

By: West

S.B. No. 694

A BILL TO BE ENTITLED

AN ACT

relating to the regulation of metal recycling entities; providing penalties.

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

SECTION 1. Subdivision (10), Section 1956.001, Occupations Code, is amended to read as follows:

(10) "Regulated metal" means:

(A) manhole covers;

(B) guardrails;

(C) metal cylinders designed to contain compressed air, oxygen, gases, or liquids;

(D) beer kegs made from metal other than aluminum;

(E) historical markers or cemetery vases, receptacles, or memorials made from metal other than aluminum;

(F) unused rebar;

(G) street signs;

(H) drain gates;

(I) safes;

(J) communication, transmission, and service wire or cable;

(K) condensing or evaporator coils for central heating or air conditioning units;

(L) utility structures, including the fixtures

and hardware;

(M) aluminum or stainless steel containers designed to hold propane for fueling forklifts; ~~and~~

(N) metal railroad equipment, including tie plates, signal houses, control boxes, signs, signals, traffic devices, traffic control devices, traffic control signals, switch plates, e-clips, and rail tie functions;

(O) catalytic converters not attached to a vehicle;

(P) fire hydrants;

(Q) metal bleachers or other seating facilities used in recreational areas or sporting arenas;

(R) any metal item clearly and conspicuously marked with any form of the name, initials, or logo of a governmental entity, utility, cemetery, or railroad;

(S) insulated utility, communications, or electrical wire that has been burned in whole or in part to remove the insulation;

(T) backflow valves; and

(U) metal in the form of commonly recognized products of the industrial metals recycling process, including bales, briquettes, billets, sows, ingots, pucks, and chopped or shredded metals.

SECTION 2. The heading to Section 1956.003, Occupations Code, is amended to read as follows:

Sec. 1956.003. LOCAL LAW; CRIMINAL PENALTY.

SECTION 3. Section 1956.003, Occupations Code, is amended

by adding Subsections (a-1), (a-2), (f), (g), and (h) to read as follows:

(a-1) A county, municipality, or other political subdivision may require the record of purchase described under Section 1956.033 to contain a clear and legible thumbprint of a seller of regulated material.

(a-2) A county, municipality, or other political subdivision that, as authorized under Subsection (a), requires a metal recycling entity to report to the county, municipality, or political subdivision information relating to a sale of regulated material shall:

(1) include in any contract entered into by the county, municipality, or political subdivision relating to the reporting of the information a provision that:

(A) requires any contractor, subcontractor, or third party that has access to, comes into possession of, or otherwise obtains information relating to a sale of regulated material to maintain the confidentiality of all information received, including the name of the seller, the price paid for a purchase of regulated material, and the quantity of regulated material purchased; and

(B) allows the county, municipality, or political subdivision to terminate the contract of any contractor, subcontractor, or third party that violates the confidentiality provision required by Paragraph (A); and

(2) investigate a complaint alleging that a contractor, subcontractor, or third party has failed to maintain

1 the confidentiality of information relating to a sale of regulated  
2 material.

3 (f) A person commits an offense if the person owns or  
4 operates a metal recycling entity and does not hold a license or  
5 permit required by a county, municipality, or other political  
6 subdivision as authorized under Subsection (b). An offense under  
7 this subsection is a Class B misdemeanor unless it is shown on the  
8 trial of the offense that the person has been previously convicted  
9 under this subsection, in which event the offense is a Class A  
10 misdemeanor.

11 (g) It is an exception to the application of Subsection (f)  
12 that:

13 (1) the person held a license or permit issued by the  
14 appropriate county, municipality, or other political subdivision  
15 at one point during the 12-month period preceding the date of the  
16 alleged offense; and

17 (2) the person obtains or submits an application for  
18 the appropriate license or permit not later than the 15th day after  
19 the date the person receives notice from the appropriate county,  
20 municipality, or other political subdivision informing the person  
21 that the metal recycling entity is operating without the required  
22 license or permit.

23 (h) This subsection and Subsection (g) expire March 1, 2013.

24 SECTION 4. Subchapter A, Chapter 1956, Occupations Code, is  
25 amended by adding Section 1956.004 to read as follows:

26 Sec. 1956.004. CIVIL PENALTY. (a) A person who owns or  
27 operates a metal recycling entity and does not hold a license or

1 permit required by a county, municipality, or other political  
2 subdivision as authorized under Section 1956.003(b) is subject to a  
3 civil penalty of not more than \$1,000 for each violation. In  
4 determining the amount of the civil penalty, the court shall  
5 consider:

6 (1) any other violations by the person; and

7 (2) the amount necessary to deter future violations.

8 (b) A district attorney, county attorney, or municipal  
9 attorney may institute an action to collect the civil penalty  
10 provided by this section.

11 (c) Each day a violation occurs or continues to occur is a  
12 separate violation.

13 (d) The district attorney, county attorney, or municipal  
14 attorney may recover reasonable expenses incurred in obtaining a  
15 civil penalty under this section, including court costs, reasonable  
16 attorney's fees, investigative costs, witness fees, and deposition  
17 expenses.

18 (e) It is an exception to the application of this section  
19 that:

20 (1) the person held a license or permit issued by the  
21 appropriate county, municipality, or other political subdivision  
22 at one point during the 12-month period preceding the date of the  
23 alleged violation; and

24 (2) the person obtains or submits an application for  
25 the appropriate license or permit not later than the 15th day after  
26 the date the person receives notice from the appropriate county,  
27 municipality, or other political subdivision informing the person

1 that the metal recycling entity is operating without the required  
2 license or permit.

3 (f) This subsection and Subsection (e) expire March 1, 2013.

4 SECTION 5. Section 1956.015, Occupations Code, is amended  
5 by amending Subsection (d) and adding Subsections (e) and (f) to  
6 read as follows:

7 (d) Information provided under this section is not subject  
8 to disclosure under Chapter 552, Government Code. The department  
9 may use information provided under this section for law enforcement  
10 purposes. Except as provided by this subsection, the department  
11 shall maintain the confidentiality of all information provided  
12 under this section, including the name of the seller, the price paid  
13 for a purchase of regulated material, and the quantity of regulated  
14 material purchased ~~[that relates to the financial condition or~~  
15 ~~business affairs of a metal recycling entity or that is otherwise~~  
16 ~~commercially sensitive. The confidential information is not~~  
17 ~~subject to disclosure under Chapter 552, Government Code].~~

18 (e) The department may enter into contracts relating to the  
19 operation of the statewide electronic reporting system established  
20 by this section. A contract under this subsection must:

21 (1) require that any contractor, subcontractor, or  
22 third party that has access to, comes into possession of, or  
23 otherwise obtains information provided under this section maintain  
24 the confidentiality of all information provided under this section,  
25 including the name of the seller, the price paid for a purchase of  
26 regulated material, and the quantity of regulated material  
27 purchased; and

1           (2) provide that the department may terminate the  
2 contract of any contractor, subcontractor, or third party that  
3 violates the confidentiality provision required by Subdivision  
4 (1).

5           (f) The department shall investigate a complaint alleging  
6 that a contractor, subcontractor, or third party has failed to  
7 maintain the confidentiality of information relating to a sale of  
8 regulated material.

9           SECTION 6. Subchapter A-1, Chapter 1956, Occupations Code,  
10 is amended by adding Sections 1956.016 and 1956.017 to read as  
11 follows:

12           Sec. 1956.016. REGISTRATION DATABASE. The department shall  
13 make available on its Internet website a publicly accessible list  
14 of all registered metal recycling entities. The list must contain  
15 the following for each registered metal recycling entity:

16                   (1) the entity's name;  
17                   (2) the entity's physical address; and  
18                   (3) the name of and contact information for a  
19 representative of the entity.

20           Sec. 1956.017. ADVISORY COMMITTEE. (a) The department  
21 shall establish an advisory committee to advise the department on  
22 matters related to the department's regulation of metal recycling  
23 entities under this chapter.

24           (b) The advisory committee consists of 12 members appointed  
25 by the director as follows:

26                   (1) one representative of the department;  
27                   (2) two representatives of local law enforcement

1 agencies located in different municipalities, each with a  
2 population of 500,000 or more;

3 (3) two representatives of local law enforcement  
4 agencies located in different municipalities, each with a  
5 population of 200,000 or more but less than 500,000;

6 (4) one representative of a local law enforcement  
7 agency located in a municipality with a population of less than  
8 200,000;

9 (5) four representatives of metal recycling entities;  
10 and

11 (6) two members who represent industries that are  
12 impacted by theft of regulated material.

13 (c) The director shall ensure that the members of the  
14 advisory committee reflect the diverse geographic regions of this  
15 state.

16 (d) The advisory committee shall elect a presiding officer  
17 from among its members to serve a two-year term. A member may serve  
18 more than one term as presiding officer.

19 (e) The advisory committee shall meet annually and at the  
20 call of the presiding officer or the director.

21 (f) An advisory committee member is not entitled to  
22 compensation or reimbursement of expenses.

23 (g) Chapter 2110, Government Code, does not apply to the  
24 size, composition, or duration of the advisory committee or to the  
25 appointment of the committee's presiding officer.

26 SECTION 7. The heading to Section 1956.032, Occupations  
27 Code, is amended to read as follows:

Sec. 1956.032. INFORMATION REGARDING [~~PROVIDED BY~~] SELLER.

SECTION 8. Section 1956.032, Occupations Code, is amended by amending Subsection (a) and adding Subsection (g) to read as follows:

(a) Except as provided by Subsection (f), a person attempting to sell regulated material to a metal recycling entity shall:

(1) display to the metal recycling entity the person's personal identification document;

(2) provide to the metal recycling entity the make, model, color, and license plate number of the motor vehicle used to transport the regulated material and the name of the state issuing the license plate; ~~and~~

(3) either:

(A) present written documentation evidencing that the person is the legal owner or is lawfully entitled to sell the regulated material; or

(B) sign a written statement provided by the metal recycling entity that the person is the legal owner of or is lawfully entitled to sell the regulated material offered for sale; and

(4) if the regulated material includes condensing or evaporator coils for central heating or air conditioning units, display to the metal recycling entity:

(A) the person's air conditioning and refrigeration contractor license issued under Subchapter F or G, Chapter 1302;

1                   (B) the person's air conditioning and  
2 refrigeration technician registration issued under Subchapter K,  
3 Chapter 1302;

4                   (C) a receipt, bill of sale, or other  
5 documentation showing that the seller purchased the coils the  
6 seller is attempting to sell; or

7                   (D) a receipt, bill of sale, or other  
8 documentation showing that the seller has purchased a replacement  
9 central heating or air conditioning unit.

10           (g) Notwithstanding Section 1956.002, the metal recycling  
11 entity shall verify the registration of a person attempting to sell  
12 regulated material who represents that the person is a metal  
13 recycling entity as follows:

14                   (1) by using the database described by Section  
15 1956.016; or

16                   (2) by obtaining from the person a copy of the person's  
17 certificate of registration issued under Section 1956.022 in  
18 addition to the information required under Subsection (a).

19           SECTION 9. Section 1956.033, Occupations Code, is amended  
20 to read as follows:

21           Sec. 1956.033. RECORD OF PURCHASE.       (a) Each metal  
22 recycling entity in this state shall keep an accurate electronic  
23 record or an accurate and legible written record of each purchase of  
24 regulated material made in the course of the entity's business from  
25 an individual ~~[of:~~

26                   ~~[(1) copper or brass material,~~

27                   ~~[(2) bronze material,~~

1           ~~[(3) aluminum material; or~~

2           ~~[(4) regulated metal]~~.

3           (b) The record must be in English and include:

4                 (1) the place and date of the purchase;

5                 (2) the name and address of the seller in possession of  
6 ~~[each individual from whom]~~ the regulated material ~~[is]~~ purchased  
7 ~~[or obtained]~~;

8                 (3) the identifying number of the seller's personal  
9 identification document;

10                (4) a description made in accordance with the custom  
11 of the trade of the commodity type and quantity of regulated  
12 material purchased; ~~[and]~~

13                (5) the information required by Sections  
14 1956.032(a)(2) and (3);

15                (6) as applicable:

16                         (A) the identifying number of the seller's air  
17 conditioning and refrigeration contractor license displayed under  
18 Section 1956.032(a)(4)(A);

19                         (B) a copy of the seller's air conditioning and  
20 refrigeration technician registration displayed under Section  
21 1956.032(a)(4)(B);

22                         (C) a copy of the documentation described by  
23 Section 1956.032(a)(4)(C); or

24                         (D) a copy of the documentation described by  
25 Section 1956.032(a)(4)(D); and

26                (7) a copy of the documentation described by Section  
27 1956.032(g) ~~[Section 1956.032(a)(3)]~~.

SECTION 10. Subchapter A-3, Chapter 1956, Occupations Code, is amended by adding Section 1956.0331 to read as follows:

Sec. 1956.0331. PHOTOGRAPH OR RECORDING REQUIREMENT FOR REGULATED METAL TRANSACTION. (a) In addition to the requirements of Sections 1956.032 and 1956.033, for each purchase by a metal recycling entity of an item of regulated metal, the entity shall obtain a digital photograph or video recording that accurately depicts the seller's entire face and each type of regulated metal purchased.

(b) A metal recycling entity shall preserve a photograph or recording required under Subsection (a) as follows:

(1) for a video recording, until the 91st day after the date of the transaction; and

(2) for a digital photograph, until the 181st day after the date of the transaction.

(c) The photograph or recording must be made available for inspection as provided by Section 1956.035 not later than 72 hours after the time of purchase.

SECTION 11. Section 1956.034, Occupations Code, is amended to read as follows:

Sec. 1956.034. PRESERVATION OF RECORDS. A metal recycling entity shall preserve each record required by Sections 1956.032 and 1956.033 until the second [~~third~~] anniversary of the date the record was made. The records must be kept in an easily retrievable format and must be available for inspection as provided by Section 1956.035 not later than 72 hours after the time of purchase.

SECTION 12. Section 1956.035, Occupations Code, is amended

to read as follows:

Sec. 1956.035. INSPECTION OF RECORDS [~~BY PEACE OFFICER~~].

(a) On request, a metal recycling entity shall permit a peace officer of this state, a representative of the department, or a representative of a county, municipality, or other political subdivision that issues a license or permit under Section 1956.003(b) to inspect, during the entity's usual business hours:

(1) a record required by Section 1956.033; [~~or~~]

(2) a digital photograph or video recording required by Section 1956.0331; or

(3) regulated material in the entity's possession.

(b) The person seeking to inspect a record or material [~~inspecting officer~~] shall:

(1) inform the entity of the officer's status as a peace officer; or

(2) if the person is a representative of the department or a representative of a county, municipality, or other political subdivision, inform the entity of the person's status and display to the entity an identification document or other appropriate documentation establishing the person's status as a representative of the department or of the appropriate county, municipality, or political subdivision.

SECTION 13. Section 1956.036, Occupations Code, is amended by amending Subsections (a) and (b) and adding Subsections (d) and (e) to read as follows:

(a) Except as provided by Subsections [~~Subsection~~] (b) and (d), not later than the close of business on a metal recycling

1 entity's second working ~~[seventh]~~ day after the date of the  
2 purchase or other acquisition of material for which a record is  
3 required under Section 1956.033, the ~~[a metal recycling]~~ entity  
4 shall send an electronic transaction report to the department via  
5 the department's Internet website. The ~~[by facsimile or electronic~~  
6 ~~mail to or file with the department a]~~ report must contain  
7 ~~[containing]~~ the information required to be recorded under Section  
8 1956.033 ~~[that section]~~.

9 (b) If a metal recycling entity purchases bronze material  
10 that is a cemetery vase, receptacle, memorial, or statuary or a pipe  
11 that can reasonably be identified as aluminum irrigation pipe, the  
12 entity shall:

13 (1) not later than the close of business on the  
14 entity's first working day after the purchase date, notify the  
15 department by telephone, by e-mail, or via the department's  
16 Internet website; and

17 (2) not later than the close of business on the  
18 entity's second working ~~[fifth]~~ day after the purchase date, submit  
19 to the department electronically via the department's Internet  
20 website ~~[mail to]~~ or file with the department a report containing  
21 the information required to be recorded under Section 1956.033.

22 (d) A metal recycling entity may submit the transaction  
23 report required under Subsection (a) by facsimile if:

24 (1) the entity submits to the department annually:

25 (A) an application requesting an exception to the  
26 electronic reporting requirement; and

27 (B) an affidavit stating that the entity does not

1 have an available and reliable means of submitting the transaction  
2 report electronically; and

3 (2) the department approves the entity's application  
4 under this subsection.

5 (e) The department, after notice and an opportunity for a  
6 hearing, may prohibit a metal recycling entity from paying cash for  
7 a purchase of regulated material for a period determined by the  
8 department if the department finds that the entity has failed to  
9 comply with this section.

10 SECTION 14. Section 1956.038, Occupations Code, is amended  
11 to read as follows:

12 Sec. 1956.038. PROHIBITED ACTS. (a) A person may not,  
13 with the intent to deceive:

14 (1) display to a metal recycling entity a false or  
15 invalid personal identification document in connection with the  
16 person's attempted sale of regulated material;

17 (2) make a false, material statement or representation  
18 to a metal recycling entity in connection with:

19 (A) that person's execution of a written  
20 statement required by Section 1956.032(a)(3); or

21 (B) the entity's efforts to obtain the  
22 information required under Section 1956.033(b); ~~[or]~~

23 (3) display or provide to a metal recycling entity any  
24 information required under Section 1956.032 that the person knows  
25 is false or invalid; or

26 (4) display another individual's personal  
27 identification document in connection with the sale of regulated

1 material.

2 (b) A metal recycling entity may not pay for a purchase of  
3 regulated material in cash if:

4 (1) the entity does not hold a certificate of  
5 registration under Subchapter A-2 and, if applicable, a license or  
6 permit required by a county, municipality, or other political  
7 subdivision as authorized under Section 1956.003(b); or

8 (2) the entity has been prohibited by the department  
9 from paying cash under Section 1956.036(e).

10 (c) Notwithstanding Section 1956.003(a) or any other law, a  
11 county, municipality, or other political subdivision may not adopt  
12 or enforce a rule, charter, or ordinance or issue an order or impose  
13 standards that limit the use of cash by a metal recycling entity in  
14 a manner more restrictive than that provided by Subsection (b).

15 (d) Subsection (c) does not apply to a rule, charter,  
16 ordinance, or order of a county, municipality, or other political  
17 subdivision in effect on January 1, 2011.

18 (d-1) Not later than January 1, 2012, the department shall  
19 issue a notice to each known owner or operator of a metal recycling  
20 entity in this state informing the owner or operator of the  
21 requirement to obtain a certificate of registration under  
22 Subchapter A-2 and, if applicable, to obtain a license or permit  
23 required by a county, municipality, or other political subdivision  
24 under Section 1956.003. The notice must also state:

25 (1) that the owner or operator shall submit an  
26 application for a certificate of registration and the appropriate  
27 license or permit required by a county, municipality, or other

1 political subdivision on or before March 1, 2012; and

2 (2) the penalties under this chapter for failure to  
3 comply with Subdivision (1).

4 (d-2) This subsection and Subsection (d-1) expire March 1,  
5 2012.

6 (e) The department or a county, municipality, or other  
7 political subdivision may bring an action in the county in which a  
8 metal recycling entity is located to enjoin the business operations  
9 of the owner or operator of the metal recycling entity for a period  
10 of not less than 30 days and not more than 90 days if the owner or  
11 operator has not submitted an application for a certificate of  
12 registration or the appropriate license or permit required by a  
13 county, municipality, or other political subdivision.

14 (f) An action under Subsection (e) must be brought in the  
15 name of the state. If judgment is in favor of the state, the court  
16 shall:

17 (1) enjoin the owner or operator from maintaining or  
18 participating in the business of a metal recycling entity for a  
19 definite period of not less than 30 days and not more than 90 days,  
20 as determined by the court; and

21 (2) order that the place of business of the owner or  
22 operator be closed for the same period.

23 SECTION 15. Section 1956.040, Occupations Code, is amended  
24 by adding Subsections (a-1), (a-2), (a-3), and (a-4) to read as  
25 follows:

26 (a-1) A person commits an offense if the person knowingly  
27 violates Section 1956.021, 1956.023(d), 1956.036(a), or 1956.039.

1       (a-2) An offense under Subsection (a-1) is a misdemeanor  
2 punishable by a fine not to exceed \$10,000, unless it is shown on  
3 trial of the offense that the person has previously been convicted  
4 of a violation of Subsection (a-1), in which event the offense is a  
5 state jail felony.

6       (a-3) It is an affirmative defense to prosecution of a  
7 violation of Section 1956.021 or 1956.023(d) that the person made a  
8 diligent effort to obtain or renew a certificate of registration at  
9 the time of the violation.

10       (a-4) A municipality or county may retain 10 percent of the  
11 money collected from a fine for a conviction of an offense under  
12 Subsection (a-1) as a service fee for that collection and the clerk  
13 of the court shall remit the remainder of the fine collected for  
14 conviction of an offense under Subsection (a-1) to the comptroller  
15 in the manner provided for the remission of fees to the comptroller  
16 under Subchapter B, Chapter 133, Local Government Code. The  
17 comptroller shall deposit proceeds received under this subsection  
18 to the credit of an account in the general revenue fund, and those  
19 proceeds may be appropriated only to the department and used to:

20               (1) finance the department's administration of  
21 Subchapters A, A-1, A-2, and A-3; and

22               (2) fund grants distributed under the prevention of  
23 scrap metal theft grant program established under Subchapter N,  
24 Chapter 411, Government Code.

25       SECTION 16. Subsection (a), Section 1956.103, Occupations  
26 Code, is amended to read as follows:

27       (a) A person may not sell or otherwise transfer to a metal

1 recycling entity:

2 (1) a lead-acid battery, fuel tank, or PCB-containing  
3 capacitor that is included with another type of scrap, used, or  
4 obsolete metal without first obtaining from the metal recycling  
5 entity a written and signed acknowledgment that the scrap, used, or  
6 obsolete metal includes one or more lead-acid batteries, fuel  
7 tanks, or PCB-containing capacitors;

8 (2) any of the following items that contain or enclose  
9 a lead-acid battery, fuel tank, or PCB-containing capacitor or of  
10 which a lead-acid battery, fuel tank, or PCB-containing capacitor  
11 is a part:

12 (A) a motor vehicle;

13 (B) a motor vehicle that has been junked,  
14 flattened, dismantled, or changed so that it has lost its character  
15 as a motor vehicle;

16 (C) an appliance; or

17 (D) any other item of scrap, used, or obsolete  
18 metal; ~~[or]~~

19 (3) a motor vehicle or a motor vehicle that has been  
20 junked, flattened, dismantled, or changed so that it has lost its  
21 character as a motor vehicle if the motor vehicle includes,  
22 contains, or encloses a tire or scrap tire; or

23 (4) a metal alcoholic beverage keg, regardless of  
24 condition, unless the seller is the manufacturer of the keg, the  
25 brewer or distiller of the beverage that was contained in the keg,  
26 or an authorized representative of the manufacturer, brewer, or  
27 distiller.

SECTION 17. Section 1956.151, Occupations Code, is amended to read as follows:

Sec. 1956.151. DENIAL OF CERTIFICATE; DISCIPLINARY ACTION. The department shall deny an application for a certificate of registration, suspend or revoke a certificate of registration, or reprimand a person who is registered under this chapter if the person:

(1) obtains a certificate of registration by means of fraud, misrepresentation, or concealment of a material fact;

(2) sells, barter, or offers to sell or barter a certificate of registration;

(3) violates a provision of this chapter or a rule adopted under this chapter; or

(4) violates Section 1956.021.

SECTION 18. Subsection (d), Section 1956.202, Occupations Code, is amended to read as follows:

(d) A civil penalty may not be assessed under this section for conduct described by Section 1956.021, 1956.023(d), 1956.036(a), 1956.038, or 1956.039.

SECTION 19. Chapter 411, Government Code, is amended by adding Subchapter N to read as follows:

SUBCHAPTER N. PREVENTION OF SCRAP METAL THEFT GRANT PROGRAM

Sec. 411.421. DEFINITION. In this subchapter, "regulated material" has the meaning assigned by Section 1956.001, Occupations Code.

Sec. 411.422. GRANTS TO FUND SCRAP METAL THEFT PREVENTION.

(a) From fines collected and distributed to the department under

1 Sections 1956.040(a-2) and (a-4), Occupations Code, the commission  
2 by rule shall establish and implement a grant program to provide  
3 funding to assist local law enforcement agencies in preventing the  
4 theft of regulated material.

5 (b) To be eligible for a grant, a recipient must be a local  
6 law enforcement agency that has established a program designed to  
7 prevent the theft of regulated material.

8 (c) Rules adopted under this section must:

9 (1) include accountability measures for grant  
10 recipients and provisions for loss of eligibility for grant  
11 recipients that fail to comply with the measures; and

12 (2) require grant recipients to provide to the  
13 department information on program outcomes.

14 SECTION 20. Subsection (e), Section 31.03, Penal Code, is  
15 amended to read as follows:

16 (e) Except as provided by Subsection (f), an offense under  
17 this section is:

18 (1) a Class C misdemeanor if the value of the property  
19 stolen is less than:

20 (A) \$50; or

21 (B) \$20 and the defendant obtained the property  
22 by issuing or passing a check or similar sight order in a manner  
23 described by Section 31.06;

24 (2) a Class B misdemeanor if:

25 (A) the value of the property stolen is:

26 (i) \$50 or more but less than \$500; or

27 (ii) \$20 or more but less than \$500 and the

1 defendant obtained the property by issuing or passing a check or  
2 similar sight order in a manner described by Section 31.06;

3 (B) the value of the property stolen is less  
4 than:

5 (i) \$50 and the defendant has previously  
6 been convicted of any grade of theft; or

7 (ii) \$20, the defendant has previously been  
8 convicted of any grade of theft, and the defendant obtained the  
9 property by issuing or passing a check or similar sight order in a  
10 manner described by Section 31.06; or

11 (C) the property stolen is a driver's license,  
12 commercial driver's license, or personal identification  
13 certificate issued by this state or another state;

14 (3) a Class A misdemeanor if the value of the property  
15 stolen is \$500 or more but less than \$1,500;

16 (4) a state jail felony if:

17 (A) the value of the property stolen is \$1,500 or  
18 more but less than \$20,000, or the property is less than 10 head of  
19 sheep, swine, or goats or any part thereof under the value of  
20 \$20,000;

21 (B) regardless of value, the property is stolen  
22 from the person of another or from a human corpse or grave,  
23 including property that is a military grave marker;

24 (C) the property stolen is a firearm, as defined  
25 by Section 46.01;

26 (D) the value of the property stolen is less than  
27 \$1,500 and the defendant has been previously convicted two or more

times of any grade of theft;

(E) the property stolen is an official ballot or official carrier envelope for an election; or

(F) the value of the property stolen is less than \$20,000 and the property stolen is ~~[insulated or noninsulated tubing, rods, water gate stems, wire, or cable that consists of at least 50 percent]~~:

(i) aluminum;

(ii) bronze; ~~[or]~~

(iii) copper; or

(iv) brass;

(5) a felony of the third degree if the value of the property stolen is \$20,000 or more but less than \$100,000, or the property is:

(A) cattle, horses, or exotic livestock or exotic fowl as defined by Section 142.001, Agriculture Code, stolen during a single transaction and having an aggregate value of less than \$100,000; or

(B) 10 or more head of sheep, swine, or goats stolen during a single transaction and having an aggregate value of less than \$100,000;

(6) a felony of the second degree if the value of the property stolen is \$100,000 or more but less than \$200,000; or

(7) a felony of the first degree if the value of the property stolen is \$200,000 or more.

SECTION 21. (a) The change in law made by this Act applies only to an offense committed on or after the effective date of this

1 Act. For purposes of this section, an offense is committed before  
2 the effective date of this Act if any element of the offense occurs  
3 before that date.

4 (b) An offense committed before the effective date of this  
5 Act is covered by the law in effect when the offense was committed,  
6 and the former law is continued in effect for that purpose.

7 (c) The enhancement of the punishment of an offense provided  
8 under Subsection (a-2), Section 1956.040, Occupations Code, as  
9 added by this Act, applies only to an offense committed on or after  
10 January 1, 2012. For purposes of this subsection, an offense is  
11 committed before January 1, 2012, if any element of the offense  
12 occurs before that date. An offense committed before January 1,  
13 2012, is covered by the law in effect when the offense was  
14 committed, and the former law is continued in effect for that  
15 purpose.

16 (d) Not later than January 1, 2012, the public safety  
17 director of the Department of Public Safety of the State of Texas  
18 shall appoint the members of the advisory committee established  
19 under Section 1956.017, Occupations Code, as added by this Act, and  
20 designate the time and place of the committee's first meeting.

21 SECTION 22. (a) Except as provided by Subsection (b) of  
22 this section, this Act takes effect September 1, 2011.

23 (b) Subsection (f), Section 1956.003, Section 1956.004, and  
24 Subsections (b) and (e), Section 1956.038, Occupations Code, as  
25 added by this Act, take effect March 1, 2012.