By: Hegar, Davis
(Keffer)

S.B. No. 1293

## A BILL TO BE ENTITLED

- 1 AN ACT
- 2 relating to the amounts of administrative, civil, and criminal
- 3 penalties for violations relating to certain pipelines.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 81.0531, Natural Resources Code, is
- 6 amended by amending Subsection (b) and adding Subsection (b-1) to
- 7 read as follows:
- 8 (b) The penalty may not exceed:
- 9 (1) \$25,000 [\$10,000] a day for each violation that is
- 10 not related to pipeline safety; or
- 11 (2) \$100,000 a day for each violation that is related
- 12 to pipeline safety.
- 13 (b-1) Each day a violation continues may be considered a
- 14 separate violation for purposes of penalty assessments.
- 15 SECTION 2. Section 117.051, Natural Resources Code, is
- 16 amended to read as follows:
- 17 Sec. 117.051. CIVIL PENALTY. A person who violates this
- 18 chapter or a rule adopted by the commission under this chapter is
- 19 subject to a civil penalty of not less than \$50  $\underline{\text{or}}$  [nore than
- $20 \quad \$100,000 \quad [\$25,000]$  for each act of violation and for each day of
- 21 violation, provided that the maximum civil penalty that may be
- 22 assessed for any related series of violations may not exceed \$1
- 23 million [\$500,000].
- SECTION 3. Subsection (b), Section 117.053, Natural

- 1 Resources Code, is amended to read as follows:
- 2 (b) An offense under this section is punishable by a fine of
- 3 not more than \$1 million [\$25,000], confinement in the Texas
- 4 Department of Criminal Justice for a term of not more than five
- 5 years, or both such fine and imprisonment.
- 6 SECTION 4. Subsection (b), Section 117.054, Natural
- 7 Resources Code, is amended to read as follows:
- 8 (b) An offense under this section is punishable by a fine of
- 9 not more than \$1 million [\$25,000], confinement in the Texas
- 10 Department of Criminal Justice for a term of not more than 15 years,
- 11 or both such fine and imprisonment.
- 12 SECTION 5. Section 121.204, Utilities Code, is amended to
- 13 read as follows:
- 14 Sec. 121.204. CIVIL PENALTY. Each day of each violation of
- 15 a safety standard adopted under this subchapter is subject to a
- 16 civil penalty of not more than  $\frac{100,000}{9}$  [\$\frac{25,000}{9}\$], except that the
- 17 maximum penalty that may be assessed for any related series of
- 18 violations may not exceed \$1 million [\$500,000]. The penalty is
- 19 payable to the state.
- SECTION 6. Subsection (b), Section 121.206, Utilities Code,
- 21 is amended to read as follows:
- 22 (b) The penalty for each violation may not exceed \$100,000
- 23 [\$10,000]. Each day a violation continues may be considered a
- 24 separate violation for the purpose of penalty assessment.
- 25 SECTION 7. Section 121.302, Utilities Code, is amended by
- 26 amending Subsection (a) and adding Subsection (a-1) to read as
- 27 follows:

- 1 (a) A gas utility is subject to a civil penalty if the gas 2 utility:
- 3 (1) violates this chapter;
- 4 (2) fails to perform a duty imposed by this chapter; or
- 5 (3) fails to comply with an order of the railroad
- 6 commission if the order is not stayed or suspended by a court order.
- 7 (a-1) A penalty under this section is payable to the state
- 8 and shall be not less than  $\frac{$1,000}{}$  [ $\frac{$100}{}$ ] and not more than  $\frac{$100,000}{}$
- 9 [\$1,000] for each violation or failure.
- SECTION 8. Subsection (b), Section 121.304, Utilities Code,
- 11 is amended to read as follows:
- 12 (b) The penalty for each violation or failure may not exceed
- 13 \$100,000 [\$10,000] a day. Each day a violation continues may be
- 14 considered a separate violation for purposes of penalty assessment.
- SECTION 9. Subsection (b), Section 121.310, Utilities Code,
- 16 is amended to read as follows:
- 17 (b) An offense under this section is punishable by a fine of
- 18 not less than \$50 and not more than \$1 million [\$1,000]. In
- 19 addition to the fine, the offense may be punishable by confinement
- 20 in jail for not less than 10 days nor more than six months.
- 21 SECTION 10. The changes in law made by this Act apply only
- 22 to a violation committed on or after the effective date of this Act.
- 23 A violation committed before the effective date of this Act is
- 24 governed by the law in effect when the violation was committed, and
- 25 the former law is continued in effect for that purpose. For
- 26 purposes of this section, a violation was committed before the
- 27 effective date of this Act if any element of the violation was

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- 1 committed before that date.
- 2 SECTION 11. This Act takes effect September 1, 2011.