By: Whitmire S.B. No. 893

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A BILL TO BE ENTITLED
 1
                                       AN ACT
 2
    relating to motor fuel quality and testing.
 3
           BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
           SECTION 1. Section 12.020(c), Agriculture Code, is amended
 4
 5
    to read as follows:
                The provisions of law subject to this section and the
 6
7
    applicable penalty amounts are as follows:
8
                   Provision
                                                          Amount of Penalty
    [Chapter 41
                                                        not more than $5,000]
 9
    Chapters 13, 14A, <u>17,</u> 18, <u>19,</u> 46, 61, <u>72, 73, 74, 76,</u> 94, 95, 102, 103, 121, 125, 132, and 134
10
11
12
                                                        not more than $5,000
13
14
    [Subchapter B, Chapter 71
15
    [Chapter 19
16
    [<del>Chapter</del>
                                                        not more than $5,000]
17
    Subchapters A, B, and C, Chapter 71
                         and 74]
18
    [Chapters 72,
                                                        not more than $5,000
    Chapter 14
                                                        not more than $10,000
19
20
    Chapter 1951, Occupations Code
                                                        not more than $5,000
21
    Chapter 153, Natural Resources
22
    Code
                                                        not more than $5,000.
           SECTION 2.
    to read as follows:
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- 23 Section 17.052(a), Agriculture Code, is amended
- 24
- 25 Except as provided by Subsection (b), a distributor,
- supplier, wholesaler, or jobber of motor fuel may not deliver to an 26
- outlet in this state a motor fuel mixture that contains ethanol or 27
- methanol exceeding one percent by volume of the mixture unless, at 28
- 29 the time of the delivery of the mixture, the person also delivers to
- 30 the outlet receiving the delivery[+
- [(1) signs required by Section 17.051 in 31

- 1 sufficient for the dealer receiving the mixture to comply with that
- 2 section; and
- 3  $\left[\frac{(2)}{2}\right]$  a manifest, bill of sale, bill of lading, or
- 4 other document evidencing delivery of the mixture, that [+
- 5 [<del>(A)</del>] includes a statement containing:
- $(1) \left[\frac{(i)}{(i)}\right]$  the percentage of ethanol or methanol
- 7 contained in the mixture; and
- 8 (2) [(ii)] the types and percentages of any associated
- 9 cosolvents contained in the mixture [; and
- 10 [<del>(B) evidences delivery of the signs required</del>
- 11 under Subdivision (1)].
- 12 SECTION 3. Section 17.053, Agriculture Code, is amended to
- 13 read as follows:
- 14 Sec. 17.053. RECORD OF DELIVERY DOCUMENTS; INSPECTION
- 15 AUTHORIZED. (a) Each dealer shall keep a copy of each document
- 16 required to be delivered to the dealer by Section 17.052 until the
- 17 first anniversary of the delivery date. [During the first 60 days
- 18 following delivery of a fuel mixture subject to this chapter, the
- 19 dealer shall keep a copy at the station or retail outlet where the
- 20 motor fuel was delivered.
- 21 (b) Each distributor, supplier, wholesaler, and jobber of
- 22 motor fuel shall keep [at the person's principal place of business]
- 23 a copy of each document required to be delivered to the dealer by
- 24 Section 17.052 until the first anniversary of the delivery date.
- 25 (c) The commissioner or an authorized representative of the
- 26 commissioner may inspect documents described by this section. On
- 27 written notice presented by the commissioner or an authorized

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- 1 representative of the commissioner to any employee at a dealer's
- 2 station or retail outlet or mailed to the principal place of
- 3 business of a dealer, distributor, supplier, wholesaler, or jobber,
- 4 the dealer, distributor, supplier, wholesaler, or jobber shall
- 5 provide the commissioner or authorized representative of the
- 6 commissioner with the documents described by this section within
- 7 the period specified in the notice.
- 8 (d) The commissioner by rule may:
- 9 <u>(1) require each dealer, distributor,</u> supplier,
- 10 wholesaler, and jobber to maintain and make available to the
- 11 department:
- 12 (A) invoices, receipts, or other transmittal
- 13 documents or records, including electronically stored information,
- 14 showing or describing the purchase, sale, delivery, or distribution
- 15 of motor fuel;
- 16 (B) invoices, receipts, work orders, reports, or
- 17 other documents, including electronically stored information,
- 18 showing or describing the installation, maintenance, or repair of:
- 19 (i) motor fuel dispensing devices; and
- 20 (ii) any equipment used in connection with
- 21 motor fuel dispensing devices to record, display, or produce
- 22 receipts or audit trails concerning the purchase, sale, delivery,
- 23 or distribution of motor fuel; and
- (C) any record or other document related to the
- 25 sampling and testing of motor fuel purchased, sold, delivered, or
- 26 distributed by the dealer, distributor, supplier, wholesaler, or
- 27 jobber; and

1 (2) prescribe: 2 (A)  $[\frac{1}{1}]$  the manner of filing documents or 3 records required to be kept under this section or by department 4 rule; and 5 (B)  $\left[\frac{(2)}{2}\right]$  the time, place, and manner of inspection of the documents or records. 6 7 SECTION 4. Section 17.054, Agriculture Code, is amended by 8 amending Subsection (c) and adding Subsection (d) to read as follows: 9 10 The commissioner or an authorized representative of the commissioner may inspect a document required to be kept under this 11 12 section. On written notice presented by the commissioner or an authorized representative of the commissioner to any employee at a 13 dealer's station or retail outlet or mailed to the dealer's 14 principal place of business, the dealer shall provide the 15 commissioner or authorized representative of the commissioner with 16 17 the documents described by this section within the period specified in the notice. 18 19 (d) The commissioner by rule may: 20 (1) require each dealer to maintain and make available to the department: 21 22 (A) invoices, receipts, or other transmittal documents or records, including electronically stored information, 23 24 showing or describing the purchase, sale, delivery, or distribution 25 of motor fuel; 26 (B) invoices, receipts, work orders, reports, or other documents, including electronically stored information, 27

1	showing or describing the installation, maintenance, or repair of:
2	(i) motor fuel dispensing devices; and
3	(ii) any equipment used in connection with
4	motor fuel dispensing devices to record, display, or produce
5	receipts or audit trails concerning the purchase, sale, delivery,
6	or distribution of motor fuel; and
7	(C) any record or other document related to the
8	sampling and testing of motor fuel purchased, sold, delivered, or
9	distributed by the dealer; and
10	(2) prescribe:
11	(A) the manner of filing documents or records
12	required to be kept under this section or by department rule; and
13	(B) the time, place, and manner of inspection of
14	the documents or records.
15	SECTION 5. Section 17.071, Agriculture Code, is amended to
16	read as follows:
17	Sec. 17.071. MINIMUM MOTOR FUEL QUALITY AND TESTING
18	STANDARDS. (a) The department by rule shall adopt minimum motor
19	fuel quality and testing standards for motor fuel that is sold or
20	offered for sale in this state. The standards must comply with the
21	nationally recognized minimum standards established by [+
22	$[\frac{(1)}{1}]$ the American Society for Testing and Materials[ $ au$
23	as those standards existed on September 1, 2009, for motor fuels
24	other than motor fuels blended with ethanol; and
25	[ <del>(2) the National Institute of Standards and</del>
26	Technology, as those standards existed on September 1, 2009, other

- 1 fuels blended with ethanol].
- 2 (b) The department may adopt rules as necessary to bring
- 3 about uniformity between the standards established under this
- 4 subchapter and the nationally recognized standards described by
- 5 Subsection (a).
- 6 SECTION 6. Section 17.073, Agriculture Code, is amended to
- 7 read as follows:
- 8 Sec. 17.073. STOP-SALE ORDER; SHUTDOWN OF DISPENSING
- 9 DEVICES. (a) If the department has reason to believe that motor
- 10 fuel is in violation of this chapter or a rule adopted under this
- 11 chapter, or that the motor fuel is being sold or offered for sale in
- 12 <u>a manner that violates this chapter or a rule adopted under this</u>
- 13 chapter, the department may:
- 14 (1) issue and enforce a written order to stop the sale
- 15 of the motor fuel;
- 16 (2) place on a device used to dispense the motor fuel a
- 17 tag or other mark with the words "Out of Order"; or
- 18 (3) stop the sale of the motor fuel and mark a device
- 19 used to dispense the motor fuel as out of order.
- 20 <u>(b)</u> The department shall present <u>an</u> [the] order <u>issued under</u>
- 21 this section to the dealer, distributor, jobber, supplier, or
- 22 wholesaler who is in control of the motor fuel at the time the motor
- 23 fuel or the dealer, distributor, jobber, supplier, or wholesaler of
- 24 the motor fuel is inspected by the commissioner [is tested]. The
- 25 person who receives the order may not sell [the] motor fuel subject
- 26 to a stop-sale order or use a device on which the department has
- 27 placed a tag or other mark under Subsection (a)(2) or (3) until the

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- 1 department determines that the motor fuel or device is in
- 2 compliance with this chapter and department rules.
- 3 SECTION 7. Section 17.155(a), Agriculture Code, is amended
- 4 to read as follows:
- 5 (a) The department may impose an administrative penalty
- 6 against a person regulated under this chapter who violates this
- 7 chapter or a rule or order adopted under this chapter. An [Except
- 8 as otherwise provided by this section, an] administrative penalty
- 9 is imposed and collected in the manner provided by Section 12.020.
- 10 SECTION 8. Sections 17.051(c) and (d) and 17.155(b), (c),
- 11 (d), (e), (f), (g), (h), and (i), Agriculture Code, are repealed.
- 12 SECTION 9. The changes in law made by this Act apply only to
- 13 an offense or other violation under Chapter 17, Agriculture Code,
- 14 committed on or after the effective date of this Act. An offense or
- 15 other violation committed before the effective date of this Act is
- 16 governed by the law in effect when the offense or violation was
- 17 committed, and the former law is continued in effect for that
- 18 purpose. For purposes of this section, an offense or other
- 19 violation was committed before the effective date of this Act if any
- 20 element of the offense or violation was committed before that date.
- 21 SECTION 10. This Act takes effect September 1, 2011.