By: Menendez H.B. No. 3545

A BILL TO BE ENTITLED

	AN	ACT
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- 2 relating to employment, higher education, and state purchasing
- 3 programs for veterans.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. This Act may be cited as the Veterans' Employment
- 6 and Business Opportunity Act.
- 7 SECTION 2. Section 657.001, Government Code, is amended to
- 8 read as follows:
- 9 Sec. 657.001. DEFINITIONS. In this chapter:
- 10 (1) "Disabled veteran" means a veteran who is
- 11 classified as disabled by the United States Department of Veterans
- 12 Affairs or its successor or the branch of the service in which the
- 13 veteran served and whose disability is service connected.
- 14 ["Established service-connected disability" means a disability
- 15 that has been or may be established by official records.
- 16 (2) "State agency" means a board, commission, council,
- 17 committee, department, office, agency, or other governmental
- 18 entity in the executive, legislative, or judicial branch of state
- 19 government, including an institution of higher education as defined
- 20 by Section 61.003, Education Code.
- 21 (3) "Veteran" has the meaning assigned by Section
- 22 2308.251. ["Public entity" means a public department, commission,
- 23 board, or agency.
- SECTION 3. Section 657.002, Government Code, is amended to

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   read as follows:
          Sec. 657.002. INDIVIDUALS QUALIFIED FOR [ENTITLED TO]
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    VETERAN'S EMPLOYMENT PREFERENCE. The following individuals qualify
    [(a) A veteran qualifies] for a veteran's employment preference
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5
    [if the veteran]:
                (1) <u>a veteran</u> [served in the military for not less than
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7
   90 consecutive days during a national emergency declared in
    accordance with federal law or was discharged from military service
    for an established service-connected disability];
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10
                (2) <u>a</u> [was honorably discharged from military service;
   and
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12
                [<del>(3) is competent.</del>
          [\frac{b}{A}] veteran's surviving spouse who has not remarried, if
13
    the veteran was killed while on active duty; and
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15
               (3) [or] an orphan of a veteran [qualifies for a
   veteran's employment preference] if[+
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17
                [\frac{1}{1}] the veteran was killed while on active duty [\frac{1}{1}]
                [(2) the veteran served in the military for not less
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    than 90 consecutive days during a national emergency declared in
19
    accordance with federal law; and
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21
                [(3) the spouse or orphan is competent].
          [(c) In this section, "veteran" means an individual who
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    served in the army, navy, air force, marine corps, or coast guard of
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    the United States or in an auxiliary service of one of those
   branches of the armed forces.
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          SECTION 4. Sections 657.003(a), (c), and (d), Government
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Code, are amended to read as follows:

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- 1 (a) An individual who qualifies for a veteran's employment
 2 preference is entitled to a preference in employment with or
 3 appointment to a <u>state agency</u> [<u>public entity or for a public work of</u>
 4 <u>this state</u>] over other applicants for the same position [<u>who do not</u>
 5 <u>have a greater qualification</u>].
- (c) If a state agency [public entity or public work of this 6 7 state] requires a competitive examination under a merit system or 8 civil service plan for selecting or promoting employees, individual entitled to a veteran's employment preference who 9 otherwise is qualified for that position and who has received at 10 least the minimum required score for the test is entitled to have a 11 12 service credit of 10 points added to the test score. A disabled veteran [An individual who has an established service-connected 13 14 disability] is entitled to have a service credit of five additional points added to the individual's test score. 15
- (d) An individual entitled to a veteran's employment preference is not disqualified from holding a position with a state agency [public entity or public work of this state] because of age or an established service-connected disability if the age or disability does not make the individual incompetent to perform the duties of the position.
- 22 SECTION 5. Section 657.004, Government Code, is amended to 23 read as follows:
- Sec. 657.004. <u>VETERAN'S</u> PREFERENCE REQUIRED FOR <u>STATE</u>

 AGENCIES [PUBLIC ENTITIES AND PUBLIC WORKS]. (a) A state agency [An individual whose duty is to appoint or employ individuals for a public entity or public work of this state] shall give preference in

- 1 hiring to individuals entitled to a veteran's employment preference
- 2 until [so that] at least 40 percent of the employees of the state
- 3 <u>agency</u> [public entity or public work] are selected from individuals
- 4 given that preference.
- 5 (b) Unless an insufficient number of individuals entitled
- 6 to a veteran's employment preference apply for an open agency
- 7 position, a state agency [A public entity or public work] that does
- 8 not have 40 percent of its employees who are entitled to the
- 9 veteran's employment preference shall for each announced open
- 10 position at the agency interview the greater of:
- 11 (1) one individual entitled to a veteran's employment
- 12 preference; or
- 13 <u>(2) a number of [, in filling vacancies, give</u>
- 14 preferences to] individuals entitled to a veteran's employment
- 15 preference equal to 20 percent of the total number of individuals
- 16 <u>interviewed for the position</u> [until it does have at least 40 percent
- 17 of its employees who are entitled to the preference].
- 18 (c) A state agency may designate an open position as a
- 19 veterans position and accept applications for the position only
- 20 <u>from individuals eligible for</u> [(b) A public entity or public work
- 21 shall, when possible, give 10 percent of] the preferences granted
- 22 under this chapter.
- 23 (d) A state agency with more than 500 full-time equivalent
- 24 positions shall designate an individual from the agency to serve as
- 25 <u>a veterans liaison within the agency</u> [to qualified veterans
- 26 discharged from the armed services of the United States within the
- 27 preceding 18 months].

- 1 [(c) A public entity or public work that has at least 40
- 2 percent of its employees who are entitled to the preference is
- 3 exempt from the requirements of Section 657.005.
- 4 SECTION 6. Chapter 657, Government Code, is amended by
- 5 adding Section 657.0045 to read as follows:
- 6 Sec. 657.0045. IMMEDIATE HIRING OF INDIVIDUAL ENTITLED TO
- 7 VETERAN'S PREFERENCE. Notwithstanding any other law, a state
- 8 agency that has not reached the employment percentage required
- 9 under Section 657.004 may hire for an open position within the
- 10 agency an individual entitled to a veteran's employment preference
- 11 under that section without announcing or advertising the position
- 12 if the agency:
- 13 (1) uses the Texas Workforce Commission's employment
- 14 Internet website to identify an individual who qualifies for a
- 15 <u>veteran's employment preference under this chapter; and</u>
- 16 (2) determines the individual meets the
- 17 qualifications required for the position.
- 18 SECTION 7. Sections 657.006, 657.007, 657.008, 657.009, and
- 19 657.010, Government Code, are amended to read as follows:
- Sec. 657.006. FEDERAL LAW AND GRANTS. To the extent that
- 21 this chapter conflicts with federal law or a limitation provided by
- 22 a federal grant to a state agency [public entity], this chapter
- 23 shall be construed to operate in harmony with the federal law or
- 24 limitation of the federal grant.
- Sec. 657.007. PREFERENCE APPLICABLE TO REDUCTION IN
- 26 WORKFORCE. (a) An individual entitled to a hiring preference under
- 27 this chapter is also entitled to a preference in retaining

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- 1 employment if the state agency [public entity] that employs the
- 2 individual reduces its workforce.
- 3 (b) The preference granted under this section applies only
- 4 to the extent that a reduction in workforce by an employing state
- 5 <u>agency</u> [public entity] involves other employees of a similar type
- 6 or classification.
- 7 Sec. 657.008. REPORTING REQUIREMENTS. (a) A state agency
- 8 [public entity] shall file quarterly with the comptroller a report
- 9 that states:
- 10 (1) the percentage of the total number of employees
- 11 hired by the <u>agency</u> [entity] during the reporting period who are
- 12 persons entitled to a preference under this chapter;
- 13 (2) the percentage of the total number of the agency's
- 14 [entity's] employees who are persons entitled to a preference under
- 15 this chapter; and
- 16 (3) the number of complaints filed with the governing
- 17 body of the agency [entity] under Section 657.010 during that
- 18 quarter and the number of those complaints resolved by the
- 19 governing body.
- 20 (b) Not later than December 1 of each year, the [The]
- 21 comptroller shall file [annually] with the legislature a report
- 22 that compiles and analyzes information that the comptroller
- 23 receives from state agencies [public entities] under Subsection
- 24 (a).
- Sec. 657.009. STATE AGENCIES [PUBLIC ENTITIES] TO LIST
- 26 POSITIONS WITH TEXAS WORKFORCE COMMISSION. (a) A state agency
- 27 [public entity] shall provide to the Texas Workforce Commission,

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- 1 under rules adopted under this section by the commission,
- 2 information regarding an open position that is subject to the
- 3 hiring preference required by this chapter.
- 4 (b) The Texas Workforce Commission shall make available to
- 5 the public the information provided by a state agency [public
- 6 entity] under Subsection (a).
- 7 (c) To promote the purposes of this chapter, the Texas
- 8 Workforce Commission shall adopt rules under this section that
- 9 facilitate the exchange of employment information between state
- 10 <u>agencies</u> [public entities] and individuals entitled to a preference
- 11 under this chapter.
- 12 (d) The Texas Workforce Commission shall adopt forms and
- 13 procedures necessary to administer this section.
- 14 Sec. 657.010. COMPLAINT REGARDING EMPLOYMENT DECISION OF
- 15 STATE AGENCY [PUBLIC ENTITY OR PUBLIC WORK]. (a) An individual
- 16 entitled to a veteran's employment preference under this chapter
- 17 who is aggrieved by a decision of a state agency [public entity or
- 18 public work of this state] to which this chapter applies relating to
- 19 hiring the individual, or relating to retaining the individual if
- 20 the state agency [entity or work] reduces its workforce, may appeal
- 21 the decision by filing a written complaint with the governing body
- 22 of the state agency [public entity or public work] under this
- 23 section.
- 24 (b) The governing body of a state agency [public entity or
- 25 public work] that receives a written complaint under Subsection (a)
- 26 shall respond to the complaint not later than the 15th business day
- 27 after the date the governing body receives the complaint. The

- 1 governing body may render a different hiring decision than the
- 2 decision that is the subject of the complaint if the governing body
- 3 determines that the veteran's preference was not applied.
- 4 SECTION 8. Section 122.002, Human Resources Code, is
- 5 amended by amending Subdivisions (3) and (5) and adding Subdivision
- 6 (6) to read as follows:
- 7 (3) "Community rehabilitation program" means a
- 8 government or nonprofit private program or a service-disabled
- 9 veteran-owned business that is operated under criteria established
- 10 by the council and under which persons with severe disabilities or
- 11 <u>service-disabled veterans</u> produce products or perform services for
- 12 compensation.
- 13 (5) "Disability" means a mental or physical
- 14 impairment, including blindness, that impedes a person who is
- 15 seeking, entering, or maintaining gainful employment. The term
- 16 <u>includes a disability of a service-disabled veteran.</u>
- 17 (6) "Service-disabled veteran" has the meaning
- 18 assigned by Section 2155.444(c), Government Code.
- 19 SECTION 9. Section 302.0031, Labor Code, is amended by
- 20 amending Subsection (b) and adding Subsection (g) to read as
- 21 follows:
- 22 (b) The commission shall establish and administer the
- 23 College Credit for Heroes [demonstration] program to identify,
- 24 develop, and support methods to maximize academic or workforce
- 25 education credit awarded by institutions of higher education to
- 26 veterans and military servicemembers for military experience,
- 27 education, and training obtained during military service in order

- 1 to expedite the entry of veterans and military servicemembers into
- 2 the workforce.
- 3 (g) Not later than November 1 of each year, the commission,
- 4 after consultation with the Texas Higher Education Coordinating
- 5 Board, shall report to the legislature and the governor on:
- 6 (1) the results of any grants awarded under this
- 7 section;
- 8 (2) the best practices for veterans and military
- 9 servicemembers to achieve maximum academic or workforce education
- 10 credit at institutions of higher education for military experience,
- 11 education, and training obtained during military service;
- 12 (3) measures needed to facilitate the award of
- 13 academic or workforce education credit by institutions of higher
- 14 education for military experience, education, and training
- 15 <u>obtained during military service; and</u>
- 16 (4) other related measures needed to facilitate the
- 17 entry of trained, qualified veterans and military servicemembers
- 18 into the workforce.
- 19 SECTION 10. The following sections are repealed:
- 20 (1) Sections 657.003(b) and (e), Government Code; and
- 21 (2) Section 657.005, Government Code.
- 22 SECTION 11. The changes in law made by this Act to Chapter
- 23 657, Government Code, apply only to an open position with a state
- 24 agency for which the state agency begins accepting applications on
- 25 or after the effective date of this Act. An open position with a
- 26 state agency for which the state agency begins accepting
- 27 applications before the effective date of this Act is governed by

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- 1 the law in effect on the date the state agency began accepting
- 2 applications, and the former law is continued in effect for that
- 3 purpose.
- SECTION 12. This Act takes effect September 1, 2013.