By: Paxton S.B. No. 1329

## A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to remedies for nonpayment of regional tollway authority
  3 tolls.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Sections 366.178(d-2) and (g), Transportation
- 6 Code, are amended to read as follows:
- 7 (d-2) If the registered owner of the nonpaying vehicle fails
- 8 to pay the amount included in the second notice of nonpayment by the
- 9 date specified in that notice, the authority shall send a third
- 10 notice of nonpayment by first class mail to the registered owner of
- 11 the nonpaying vehicle. The third notice of nonpayment:
- 12 <u>(1)</u> must specify the date by which payment must be
- 13 made;
- 14 (2) [and] may require payment of:
- (A)  $\left[\frac{1}{1}\right]$  the amount included in the second
- 16 notice of nonpayment; and
- 17  $\underline{\text{(B)}}$  [ $\frac{\text{(B)}}{\text{(2)}}$ ] any third-party collection service
- 18 fees incurred by the authority; and
- 19 (3) must include a warning that the failure to pay the
- 20 amounts specified in the notice may result in the authority's
- 21 exercise of habitual violator remedies under Subchapter I.
- 22 (g) The court of the local jurisdiction in which the unpaid
- 23 toll was assessed may assess and collect the fine in addition to any
- 24 court costs. The court may [shall] collect the unpaid tolls,

- 1 administrative fees, and third-party collection service fees
- 2 incurred by the authority [on or before the date the fines and court
- 3 costs are collected by the court and forward the tolls and fees to
- 4 the authority. [Payment of the unpaid tolls, administrative fees,
- 5 and third-party collection service fees by the registered owner may
- 6 not be waived by the court unless the court finds that the
- 7 registered owner of the vehicle is indigent.
- 8 SECTION 2. Chapter 366, Transportation Code, is amended by
- 9 adding Subchapter I to read as follows:
- SUBCHAPTER I. HABITUAL VIOLATOR REMEDIES
- 11 Sec. 366.451. NOTICE OF INTENTION TO SEEK ADMINISTRATIVE
- 12 DECISION REGARDING HABITUAL VIOLATOR REMEDIES. (a) An authority
- 13 may seek an administrative decision to determine whether habitual
- 14 violator remedies under this subchapter may be exercised against
- 15 the registered owner of a vehicle if the authority sends to the
- 16 <u>owner:</u>
- 17 (1) one or more third notices of nonpayment containing
- 18 the warning under Section 366.178(d-2)(3) indicating that a vehicle
- 19 or vehicles of the owner incurred 100 or more tolls that were not
- 20 paid in full by the dates specified in the notices and that remain
- 21 not fully paid; and
- (2) notice of the authority's intent to seek an
- 23 <u>administrative decision by first class mail to:</u>
- (A) the last address of the owner known to the
- 25 authority; or
- 26 (B) the owner's address as recorded in the Texas
- 27 Department of Motor Vehicles vehicle registration records.

1	(b) A notice issued under Subsection (a)(2) must:
2	(1) include the total amount of unpaid tolls and fees
3	not paid in full as specified in one or more third notices of
4	nonpayment; and
5	(2) advise the registered owner that:
6	(A) the registered owner is entitled to a hearing
7	under Section 366.452 to contest a proposed administrative
8	decision; and
9	(B) the authority may exercise habitual violator
10	remedies against the owner if the administrative decision
11	authorizes the exercise of those remedies, and the administrative
12	decision will remain in effect until all unpaid tolls and fees owed
13	to the authority by the owner are paid or are otherwise addressed to
14	the satisfaction of the authority in the authority's sole
15	discretion.
16	Sec. 366.452. HEARING. (a) A registered owner may, not
17	later than the 30th day after the date of the notice under Section
18	366.451, request a hearing on the issue of whether the authority may
19	exercise habitual violator remedies.
20	(b) An authority shall adopt rules for a hearing under this
21	section. The rules must:
22	(1) specify issues that are germane to a hearing;
23	(2) include reasonable rules of procedure;
24	(3) include the process through which an
25	administrative decision is issued;
26	(4) prohibit an administrative decision from going
27	into effect before the opportunity for a hearing has expired;

1	(5) require that a hearing officer be an independent
2	contractor retained by the authority solely to serve as a hearing
3	officer;
4	(6) prohibit compensation of the hearing officer by
5	the authority that is related to the outcome of the hearings before
6	the hearing officer;
7	(7) provide that the registered owner has a right to:
8	(A) be represented by an attorney; and
9	(B) offer witnesses and evidence, cross-examine
10	witnesses, and make opening and closing statements; and
11	(8) vest the hearing officer with discretion to
12	control the scope and duration of the proceedings and to exclude
13	oral or written evidence that the hearing officer determines is
14	irrelevant, immaterial, or unduly repetitious.
15	(c) A registered owner who fails to request a hearing within
16	the time specified under Subsection (a) or appear at a scheduled
17	hearing is considered to have waived the right to a hearing and
18	consented to the administrative decision, and:
19	(1) the hearing officer shall issue an administrative
20	decision authorizing the exercise of habitual violator remedies
21	under this subchapter if the hearing officer makes the findings
22	described by Section 366.453(a); and
23	(2) if the hearing officer issues an administrative
24	decision authorizing the exercise of habitual violator remedies,
25	the authority may exercise the habitual violator remedies without
26	further proceedings or action.
27	Sec. 366.453. ADMINISTRATIVE DECISION. (a) A hearing

- 1 officer may issue an administrative decision authorizing the
- 2 authority to exercise habitual violator remedies only if a
- 3 preponderance of the evidence demonstrates that:
- 4 (1) one or more third notices of nonpayment containing
- 5 the warning under Section 366.178(d-2)(3) were sent to the
- 6 registered owner indicating that a vehicle or vehicles of the owner
- 7 incurred 100 or more unpaid authority tolls, not including any
- 8 unpaid tolls for which the defense of theft of the vehicle has been
- 9 proven under Section 366.178(h);
- 10 (2) the vehicle or vehicles were owned by the
- 11 registered owner at the time of passage through a toll assessment
- 12 facility; and
- 13 (3) the amounts in the third notice or notices of
- 14 nonpayment were not paid in full by the dates specified in the
- 15 <u>notices and remain not fully paid.</u>
- (b) Proof under Subsection (a) may be by testimony of a
- 17 peace officer or authority employee, video surveillance, or any
- 18 other reasonable evidence.
- 19 Sec. 366.454. APPEAL. (a) A registered owner may appeal an
- 20 administrative decision authorizing the exercise of habitual
- 21 <u>violator remedies by:</u>
- (1) filing, not later than the 30th day after the date
- 23 on which the decision is rendered, a petition with the clerk of a
- 24 district court in the county in which the authority's
- 25 administrative offices are located; and
- 26 (2) paying the costs required by law for that court.
- 27 (b) The court in which an appeal petition is filed shall

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- 1 schedule a hearing and notify each party of the date, time, and
- 2 place of the hearing.
- 3 (c) Neither the filing of the appeal petition nor service of
- 4 notice of the appeal stays the authority's exercise of the habitual
- 5 violator remedies unless the person who files the appeal posts a
- 6 bond with the authority issued by a sufficient surety in the total
- 7 amount of unpaid tolls and fees owed by the registered owner to the
- 8 authority.
- 9 Sec. 366.455. HABITUAL VIOLATOR REMEDY: REFUSAL TO REGISTER
- 10 VEHICLE. (a) An authority may request that a county
- 11 <u>assessor-collector or the Texas Department of Motor Vehicles refuse</u>
- 12 under Section 502.010 to register any vehicle that is owned by a
- 13 person subject to an administrative decision authorizing the
- 14 exercise of habitual violator remedies by the authority.
- 15 (b) For the purposes of this section, a vehicle is
- 16 considered to be owned by a person if the person holds legal title
- 17 to the vehicle, regardless of whether the person obtains legal
- 18 title before or after an administrative decision is issued.
- 19 SECTION 3. The heading to Section 502.010, Transportation
- 20 Code, is amended to read as follows:
- Sec. 502.010. COUNTY SCOFFLAW OR TOLLWAY HABITUAL VIOLATOR.
- SECTION 4. Section 502.010, Transportation Code, is amended
- 23 by amending Subsections (a), (b), (d), and (g) and adding
- 24 Subsection (c-1) to read as follows:
- 25 (a) A county assessor-collector or the department may
- 26 refuse to register a motor vehicle if the assessor-collector or the
- 27 department receives information that the owner of the vehicle:

- 1 (1) owes the county money for a fine, fee, or tax that
- 2 is past due; [<del>or</del>]
- 3 (2) failed to appear in connection with a complaint,
- 4 citation, information, or indictment in a court in the county in
- 5 which a criminal proceeding is pending against the owner; or
- 6 (3) is subject to an administrative decision under
- 7 <u>Section 366.453 that authorizes the use of habitual violator</u>
- 8 remedies by the authority against the owner.
- 9 (b) A county may contract with the department to provide
- 10 information to the department necessary to make a determination
- 11 under <u>Subsections (a)(1) and (2) [Subsection (a)]. A regional</u>
- 12 tollway authority may contract with a county or the department to
- 13 provide information necessary to make a determination under
- 14 Subsection (a)(3).
- 15 (c-1) A regional tollway authority that has a contract under
- 16 Subsection (b) shall notify a county assessor-collector or the
- 17 department, as applicable, that a person for whom the
- 18 assessor-collector or the department has refused to register a
- 19 vehicle is no longer subject to an administrative decision under
- 20 Section 366.453.
- 21 (d) After notice is received under Subsection (c) or (c-1),
- 22 the county assessor-collector or the department may not refuse to
- 23 register the motor vehicle under Subsection (a).
- 24 (q) In this section:
- 25 (1) a fine, fee, or tax <u>owed to a county</u> is considered
- 26 past due if it is unpaid 90 or more days after the date it is due;
- 27 and

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- 1 (2) registration of a motor vehicle includes renewal
- 2 of the registration of the vehicle.
- 3 SECTION 5. This Act takes effect September 1, 2013.