## By: Thompson of Harris, Davis of Harris, H.B. No. 1079 Alonzo, Sheets, Villalba, et al.

## A BILL TO BE ENTITLED

AN ACT 1 relating to the distribution of certain civil penalties, payments, 2 3 and civil restitution received by the attorney general. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Section 402.007(b), Government Code, is amended to read as follows: 6 Subject to Subsection (d), the comptroller shall credit 7 (b) 8 to the judicial fund for programs approved by the supreme court that provide basic civil legal services to the indigent the net amount 9 10 of: 11 (1) a civil penalty or payment, excluding attorney's fees or costs, that is recovered in an action by the attorney 12 general in any matter actionable under the [Subchapter E, Chapter 13 17, Business & Commerce Code, after deducting amounts allocated to 14 or retained by the attorney general as authorized by law, unless: 15 16 another law requires that the funds [penalty] (A) be credited to a different fund or account; or 17 (B) the judgment awarding the funds [penalty] 18 19 requires that the funds [penalty] be paid to another identifiable [named] recipient; and 20 (2) civil restitution recovered 21 by the attorney general in an action brought by the attorney general [arising from 22 conduct that violates a consumer protection, public health, or 23 24 general welfare law, ] if, on the hearing of an ex parte motion filed

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1 by the attorney general after the entry of a judgment awarding civil restitution, the court: 2 3 (A) determines that, based on the facts and circumstances of the case: 4 5 (i) it is impossible or impracticable to 6 identify injured parties; 7 it is impossible or impracticable to (ii) determine the degree to which each claimant was injured and 8 entitled to recover; 9 10 (iii) the cost of administering a claim procedure will disproportionately reduce the amount of restitution 11 12 available for the payment of individual claims; or (iv) the claims of all identifiable persons 13 14 eligible to receive restitution have been paid without exhausting 15 the funds available for restitution; and (B) enters a judgment 16 order or that the 17 restitution be credited to the judicial fund for programs approved by the supreme court that provide basic civil legal services to the 18 indigent. 19 SECTION 2. The change in law made by this Act applies only 20 to a civil penalty, payment, or civil restitution that is received 21 by the attorney general on or after the effective date of this Act. 22 23 A civil penalty, payment, or civil restitution received by the 24 attorney general before the effective date of this Act is governed by the law in effect immediately before the effective date of this 25 26 Act, and that law is continued in effect for that purpose. SECTION 3. This Act takes effect immediately if it receives 27

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a vote of two-thirds of all the members elected to each house, as
provided by Section 39, Article III, Texas Constitution. If this
Act does not receive the vote necessary for immediate effect, this
Act takes effect September 1, 2015.