By: FarrarH.B. No. 3750Substitute the following for H.B. No. 3750:Example 100 and 100 and

A BILL TO BE ENTITLED

1 AN ACT 2 relating to the destruction of the records of businesses, state and local governments, and nonprofit entities stored on copy machines; 3 providing a civil penalty. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 SECTION 1. Subchapter A, Chapter 72, Business & Commerce 6 Code, is amended by adding Section 72.005 to read as follows: 7 Sec. 72.005. DESTRUCTION OF BUSINESS RECORDS OR NONPROFIT 8

9 <u>ENTITY RECORDS STORED ON COPY MACHINES REQUIRED. (a)</u> 10 <u>Notwithstanding Section 72.002 or any other law relating to the</u> 11 <u>retention of records, a business or a nonprofit entity shall</u> 12 <u>destroy, or arrange for the destruction of, all business records or</u> 13 <u>records of the nonprofit entity stored on a copy machine before the</u> 14 <u>business or nonprofit entity terminates its ownership, lease, or</u> 15 use of the machine.

16 (b) A business or nonprofit entity that violates Subsection
17 (a) is liable to this state for a civil penalty in an amount not to
18 exceed \$10,000 for each violation. The attorney general or a county
19 or district attorney may bring an action to recover the civil
20 penalty imposed under this subsection.

(c) In this section, "records," with respect to a nonprofit
 entity, means any material recorded or preserved by any means.

23 SECTION 2. Chapter 202, Local Government Code, is amended 24 by adding Section 202.010 to read as follows:

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C.S.H.B. No. 3750

<u>Sec. 202.010. DESTRUCTION OF RECORDS STORED ON COPY</u>
 <u>MACHINES REQUIRED. (a) A local government shall destroy, or</u>
 <u>arrange for the destruction of, all local government records stored</u>
 <u>on a copy machine before the local government terminates its</u>
 <u>ownership, lease, or use of the machine.</u>
 <u>(b) A local government that violates Subsection (a) is</u>
 <u>liable to this state for a civil penalty in an amount not to exceed</u>

8 \$10,000 for each violation. The attorney general or a county or
9 district attorney may bring an action to recover the civil penalty
10 imposed under this subsection.

11 SECTION 3. Section 441.187, Government Code, is amended by 12 adding Subsections (a-1) and (f) to read as follows:

13 <u>(a-1) Notwithstanding Subsections (a), (b), (c), and (d), a</u> 14 <u>state agency shall destroy, or arrange for the destruction of, all</u> 15 <u>state records stored on a copy machine before the agency terminates</u> 16 <u>its ownership, lease, or use of the machine.</u>

17 (f) A state agency that violates Subsection (a-1) is liable 18 to this state for a civil penalty in an amount not to exceed \$10,000 19 for each violation. The attorney general or a county or district 20 attorney may bring an action to recover the civil penalty imposed 21 under this subsection.

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SECTION 4. This Act takes effect September 1, 2013.

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