By: Guillen H.B. No. 62

A BILL TO BE ENTITLED

Τ	AN ACT
2	relating to a justice or judge having a substantial interest in a
3	business entity that owns, manages, or operates a private
4	correctional or rehabilitation facility.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Chapter 21, Government Code, is amended by
7	adding Section 21.010 to read as follows:
8	Sec. 21.010. FINANCIAL INTEREST IN PRIVATE CORRECTIONAL AND
9	REHABILITATION FACILITIES PROHIBITED. (a) A justice or judge, as
10	applicable, of the supreme court, the court of criminal appeals, a
11	court of appeals, a district court, a county court, a county court
12	at law, or a statutory probate court may not, on the date the person
13	takes office as a justice or judge or while serving as a justice or
14	judge, have a substantial interest in a business entity that owns,
15	manages, or operates:
16	(1) a community residential facility described by
17	<u>Section 508.119;</u>
18	(2) a correctional or rehabilitation facility subject
19	to Chapter 244, Local Government Code; or
20	(3) any other facility intended to accomplish a
21	purpose or provide a service described by Section 508.119(a) to a
22	person convicted of a misdemeanor or felony or found to have engaged
23	in delinquent conduct who is housed in the facility:
24	(A) while serving a sentence of confinement

- 1 following conviction of an offense or an adjudication of delinquent
- 2 conduct; or
- 3 (B) as a condition of community supervision,
- 4 probation, parole, or mandatory supervision.
- 5 (b) A justice or judge is considered to have a substantial
- 6 <u>interest in a business entity described by Subsection (a) for</u>
- 7 purposes of this section if:
- 8 (1) the justice or judge owns 10 percent or more of the
- 9 voting stock or shares of the business entity or owns either 10
- 10 percent or more or \$15,000 or more of the fair market value of the
- 11 business entity;
- 12 (2) funds received by the justice or judge from the
- 13 business entity exceed 10 percent of the justice's or judge's gross
- 14 income for the previous year; or
- 15 (3) a person related to the justice or judge in the
- 16 first degree by consanguinity or affinity, as determined under
- 17 Chapter 573, has an interest otherwise described by Subdivision (1)
- 18 or (2).
- 19 (c) A justice or judge who violates this section shall be
- 20 removed from office.
- 21 SECTION 2. The change in law made by this Act applies only
- 22 to a justice or judge elected or appointed on or after the effective
- 23 date of this Act. A justice or judge elected or appointed before
- 24 the effective date of this Act is governed by the law as it existed
- 25 immediately before the effective date of this Act, and that law is
- 26 continued in effect for that purpose.
- 27 SECTION 3. This Act takes effect January 1, 2014.