
21 incorrect weighing or measuring device that the inspector  
22 determines cannot be repaired [~~testing of a package under Section~~  
23 ~~13.039,~~  
24 [~~(2) peace officer status under Section 13.108(b),~~  
25 ~~and~~  
26 [~~(3) entering premises or conducting a stop under~~  
27 ~~Section 13.108(c)].~~

1 (b) It is a defense to prosecution under Section 13.117 or  
2 13.118 that the licensed inspector [~~sealer~~] is acting under the  
3 authority of a license issued under this subchapter.

4 (d) Unless appointed an inspector [~~a sealer~~] under  
5 Subchapter C, a person may not perform the functions of an inspector  
6 [~~a sealer~~] without a license issued under this subchapter.

7 (f) A license holder under this subchapter shall conduct  
8 inspecting, [~~or~~] testing, prohibiting, or condemning activities in  
9 compliance with the rules of the department.

10 SECTION 23. Section 13.404(a), Agriculture Code, is amended  
11 to read as follows:

12 (a) The department [~~by rule~~] may [~~adopt a system to~~]  
13 periodically monitor and inspect or test weighing or measuring  
14 devices that have been [~~scales~~] inspected and tested by a license  
15 holder and any standards used by the license holder during an  
16 inspection or test.

17 SECTION 24. Chapter 17, Agriculture Code, is amended by  
18 adding Subchapter B-1 to read as follows:

19 SUBCHAPTER B-1. MOTOR FUEL QUALITY AND TESTING

20 Sec. 17.071. MINIMUM MOTOR FUEL QUALITY AND TESTING  
21 STANDARDS. The department by rule shall adopt minimum motor fuel  
22 quality and testing standards for motor fuel that is sold or offered  
23 for sale in this state. The standards must comply with the  
24 nationally recognized minimum standards established by:

25 (1) the American Society for Testing and Materials, as  
26 those standards existed on September 1, 2009, for motor fuels other  
27 than motor fuels blended with ethanol; and

1           (2) the National Institute of Standards and  
2 Technology, as those standards existed on September 1, 2009, other  
3 than the standard vapor to liquid ratio specification for motor  
4 fuels blended with ethanol.

5           Sec. 17.072. TESTING OF MOTOR FUEL QUALITY. (a) The  
6 department may collect samples and conduct testing at any location  
7 where motor fuel is kept, transferred, sold, or offered for sale, to  
8 verify that the motor fuel complies with the minimum standards  
9 required by Section 17.071.

10           (b) On arriving at a facility to conduct testing under  
11 Subsection (a), a representative of the department shall notify the  
12 owner or manager of the facility of the representative's presence  
13 and purpose.

14           (c) A person commits an offense if the person refuses to  
15 allow a department representative to collect samples or conduct  
16 motor fuel testing under Subsection (a).

17           Sec. 17.073. STOP-SALE ORDER. If the department has reason  
18 to believe that motor fuel is in violation of this chapter or a rule  
19 adopted under this chapter, the department may issue and enforce a  
20 written order to stop the sale of the motor fuel. The department  
21 shall present the order to the dealer, distributor, jobber,  
22 supplier, or wholesaler who is in control of the motor fuel at the  
23 time the motor fuel is tested. The person who receives the order  
24 may not sell the motor fuel until the department determines that the  
25 motor fuel is in compliance with this chapter and department rules.

26           SECTION 25. Sections 17.104(a) and (b), Agriculture Code,  
27 are amended to read as follows:

1 (a) The commissioner may adopt rules consistent with this  
2 chapter for the regulation of the sale of motor fuels, including  
3 motor fuels that contain [~~containing~~] ethanol and methanol.

4 (b) The commissioner by rule may impose a fee for testing,  
5 inspection, or the performance of other services provided as  
6 determined necessary by the commissioner in the administration of  
7 this chapter. A fee imposed under this subsection shall be  
8 collected from each dealer, distributor, jobber, supplier, and  
9 wholesaler on a periodic basis determined by the commissioner  
10 without regard to whether the motor fuel is subject to regulation  
11 under this chapter.

12 SECTION 26. Sections 17.155(a) and (b), Agriculture Code,  
13 are amended to read as follows:

14 (a) The department [~~commissioner~~] may impose an  
15 administrative penalty against a person regulated under this  
16 chapter who violates this chapter or a rule or order adopted under  
17 this chapter. Except as otherwise provided by this section, an  
18 administrative penalty is imposed and collected in the manner  
19 provided by Section 12.020.

20 (b) The penalty for a violation of this chapter or a rule or  
21 order adopted under this chapter may not exceed \$5,000 [~~\$500~~] a day  
22 for each violation. Each day a violation continues or occurs may be  
23 considered a separate violation for purposes of imposing a penalty.

24 SECTION 27. Subchapter D, Chapter 17, Agriculture Code, is  
25 amended by adding Section 17.156 to read as follows:

26 Sec. 17.156. TOLL-FREE NUMBER. The department shall  
27 provide a toll-free telephone number for use by the public in



1 reporting violations of this subchapter.

2 SECTION 28. The following provisions of the Agriculture  
3 Code are repealed:

- 4 (1) Section 13.004;
- 5 (2) Section 13.102;
- 6 (3) Section 13.104;
- 7 (4) Section 13.108;
- 8 (5) Section 13.109;
- 9 (6) Section 13.110;
- 10 (7) Sections 13.111(c) and (d); and
- 11 (8) Section 13.116.

12 SECTION 29. (a) Except as provided by Subsection (b) of  
13 this section, this Act takes effect September 1, 2009.

14 (b) Subchapter B-1, Chapter 17, Agriculture Code, as added  
15 by this Act, takes effect January 1, 2010.

# ADOPTED

FLOOR AMENDMENT NO. 1

MAY 21 2009

BY:

Whitmore

*Henry Spaw*  
Secretary of the Senate

- 1 Amend H.B. 2925 by inserting the following new SECTION \_\_ and
- 2 renumbering subsequent sections accordingly:
- 3
- 4 SECTION \_\_. Appropriations Limited to Revenue Collections. It is
- 5 the intent of the Legislature that fees, fines, and other
- 6 miscellaneous revenues as authorized and generated by this act,
- 7 at a minimum, cover the cost of the programs authorized by this
- 8 act.

18

1

**LEGISLATIVE BUDGET BOARD**  
Austin, Texas

**FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION**

**May 21, 2009**

**TO:** Honorable Joe Straus, Speaker of the House, House of Representatives

**FROM:** John S. O'Brien, Director, Legislative Budget Board

**IN RE: HB2925** by Herrero (Relating to protections provided by the Department of Agriculture for certain consumers; providing penalties.), **As Passed 2nd House**

**Estimated Two-year Net Impact to General Revenue Related Funds** for HB2925, As Passed 2nd House: an impact of \$0 through the biennium ending August 31, 2011.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

**General Revenue-Related Funds, Five-Year Impact:**

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2010	\$0
2011	\$0
2012	\$0
2013	\$0
2014	\$0

**All Funds, Five-Year Impact:**

Fiscal Year	Probable Savings/(Cost) from <i>Appropriated Receipts</i> 666	Probable Revenue Gain/ (Loss) from <i>Appropriated Receipts</i> 666	Change in Number of State Employees from FY 2009
2010	(\$1,041,937)	\$1,041,937	7.0
2011	(\$873,993)	\$873,993	7.0
2012	(\$873,993)	\$873,993	7.0
2013	(\$873,993)	\$873,993	7.0
2014	(\$873,993)	\$873,993	7.0

**Fiscal Analysis**

The bill would establish various registration requirements for weights and measures devices. The bill would also establish minimum motor fuel quality standards and provide the Department of Agriculture (TDA) the authority to conduct testing of motor fuel quality.

The section of the bill relating to motor fuel quality and testing would take effect January 1, 2010, and all other sections of the bill would take effect September 1, 2009.



## **Methodology**

Based on information provided by TDA, there are 3,500 locations that would be inspected for octane, the presence of water in tanks, contaminants and other fuel quality issues. At approximately 520 locations, or 15 percent of the total, samples would be collected for lab analysis for fuel quality compliance. Of these 520 samples, 395 would be tested for octane and water content at a cost of \$300 per sample (\$118,500 total) and 125 would be tested for American Society for Testing and Materials compliance at a cost of \$3,000 per sample (\$375,000 total).

With an average inspection taking 3 hours, it is estimated that TDA will need to hire an additional 5.0 FTEs (10,500 inspection hours/2,080 annual hours). Also, it is estimated that an additional 2.0 FTEs would be necessary to train personnel, assist with program administration, and analyze trends. These 7.0 FTEs would require \$267,009 for salaries, \$76,284 for benefits, \$153,500 in one-time costs for equipment and capital expenditures and \$52,800 in ongoing equipment costs.

TDA would need to hold a three-day one-time training for the 7.0 new FTEs and other inspectors that might need to conduct these inspections. It is estimated that this training would cost a total of \$14,444 in fiscal year 2010.

Section 13.1151 of the Agriculture Code provides that TDA may charge the owner or operator of a device a fee to recover the costs of registration and inspection of a pump. The Comptroller of Public Accounts has indicated that such a fee related to a program testing fuel quality would be considered Appropriated Receipts.

## **Technology**

Based on information provided by TDA, it is estimated that there would be one-time technology costs in fiscal year 2010 of \$27,700 for hardware and software costs and data center costs for the 7.0 new FTEs and ongoing costs of \$7,700 related to data center costs.

## **Local Government Impact**

No fiscal implication to units of local government is anticipated.

**Source Agencies:** 551 Department of Agriculture, 302 Office of the Attorney General

**LBB Staff:** JOB, SZ, ZS, AH, SD



**LEGISLATIVE BUDGET BOARD**  
Austin, Texas

**FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION**

**May 8, 2009**

**TO:** Honorable Kip Averitt, Chair, Senate Committee on Natural Resources

**FROM:** John S. O'Brien, Director, Legislative Budget Board

**IN RE: HB2925** by Herrero (Relating to protections provided by the Department of Agriculture for certain consumers; providing penalties.), **As Engrossed**

**Estimated Two-year Net Impact to General Revenue Related Funds** for HB2925, As Engrossed: an impact of \$0 through the biennium ending August 31, 2011.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

**General Revenue-Related Funds, Five-Year Impact:**

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2010	\$0
2011	\$0
2012	\$0
2013	\$0
2014	\$0

**All Funds, Five-Year Impact:**

Fiscal Year	Probable Savings/(Cost) from <i>Appropriated Receipts</i> 666	Probable Revenue Gain/ (Loss) from <i>Appropriated Receipts</i> 666	Change in Number of State Employees from FY 2009
2010	(\$1,041,937)	\$1,041,937	7.0
2011	(\$873,993)	\$873,993	7.0
2012	(\$873,993)	\$873,993	7.0
2013	(\$873,993)	\$873,993	7.0
2014	(\$873,993)	\$873,993	7.0

**Fiscal Analysis**

The bill would establish various registration requirements for weights and measures devices. The bill would also establish minimum motor fuel quality standards and provide the Department of Agriculture (TDA) the authority to conduct testing of motor fuel quality.

The section of the bill relating to motor fuel quality and testing would take effect January 1, 2010, and all other sections of the bill would take effect September 1, 2009.





## Methodology

Based on information provided by TDA, there are 3,500 locations that would be inspected for octane, the presence of water in tanks, contaminants and other fuel quality issues. At approximately 520 locations, or 15 percent of the total, samples would be collected for lab analysis for fuel quality compliance. Of these 520 samples, 395 would be tested for octane and water content at a cost of \$300 per sample (\$118,500 total) and 125 would be tested for American Society for Testing and Materials compliance at a cost of \$3,000 per sample (\$375,000 total).

With an average inspection taking 3 hours, it is estimated that TDA will need to hire an additional 5.0 FTEs (10,500 inspection hours/2,080 annual hours). Also, it is estimated that an additional 2.0 FTEs would be necessary to train personnel, assist with program administration, and analyze trends. These 7.0 FTEs would require \$267,009 for salaries, \$76,284 for benefits, \$153,500 in one-time costs for equipment and capital expenditures and \$52,800 in ongoing equipment costs.

TDA would need to hold a three-day one-time training for the 7.0 new FTEs and other inspectors that might need to conduct these inspections. It is estimated that this training would cost a total of \$14,444 in fiscal year 2010.

Section 13.1151 of the Agriculture Code provides that TDA may charge the owner or operator of a device a fee to recover the costs of registration and inspection of a pump. The Comptroller of Public Accounts has indicated that such a fee related to a program testing fuel quality would be considered Appropriated Receipts.

## Technology

Based on information provided by TDA, it is estimated that there would be one-time technology costs in fiscal year 2010 of \$27,700 for hardware and software costs and data center costs for the 7.0 new FTEs and ongoing costs of \$7,700 related to data center costs.

## Local Government Impact

No fiscal implication to units of local government is anticipated.

**Source Agencies:** 551 Department of Agriculture, 302 Office of the Attorney General

**LBB Staff:** JOB, SZ, ZS, AH, SD



**LEGISLATIVE BUDGET BOARD**  
Austin, Texas

**FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION**

**April 22, 2009**

**TO:** Honorable Yvonne Gonzalez Toureilles, Chair, House Committee on Agriculture & Livestock

**FROM:** John S. O'Brien, Director, Legislative Budget Board

**IN RE: HB2925** by Herrero (Relating to protections provided by the Department of Agriculture for certain consumers; providing penalties.), **Committee Report 1st House, Substituted**

**Estimated Two-year Net Impact to General Revenue Related Funds** for HB2925, Committee Report 1st House, Substituted: an impact of \$0 through the biennium ending August 31, 2011.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

**General Revenue-Related Funds, Five-Year Impact:**

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2010	\$0
2011	\$0
2012	\$0
2013	\$0
2014	\$0

**All Funds, Five-Year Impact:**

Fiscal Year	Probable Savings/(Cost) from <i>Appropriated Receipts</i> 666	Probable Revenue Gain/ (Loss) from <i>Appropriated Receipts</i> 666	Change in Number of State Employees from FY 2009
2010	(\$1,041,937)	\$1,041,937	7.0
2011	(\$873,993)	\$873,993	7.0
2012	(\$873,993)	\$873,993	7.0
2013	(\$873,993)	\$873,993	7.0
2014	(\$873,993)	\$873,993	7.0

**Fiscal Analysis**

The bill would establish various registration requirements for weights and measures devices. The bill would also establish minimum motor fuel quality standards and provide the Department of Agriculture (TDA) the authority to conduct testing of motor fuel quality.

The bill would take effect September 1, 2009.



## Methodology

Based on information provided by TDA, there are 3,500 locations that would be inspected for octane, the presence of water in tanks, contaminants and other fuel quality issues. At approximately 520 locations, or 15 percent of the total, samples would be collected for lab analysis for fuel quality compliance. Of these 520 samples, 395 would be tested for octane and water content at a cost of \$300 per sample (\$118,500 total) and 125 would be tested for American Society for Testing and Materials compliance at a cost of \$3,000 per sample (\$375,000 total).

With an average inspection taking 3 hours, it is estimated that TDA will need to hire an additional 5.0 FTEs (10,500 inspection hours/2,080 annual hours). Also, it is estimated that an additional 2.0 FTEs would be necessary to train personnel, assist with program administration, and analyze trends. These 7.0 FTEs would require \$267,009 for salaries, \$76,284 for benefits, \$153,500 in one-time costs for equipment and capital expenditures and \$52,800 in ongoing equipment costs.

TDA would need to hold a three-day one-time training for the 7.0 new FTEs and other inspectors that might need to conduct these inspections. It is estimated that this training would cost a total of \$14,444 in fiscal year 2010.

Section 13.1151 of the Agriculture Code provides that TDA may charge the owner or operator of a device a fee to recover the costs of registration and inspection of a pump. The Comptroller of Public Accounts has indicated that such a fee related to a program testing fuel quality would be considered Appropriated Receipts.

## Technology

Based on information provided by TDA, it is estimated that there would be one-time technology costs in fiscal year 2010 of \$27,700 for hardware and software costs and data center costs for the 7.0 new FTEs and ongoing costs of \$7,700 related to data center costs.

## Local Government Impact

No fiscal implication to units of local government is anticipated.

**Source Agencies:** 551 Department of Agriculture, 302 Office of the Attorney General

**LBB Staff:** JOB, SZ, ZS, AH, SD



**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION**

**March 23, 2009**

**TO:** Honorable Yvonne Gonzalez Toureilles, Chair, House Committee on Agriculture & Livestock

**FROM:** John S. O'Brien, Director, Legislative Budget Board

**IN RE: HB2925** by Herrero (Relating to protections provided by the Department of Agriculture for certain consumers; providing penalties.), **As Introduced**

**Estimated Two-year Net Impact to General Revenue Related Funds** for HB2925, As Introduced: an impact of \$0 through the biennium ending August 31, 2011.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

**General Revenue-Related Funds, Five-Year Impact:**

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2010	\$0
2011	\$0
2012	\$0
2013	\$0
2014	\$0

**All Funds, Five-Year Impact:**

Fiscal Year	Probable Savings/(Cost) from <i>Appropriated Receipts</i> 666	Probable Revenue Gain/ (Loss) from <i>Appropriated Receipts</i> 666	Change in Number of State Employees from FY 2009
2010	(\$1,041,937)	\$1,041,937	7.0
2011	(\$873,993)	\$873,993	7.0
2012	(\$873,993)	\$873,993	7.0
2013	(\$873,993)	\$873,993	7.0
2014	(\$873,993)	\$873,993	7.0

**Fiscal Analysis**

The bill would establish various registration requirements for weights and measures devices. The bill would also establish minimum motor fuel quality standards and provide the Department of Agriculture (TDA) the authority to conduct testing of motor fuel quality.

**Methodology**

Based on information provided by TDA, there are 3,500 locations that would be inspected for octane, the presence of water in tanks, contaminants and other fuel quality issues. At approximately 520 locations, or 15 percent of the total, samples would be collected for lab analysis for fuel quality





compliance. Of these 520 samples, 395 would be tested for octane and water content at a cost of \$300 per sample (\$118,500 total) and 125 would be tested for American Society for Testing and Materials compliance at a cost of \$3,000 per sample (\$375,000 total).

With an average inspection taking 3 hours, it is estimated that TDA will need to hire an additional 5.0 FTEs (10,500 inspection hours/2,080 annual hours). Also, it is estimated that an additional 2.0 FTEs would be necessary to train personnel, assist with program administration, and analyze trends. These 7.0 FTEs would require \$267,009 for salaries, \$76,284 for benefits, \$153,500 in one-time costs for equipment and capital expenditures and \$52,800 in ongoing equipment costs.

TDA would need to hold a three-day one-time training for the 7.0 new FTEs and other inspectors that might need to conduct these inspections. It is estimated that this training would cost a total of \$14,444 in fiscal year 2010.

Section 13.1151 of the Agriculture Code provides that TDA may charge the owner or operator of a device a fee to recover the costs of registration and inspection of a pump. The Comptroller of Public Accounts has indicated that such a fee related to a program testing fuel quality would be considered Appropriated Receipts.

### **Technology**

Based on information provided by TDA, it is estimated that there would be one-time technology costs in fiscal year 2010 of \$27,700 for hardware and software costs and data center costs for the 7.0 new FTEs and ongoing costs of \$7,700 related to data center costs.

### **Local Government Impact**

No fiscal implication to units of local government is anticipated.

**Source Agencies:** 302 Office of the Attorney General, 551 Department of Agriculture

**LBB Staff:** JOB, WK, ZS, AH, SD

