By: Callegari H.B. No. 1982

Substitute the following for H.B. No. 1982:

By: Frullo C.S.H.B. No. 1982

A BILL TO BE ENTITLED

AN ACT

- 2 relating to transferring the Texas Department of Rural Affairs to
- 3 the Office of Rural Affairs within the Department of Agriculture,
- 4 abolishing the board of the Texas Department of Rural Affairs, and
- 5 establishing an advisory council.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 7 SECTION 1. The heading to Chapter 487, Government Code, is
- 8 amended to read as follows:
- 9 CHAPTER 487. OFFICE [TEXAS DEPARTMENT] OF RURAL
- 10 AFFAIRS IN DEPARTMENT OF AGRICULTURE
- 11 SECTION 2. Section 487.001, Government Code, is amended to
- 12 read as follows:

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- Sec. 487.001. DEFINITIONS. In this chapter:
- 14 (1) "Board" means the commissioner [board of the Texas
- 15 Department of Rural Affairs].
- 16 (2) "Commissioner" means the commissioner of
- 17 <u>agriculture</u>.
- 18 (3) "Department" means the office [Texas Department of
- 19 Rural Affairs].
- 20 (4) "Office" means the Office of Rural Affairs
- 21 established within the Department of Agriculture under Section
- 22 12.038, Agriculture Code.
- SECTION 3. Subchapter A, Chapter 487, Government Code, is
- 24 amended by adding Section 487.003 to read as follows:

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- 1 Sec. 487.003. REFERENCE IN LAW. (a) A reference in this
- 2 chapter or other law to the Texas Department of Rural Affairs means
- 3 the office and a reference in this chapter or other law to the board
- 4 of the Texas Department of Rural Affairs means the commissioner.
- 5 (b) A reference in law to the executive director of the
- 6 Texas Department of Rural Affairs means the director of the Office
- 7 of Rural Affairs appointed under Section 12.038, Agriculture Code.
- 8 SECTION 4. Section 487.026, Government Code, is amended to
- 9 read as follows:
- 10 Sec. 487.026. [EXECUTIVE] DIRECTOR. (a) The [board may
- 11 hire an executive] director serves [to serve] as the chief
- 12 executive officer of the office [department] and performs [to
- 13 perform] the administrative duties of the office [department].
- 14 (b) [The executive director serves at the will of the board.
- 15 $\left[\frac{\text{(c)}}{\text{)}}\right]$ The $\left[\frac{\text{executive}}{\text{)}}\right]$ director may hire staff within
- 16 guidelines established by the commissioner [board].
- SECTION 5. Section 487.051(a), Government Code, is amended
- 18 to read as follows:
- 19 (a) The office [department] shall:
- 20 (1) assist rural communities in the key areas of
- 21 economic development, community development, rural health, and
- 22 rural housing;
- 23 (2) serve as a clearinghouse for information and
- 24 resources on all state and federal programs affecting rural
- 25 communities;
- 26 (3) in consultation with rural community leaders,
- 27 locally elected officials, state elected and appointed officials,

- 1 academic and industry experts, and the interagency work group
- 2 created under this chapter, identify and prioritize policy issues
- 3 and concerns affecting rural communities in the state;
- 4 (4) make recommendations to the legislature to address
- 5 the concerns affecting rural communities identified under
- 6 Subdivision (3);
- 7 (5) monitor developments that have a substantial
- 8 effect on rural Texas communities, especially actions of state
- 9 government, and compile an annual report describing and evaluating
- 10 the condition of rural communities;
- 11 (6) administer the federal community development
- 12 block grant nonentitlement program;
- 13 (7) administer programs supporting rural health care
- 14 as provided by this chapter;
- 15 (8) perform research to determine the most beneficial
- 16 and cost-effective ways to improve the welfare of rural
- 17 communities;
- 18 (9) ensure that the office [department] qualifies as
- 19 the state's office of rural health for the purpose of receiving
- 20 grants from the Office of Rural Health Policy of the United States
- 21 Department of Health and Human Services under 42 U.S.C. Section
- 22 254r;
- 23 (10) manage the state's Medicare rural hospital
- 24 flexibility program under 42 U.S.C. Section 1395i-4;
- 25 (11) seek state and federal money available for
- 26 economic development in rural areas for programs under this
- 27 chapter;

- 1 (12) in conjunction with other offices and divisions
- 2 of the Department of Agriculture, regularly cross-train office
- 3 [department] employees with other employees of the Department of
- 4 Agriculture regarding the programs administered and services
- 5 provided [by each agency] to rural communities; and
- 6 (13) work with interested persons to assist volunteer
- 7 fire departments and emergency services districts in rural areas.
- 8 SECTION 6. Section 487.0541(c), Government Code, is amended
- 9 to read as follows:
- 10 (c) The work group shall meet at the call of the [executive]
- 11 director of the office [department].
- 12 SECTION 7. Section 487.055, Government Code, is amended to
- 13 read as follows:
- 14 Sec. 487.055. ADVISORY COMMITTEES. (a) The commissioner
- 15 [board] may appoint advisory committees as necessary to assist the
- 16 office [board] in performing its duties. An advisory committee may
- 17 be composed of private citizens and representatives from state and
- 18 local governmental entities. A state or local governmental entity
- 19 shall appoint a representative to an advisory committee at the
- 20 request of the commissioner [board].
- 21 <u>(b)</u> Chapter 2110 does not apply to an advisory committee
- 22 created under this section.
- SECTION 8. Section 487.351(d), Government Code, is amended
- 24 to read as follows:
- 25 (d) An applicant for a grant, loan, or award under a
- 26 community development block grant program may appeal a decision of
- 27 the [executive] director by filing an appeal with the commissioner

- 1 [board]. The commissioner [board] shall hold a hearing on the
- 2 appeal and render a decision.
- 3 SECTION 9. Chapter 487, Government Code, is amended by
- 4 adding Subchapter R to read as follows:
- 5 SUBCHAPTER R. TEXAS RURAL HEALTH AND ECONOMIC DEVELOPMENT
- 6 ADVISORY COUNCIL
- 7 Sec. 487.801. DEFINITION. In this subchapter, "advisory
- 8 council" means the Texas Rural Health and Economic Development
- 9 Advisory Council established under this subchapter.
- 10 Sec. 487.802. ESTABLISHMENT AND COMPOSITION OF ADVISORY
- 11 COUNCIL; PRESIDING OFFICER. (a) The commissioner shall establish
- 12 the Texas Rural Health and Economic Development Advisory Council,
- 13 composed of the following members:
- 14 (1) one local official in this state with health care
- 15 expertise, appointed by the commissioner;
- 16 (2) one county official in this state with health care
- 17 expertise, appointed by the commissioner;
- 18 (3) one senator serving a predominantly rural area,
- 19 appointed by the lieutenant governor;
- 20 (4) one member of the house of representatives serving
- 21 a predominantly rural area, appointed by the speaker of the house of
- 22 representatives;
- 23 (5) a representative of an institution of higher
- 24 education in this state that specializes in public health and
- 25 community and economic development, appointed by the commissioner;
- 26 and
- 27 (6) four public members with health care or economic

- 1 development expertise, appointed by the commissioner.
- 2 (b) The members of the advisory council serve staggered
- 3 three-year terms. A member of the council appointed by the
- 4 commissioner serves at the pleasure of the commissioner.
- 5 (c) The commissioner shall serve as presiding officer of the
- 6 advisory council and as a nonvoting member of the advisory council.
- 7 The commissioner is not counted as a member of the advisory council
- 8 for purposes of establishing a quorum.
- 9 Sec. 487.803. DUTIES OF ADVISORY COUNCIL. The advisory
- 10 council shall:
- 11 (1) advise the commissioner, director, and office on
- 12 rural policy priorities, including priorities for the use and
- 13 allocation in this state of federal block grant money;
- 14 (2) review this state's existing rural policies and
- 15 programs;
- 16 (3) meet with the representatives of state agencies
- 17 that administer rural programs as necessary to conduct the review
- 18 required under Subdivision (2);
- 19 (4) make recommendations to the office regarding the
- 20 allocation in this state of federal block grant money; and
- 21 (5) establish a rural health task force composed of
- 22 all or a portion of the members of the advisory council.
- Sec. 487.804. RURAL POLICY PLAN. (a) Not later than
- 24 December 1 of each even-numbered year, the advisory council shall
- 25 develop a rural policy plan that includes:
- 26 (1) strategic initiatives for this state regarding
- 27 economic development, community development, and rural health,

- 1 including priorities for the use and allocation in this state of
- 2 federal block grant money; and
- 3 (2) recommendations for legislation and program
- 4 development or revision.
- 5 (b) Not later than January 1 of each even-numbered year, the
- 6 commissioner shall submit to the legislature a report of the
- 7 findings of the advisory council.
- 8 Sec. 487.805. RURAL HEALTH TASK FORCE. The rural health
- 9 task force shall:
- 10 (1) assist the advisory council in its efforts to
- 11 expand and improve access to health care in rural areas of this
- 12 state; and
- 13 (2) develop a statewide rural health plan for this
- 14 state that includes:
- 15 (A) strategic initiatives for this state
- 16 <u>regarding rural health; and</u>
- 17 <u>(B) recommendations for legislation and program</u>
- 18 development or revision.
- 19 Sec. 487.806. REIMBURSEMENT OF EXPENSES. A member of the
- 20 advisory council may not receive compensation for service on the
- 21 advisory council or rural health task force. Subject to
- 22 availability of funds, an advisory council member may receive
- 23 reimbursement for actual and necessary expenses incurred while
- 24 conducting advisory council or task force business, as appropriate.
- 25 SECTION 10. Section 535.051(b), Government Code, is amended
- 26 to read as follows:
- 27 (b) The chief administrative officer of each of the

- 1 following state agencies, in consultation with the governor, shall
- 2 designate one employee from the agency to serve as a liaison for
- 3 faith- and community-based organizations:
- 4 (1) the Office of Rural [Community] Affairs within the
- 5 Department of Agriculture;
- 6 (2) the Texas Commission on Environmental Quality;
- 7 (3) the Texas Department of Criminal Justice;
- 8 (4) the Texas Department of Housing and Community
- 9 Affairs;
- 10 (5) the Texas Education Agency;
- 11 (6) the Texas Juvenile Probation Commission;
- 12 (7) the Texas Veterans Commission;
- 13 (8) the Texas Workforce Commission;
- 14 (9) the Texas Youth Commission; and
- 15 (10) other state agencies as determined by the
- 16 governor.
- SECTION 11. Section 2306.1092(b), Government Code, is
- 18 amended to read as follows:
- 19 (b) The council is composed of 16 members consisting of:
- 20 (1) the director;
- 21 (2) one representative from each of the following
- 22 agencies, appointed by the head of that agency:
- 23 (A) the Office of Rural [Community] Affairs
- 24 within the Department of Agriculture;
- 25 (B) the Texas State Affordable Housing
- 26 Corporation;
- (C) the Health and Human Services Commission;

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- 1 (D) the Department of Assistive and
- 2 Rehabilitative Services;
- 3 (E) the Department of Aging and Disability
- 4 Services; and
- 5 (F) the Department of State Health Services;
- 6 (3) one representative from the Department of
- 7 Agriculture who is:
- 8 (A) knowledgeable about the Texans Feeding
- 9 Texans and Retire in Texas programs or similar programs; and
- 10 (B) appointed by the head of that agency;
- 11 (4) one member who is:
- 12 (A) a member of the Health and Human Services
- 13 Commission Promoting Independence Advisory Committee; and
- 14 (B) appointed by the governor; and
- 15 (5) one representative from each of the following
- 16 interest groups, appointed by the governor:
- 17 (A) financial institutions;
- 18 (B) multifamily housing developers;
- 19 (C) health services entities;
- 20 (D) nonprofit organizations that advocate for
- 21 affordable housing and consumer-directed long-term services and
- 22 support;
- 23 (E) consumers of service-enriched housing;
- 24 (F) advocates for minority issues; and
- 25 (G) rural communities.
- 26 SECTION 12. Sections 487.002, 487.021, 487.022, 487.023,
- 27 487.024, 487.025, 487.028, 487.029, 487.051(b), 487.058, and

- 1 487.352, Government Code, are repealed.
- 2 SECTION 13. (a) The Texas Department of Rural Affairs is
- 3 abolished as an independent agency and transferred as a program to
- 4 the Office of Rural Affairs in the Department of Agriculture. The
- 5 board of the Texas Department of Rural Affairs is abolished.
- 6 (b) The validity of an action taken by the Texas Department
- 7 of Rural Affairs or its board before either is abolished under
- 8 Subsection (a) of this section is not affected by the abolishment.
- 9 (c) All rules, policies, procedures, and decisions of the
- 10 Texas Department of Rural Affairs are continued in effect as rules,
- 11 policies, procedures, and decisions of the Office of Rural Affairs
- 12 in the Department of Agriculture until superseded by a rule,
- 13 policy, procedure, or decision of the office.
- 14 (d) Any pending action or proceeding before the Texas
- 15 Department of Rural Affairs becomes an action or proceeding before
- 16 the Office of Rural Affairs in the Department of Agriculture.
- 17 SECTION 14. (a) On September 1, 2011:
- 18 (1) the position of executive director of the Texas
- 19 Department of Rural Affairs is abolished, except that the director
- 20 of the Office of Rural Affairs in the Department of Agriculture may
- 21 hire the executive director for a position in the office;
- 22 (2) an employee of the Texas Department of Rural
- 23 Affairs becomes an employee of the Office of Rural Affairs in the
- 24 Department of Agriculture;
- 25 (3) a reference in law to the Texas Department of Rural
- 26 Affairs means the Office of Rural Affairs in the Department of
- 27 Agriculture;

- 1 (4) all money, contracts, leases, rights, and
- 2 obligations of the Texas Department of Rural Affairs are
- 3 transferred to the Office of Rural Affairs in the Department of
- 4 Agriculture;
- 5 (5) all property, including records, in the custody of
- 6 the Texas Department of Rural Affairs becomes the property of the
- 7 Office of Rural Affairs in the Department of Agriculture; and
- 8 (6) all funds appropriated by the legislature to the
- 9 Texas Department of Rural Affairs are transferred to the Office of
- 10 Rural Affairs in the Department of Agriculture.
- 11 (b) A function or activity performed by the Texas Department
- 12 of Rural Affairs is transferred to the Office of Rural Affairs in
- 13 the Department of Agriculture as provided by this Act.
- 14 SECTION 15. As soon as practicable after the effective date
- 15 of this Act, the commissioner of agriculture, the lieutenant
- 16 governor, and the speaker of the house of representatives shall
- 17 appoint members to the Texas Rural Health and Economic Development
- 18 Advisory Council as required by Subchapter R, Chapter 487,
- 19 Government Code, as added by this Act.
- 20 SECTION 16. The Texas Department of Rural Affairs and the
- 21 Department of Agriculture shall establish a transition plan for the
- 22 transfer described in Sections 13 and 14 of this Act.
- 23 SECTION 17. This Act takes effect September 1, 2011.