By: Duncan S.B. No. 426

## A BILL TO BE ENTITLED

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2	relating to the liability of and payment of legal fees for
3	court-appointed trustees of certain facilities.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subchapter D, Chapter 242, Health and Safety

7 Sec. 242.0947. IMMUNITY FROM CIVIL LIABILITY; PAYMENT OF

Code, is amended by adding Section 242.0947 to read as follows:

- 8 CERTAIN LEGAL FEES INCURRED BY TRUSTEE. (a) This section applies
- 9 only to a trustee appointed under Section 242.094 to operate:
- 10 (1) a nursing or convalescent home; or
- 11 (2) an assisted living facility as authorized under
- 12 <u>Section 247.003(b).</u>
- 13 (b) A trustee is not liable for civil damages for an act or
- 14 omission committed in good faith in the official scope of the
- 15 trustee's duties.
- 16 (c) The trustee is entitled to payment for reasonable legal
- 17 fees actually incurred by the trustee in fulfilling the trustee's
- 18 <u>duties.</u>

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- 19 (d) Notwithstanding Section 242.096(b), a trustee of a home
- 20 may use the emergency assistance funds available under Section
- 21 242.096 to pay reasonable legal fees actually incurred by the
- 22 <u>trustee in fulfilling the trustee's duties.</u> Notwithstanding
- 23 Section 242.096(c), a court may order the department to disburse
- 24 emergency assistance funds to the trustee to pay reasonable legal

- 1 fees actually incurred by the trustee in fulfilling the trustee's
- 2 duties.
- 3 (e) Notwithstanding Section 242.0965(b), a trustee of an
- 4 assisted living facility may use the emergency assistance funds
- 5 available under Section 242.0965 to pay reasonable legal fees
- 6 actually incurred by the trustee in fulfilling the trustee's
- 7 <u>duties</u>. Notwithstanding Section 242.0965(c), a court may order the
- 8 department to disburse emergency assistance funds to the trustee to
- 9 pay reasonable legal fees actually incurred by the trustee in
- 10 fulfilling the trustee's duties.
- 11 SECTION 2. Subchapter D, Chapter 252, Health and Safety
- 12 Code, is amended by adding Section 252.0935 to read as follows:
- 13 Sec. 252.0935. IMMUNITY FROM CIVIL LIABILITY; PAYMENT OF
- 14 CERTAIN LEGAL FEES INCURRED BY TRUSTEE. (a) This section applies
- 15 only to a trustee appointed under Section 252.093 to operate a
- 16 <u>facility</u>.
- 17 (b) A trustee is not liable for civil damages for an act or
- 18 omission committed in good faith in the official scope of the
- 19 trustee's duties.
- 20 (c) The trustee is entitled to payment for reasonable legal
- 21 fees actually incurred by the trustee in fulfilling the trustee's
- 22 duties.
- 23 (d) Notwithstanding Section 252.095(c), a trustee may use
- 24 the emergency assistance funds available under Section 252.095 to
- 25 pay reasonable legal fees actually incurred by the trustee in
- 26 <u>fulfilling</u> the trustee's duties. Notwithstanding Section
- 27 252.095(d), a court may order the department to disburse emergency

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- 1 assistance funds to the trustee to pay reasonable legal fees
- 2 actually incurred by the trustee in fulfilling the trustee's
- 3 duties.
- 4 SECTION 3. (a) Sections 242.0947(b) and 252.0935(b),
- 5 Health and Safety Code, as added by this Act, apply only to an act or
- 6 omission by a trustee that occurs on or after the effective date of
- 7 this Act. An act or omission that occurred before the effective
- 8 date of this Act is governed by the law in effect immediately before
- 9 the effective date of this Act, and the former law is continued in
- 10 effect for that purpose.
- 11 (b) Sections 242.0947(c), (d), and (e) and 252.0935(c) and
- 12 (d), Health and Safety Code, as added by this Act, apply only to
- 13 legal fees incurred by a trustee on or after the effective date of
- 14 this Act. Legal fees incurred by a trustee before the effective
- 15 date of this Act are governed by the law in effect when the fees were
- 16 incurred, and the former law is continued in effect for that
- 17 purpose.
- SECTION 4. This Act takes effect September 1, 2011.