1 AN ACT 2 relating to the transfer of driver and traffic safety education from the Texas Education Agency and the Department of Public Safety 3 to the Texas Department of Licensing and Regulation; changing the 4 5 amounts of certain fees. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

7 SECTION 1. Section 29.902(a), Education Code, is amended to read as follows: 8

9 (a) The Texas Department of Licensing and Regulation [agency] shall develop a program of organized instruction in driver 10 11 education and traffic safety for public school students. A student 12 who will be 15 years of age or older before a driver education and traffic safety course ends may enroll in the course. 13

14 SECTION 2. Section 51.308, Education Code, is amended to read as follows: 15

Sec. 51.308. DRIVER EDUCATION. A driver education course 16 for the purpose of preparing students to obtain a driver's license 17 may be offered by an institution of higher education, as defined by 18 Section 61.003, with the approval of the Texas Department of 19 20 Licensing and Regulation [Central Education Agency].

21 SECTION 3. Section 1001.001, Education Code, is amended by amending Subdivisions (2), (3), (4), and (5) and adding Subdivision 22 23 (13-a) to read as follows:

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(2) "Approved driving safety course" means a driving

1 safety course approved by the <u>department</u> [commissioner]. "Commission" ["Commissioner"] 2 (3) means the Texas Commission of Licensing and Regulation 3 [commissioner of education]. 4 5 (4) "Course provider" means an enterprise that: (A) maintains a place of business or solicits 6 7 business in this state; 8 (B) is operated by an individual, association, partnership, or corporation; and 9 10 (C) has received an approval for a driving safety course from the <u>department</u> [commissioner] or has been designated by 11 12 a person who has received that approval to conduct business and 13 represent the person in this state. 14 (5) "Department" means the Texas Department of 15 Licensing and Regulation [Public Safety]. 16 (13-a) "Executive director" means the executive 17 director of the department. SECTION 4. Section 1001.002(c), Education Code, is amended 18 to read as follows: 19 A driver education course is exempt from this chapter, 20 (c) other than Section 1001.055, if the course is: 21 conducted by a vocational driver training school 22 (1)operated to train or prepare a person for a field of endeavor in a 23 24 business, trade, technical, or industrial occupation; (2) conducted by a school or training program that 25 26 offers only instruction of purely avocational or recreational subjects as determined by the department [commissioner]; 27

(3) sponsored by an employer to train its own
 employees without charging tuition;

3 (4) sponsored by a recognized trade, business, or 4 professional organization with a closed membership to instruct the 5 members of the organization; or

6 (5) conducted by a school regulated and approved under 7 another law of this state.

8 SECTION 5. Section 1001.003, Education Code, is amended to 9 read as follows:

10 Sec. 1001.003. LEGISLATIVE INTENT REGARDING SMALL 11 BUSINESSES. It is the intent of the legislature that <u>commission</u> 12 [agency] rules that affect driver training schools that qualify as 13 small businesses be adopted and administered so as to have the least 14 possible adverse economic effect on the schools.

15 SECTION 6. Section 1001.004, Education Code, as amended by 16 Chapters 1253 (H.B. 339) and 1413 (S.B. 1317), Acts of the 81st 17 Legislature, Regular Session, 2009, is reenacted and amended to 18 read as follows:

Sec. 1001.004. COST OF ADMINISTERING CHAPTER. (a) Except as provided by Subsection (b), the cost of administering this chapter shall be included in the state budget allowance for the department [agency].

(b) The <u>department</u> [commissioner] may charge a fee to each driver education school in an amount not to exceed the actual expense incurred in the regulation of driver education courses established under Section 1001.1015.

27 SECTION 7. Sections 1001.051, 1001.052, and 1001.053,

1 Education Code, are amended to read as follows:

2 Sec. 1001.051. JURISDICTION OVER SCHOOLS. The <u>department</u> 3 [agency] has jurisdiction over and control of driver training 4 schools regulated under this chapter.

5 Sec. 1001.052. RULES. The <u>commission</u> [agency] shall adopt 6 [and administer] comprehensive rules governing driving safety 7 courses.

8 Sec. 1001.053. POWERS AND DUTIES OF <u>DEPARTMENT</u>, <u>COMMISSION</u>, 9 <u>AND EXECUTIVE DIRECTOR</u> [<u>COMMISSIONER</u>]. (a) The <u>department and</u> 10 <u>executive director</u>, as appropriate, [<u>commissioner</u>] shall:

11 (1) administer [the policies of] this chapter; 12 (2) enforce minimum standards for driver training 13 schools under this chapter;

14(3) [adopt and] enforce rules adopted by the15commission that are necessary to administer this chapter; and

16 (4) <u>inspect</u> [visit] a driver training school or course 17 provider and <u>reinspect</u> [reexamine] the school or course provider 18 for compliance with this chapter.

19 (b) The <u>executive director</u> [commissioner] may designate a 20 person knowledgeable in the administration of regulating driver 21 training schools to administer this chapter.

(c) <u>The commission shall adopt rules necessary to</u> administer this chapter. The <u>commission</u> [commissioner] may adopt rules to ensure the integrity of approved driving safety courses and to enhance program quality.

26 SECTION 8. The heading to Section 1001.054, Education Code,27 is amended to read as follows:

1 Sec. 1001.054. RULES RESTRICTING ADVERTISING [OR 2 COMPETITIVE BIDDING].

3 SECTION 9. Section 1001.054(c), Education Code, is amended 4 to read as follows:

5 (c) The <u>commission</u> [commissioner] by rule may restrict 6 advertising by a branch location of a driver training school so that 7 the location adequately identifies the primary location of the 8 school in a solicitation.

9 SECTION 10. Sections 1001.055(a), (a-1), (a-2), (b), and 10 (c), Education Code, are amended to read as follows:

The <u>department</u> [agency] shall provide to each licensed 11 (a) or exempt driver education school and to each parent-taught course 12 provider approved under this chapter driver education certificates 13 14 or certificate numbers to enable the school or [and each] approved 15 parent-taught course provider [(approved by the Texas Department of Public Safety under Section 521.205 of the Transportation Code)] to 16 17 print and issue department-approved [agency-approved] driver education certificates [with the certificate numbers] to certify 18 19 [be used for certifying] completion of an approved driver education course and [to] satisfy the requirements of Sections 521.204(a)(2), 20 Transportation Code, [and] 521.1601, Transportation Code, as added 21 by Chapter 1253 (H.B. 339), Acts of the 81st Legislature, Regular 22 Session, 2009, and 521.1601, Transportation Code, as added by 23 Chapter 1413 (S.B. 1317), Acts of the 81st Legislature, Regular 24 Session, 2009. 25

26 (a-1) A certificate printed and issued by a driver education
 27 school or <u>parent-taught</u> [Department of Public Safety approved]

1 course provider <u>approved under this chapter</u> must:

2 (1) be in a form required by the <u>department</u> [agency];
3 and

4 (2) include an identifying certificate number
5 provided by the <u>department</u> [agency] that may be used to verify the
6 authenticity of the certificate with the driver education school or
7 <u>approved parent-taught</u> [Department of Public Safety approved]
8 course provider.

(a-2) A 9 driver education school or parent-taught 10 [Department of Public Safety approved] course provider approved under this chapter that purchases driver education certificate 11 12 numbers shall provide for the printing and issuance of original and duplicate certificates in a manner that, to the greatest extent 13 14 possible, prevents the unauthorized production or the misuse of the 15 certificates. The driver education school or <u>approv</u>ed parent-taught [Department of Public Safety approved] course 16 17 provider shall electronically submit to the department [agency] in the manner established by the department [agency] data identified 18 19 by the department [agency] relating to issuance of 20 department-approved [agency=approved] driver education 21 certificates with the certificate numbers.

(b) The <u>commission</u> [agency] by rule shall provide for the design and distribution of the certificates and certificate numbers in a manner that, to the greatest extent possible, prevents the unauthorized reproduction or misuse of the certificates or certificate numbers.

27

(c) The commission by rule shall establish [agency may

1 charge] a fee [of not more than \$4] for each certificate or 2 certificate number.

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3 SECTION 11. Sections 1001.056(b), (c), (d), (e), and (g),
4 Education Code, are amended to read as follows:

5 (b) The <u>department</u> [agency] shall provide each licensed 6 course provider with course completion certificate numbers to 7 enable the provider to print and issue <u>department-approved</u> 8 [agency-approved] uniform certificates of course completion.

9 (c) The <u>commission</u> [agency] by rule shall provide for the 10 design of the certificates and the distribution of certificate 11 numbers in a manner that, to the greatest extent possible, prevents 12 the unauthorized production or the misuse of the certificates or 13 certificate numbers.

14

(d) A certificate under this section must:

15 (1) be in a form required by the <u>department</u> [agency];
16 and

17 (2) include an identifying number by which the
18 <u>department</u> [agency], a court, or the <u>Department of Public Safety</u>
19 [department] may verify its authenticity with the course provider.

(e) The <u>commission by rule shall establish</u> [agency may charge] a fee [of not more than \$4] for each course completion certificate number. A course provider that supplies a certificate to an operator shall collect from the operator a fee equal to the amount of the fee paid to the <u>department</u> [agency] for the certificate number.

26 (g) A course provider shall issue a duplicate certificate by27 United States mail or commercial delivery. The commission

[commissioner] by rule shall determine the amount of the fee for
 issuance of a duplicate certificate under this subsection.

3 SECTION 12. Section 1001.057, Education Code, is amended to 4 read as follows:

5 Sec. 1001.057. ELECTRONIC TRANSMISSION OF DRIVING SAFETY 6 COURSE INFORMATION. The <u>department</u> [agency] shall investigate 7 options to develop and implement procedures to electronically 8 transmit information relating to driving safety courses to 9 municipal and justice courts.

SECTION 13. Subchapter B, Chapter 1001, Education Code, is amended by adding Section 1001.058 to read as follows:

Sec. 1001.058. ADVISORY COMMITTEE. (a) The commission shall establish an advisory committee to advise the commission and department on rules and educational and technical matters relevant to the administration of this chapter.

16 (b) The advisory committee consists of eleven members 17 appointed for staggered six-year terms by the presiding officer of 18 the commission, with the approval of the commission, as follows:

19(1) one member representing a driver education school20that offers a traditional classroom course and in-car training;

21 (2) one member representing a driver education school 22 that offers a traditional classroom course, alternative methods of 23 instruction, or in-car training;

24 (3) one member representing a driving safety school 25 offering a traditional classroom course or providing an alternative 26 method of instruction; 27 (4) one member representing a driving safety course

H.B. No. 1786 1 provider approved for a traditional classroom course and for an 2 alternative method of instruction; 3 (5) one member representing a driving safety course provider approved for a traditional classroom course or for an 4 5 alternative method of instruction; 6 (6) one licensed instructor; 7 (7) one representative of the Department of Public 8 Safety; 9 (8) one member representing a drug and alcohol driving 10 awareness program course provider; (9) one member representing a parent-taught course 11 12 provider; and 13 (10) two members representing the public. 14 (c) The presiding officer of the commission shall appoint 15 the presiding officer of the advisory committee. The presiding officer of the advisory committee may vote on any matter before the 16 17 advisory committee. 18 (d) A member may not serve two consecutive full terms. 19 (e) If a vacancy occurs during a term, the presiding officer of the commission, with the approval of the commission, shall 20 appoint a replacement who meets the qualifications of the vacated 21 22 position to serve for the remainder of the term. (f) A member of the advisory committee may be removed from 23 24 the advisory committee as provided by Section 51.209, Occupations 25 Code. 26 (g) Members of the advisory committee may not receive compensation but are entitled to reimbursement for actual and 27

1	necessary expenses incurred in performing the functions of the
2	advisory committee, subject to the General Appropriations Act.
3	(h) The committee shall meet at the call of the presiding
4	officer of the commission.
5	(i) Chapter 2110, Government Code, does not apply to the
6	advisory committee.
7	SECTION 14. The heading to Subchapter C, Chapter 1001,
8	Education Code, is amended to read as follows:
9	SUBCHAPTER C. OPERATION OF DRIVER EDUCATION SCHOOL [CURRICULUM]
10	SECTION 15. Sections 1001.101(a) and (b), Education Code,
11	are amended to read as follows:
12	(a) The <u>commission</u> [commissioner] by rule shall establish
13	or approve the curriculum and designate the educational materials
14	[textbooks] to be used in a driver education course for minors and
15	adults, including a driver education course conducted by a school
16	district, driver education school, or parent or other individual
17	under this chapter [Section 521.205, Transportation Code].
18	(b) A driver education course must require the student to
19	complete:
20	(1) 7 hours of behind-the-wheel instruction in the
21	presence of a person who holds a driver education instructor
22	license or who meets the requirements for a driver education course
23	conducted by a parent or other individual under Section 1001.112
24	[imposed under Section 521.205, Transportation Code];
25	(2) 7 hours of observation instruction in the presence
26	of a person who holds a driver education instructor license or who
27	meets the requirements for a driver education course conducted by a

1 parent or other individual under Section 1001.112 [imposed under 2 Section 521.205, Transportation Code]; and

3 (3) 30 hours of behind-the-wheel instruction, 4 including at least 10 hours of instruction that takes place at 5 night, in the presence of an adult who meets the requirements of 6 Section 521.222(d)(2), Transportation Code.

7 SECTION 16. Section 1001.1015(a), Education Code, is 8 amended to read as follows:

9 (a) The <u>commission</u> [commissioner] by rule shall establish 10 the curriculum and designate the educational materials to be used 11 in a driver education course exclusively for adults.

SECTION 17. Section 1001.102, Education Code, is amended to read as follows:

Sec. 1001.102. ALCOHOL AWARENESS INFORMATION. (a) The <u>commission</u> [agency] by rule shall require that information relating to alcohol awareness and the effect of alcohol on the effective operation of a motor vehicle be included in the curriculum of any driver education course or driving safety course.

(b) In developing rules under this section, the <u>commission</u> [agency] shall consult with the <u>Department of Public Safety</u> [department].

22 SECTION 18. Section 1001.1025, Education Code, is amended 23 to read as follows:

Sec. 1001.1025. MOTORCYCLE AWARENESS INFORMATION. (a) The <u>commission</u> [agency] by rule shall require that information relating to motorcycle awareness, the dangers of failing to yield the right-of-way to a motorcyclist, and the need to share the road with

motorcyclists be included in the curriculum of any driver education
 course or driving safety course.

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3 (b) In developing rules under this section, the <u>commission</u>
4 [agency] shall consult with the <u>Department of Public Safety</u>
5 [department].

6 SECTION 19. Sections 1001.103(b), (d), and (e), Education 7 Code, are amended to conform to S.B. 219, Acts of the 84th 8 Legislature, Regular Session, 2015, and further amended to read as 9 follows:

10 (b) The <u>department</u> [agency] shall develop standards for a 11 separate school certification and approve curricula for drug and 12 alcohol driving awareness programs that include one or more 13 courses. Except as provided by <u>commission</u> [agency] rule, a program 14 must be offered in the same manner as a driving safety course.

15 (d) <u>The department</u> [In accordance with Section 461.013(b), 16 <u>Health and Safety Code, the agency</u>] and the <u>Department of State</u> 17 <u>Health Services</u> [Texas Commission on Alcohol and Drug Abuse] shall 18 enter into a memorandum of understanding for the interagency 19 approval of the required curricula.

(e) <u>The commission</u> [Notwithstanding Section 1001.056,
Subchapter D, and Sections 1001.213 and 1001.303, the commissioner]
may establish fees in connection with the programs under this
section. The fees must be in amounts reasonable and necessary to
administer the <u>department's</u> [agency's] duties under this section.

25 SECTION 20. Sections 1001.104 and 1001.105, Education Code, 26 are amended to read as follows:

27 Sec. 1001.104. HOSPITAL AND REHABILITATION FACILITIES. (a)

1 The <u>department</u> [agency] shall enter into a memorandum of understanding with the state agency responsible for administering 2 the vocational <u>rehabilitation program</u> [Texas Rehabilitation 3 Commission] and the Department of Public Safety [department] for 4 5 the interagency development of curricula and licensing criteria for hospital and rehabilitation facilities that teach 6 driver education. 7

8 (b) The department [agency] shall administer comprehensive rules governing driver education courses developed through 9 10 interagency cooperation between [adopted by mutual agreement among] the commission [agency], the state agency responsible for 11 12 administering the vocational rehabilitation program [Texas Rehabilitation Commission], and the Department of Public Safety 13 14 [department].

15 Sec. 1001.105. TEXAS DEPARTMENT OF INSURANCE. The 16 <u>department</u> [agency] shall enter into a memorandum of understanding 17 with the Texas Department of Insurance for the [interagency] 18 development of a curriculum for driving safety courses.

SECTION 21. Sections 1001.106(b), (c), and (d), Education Code, are amended to read as follows:

(b) The <u>commission</u> [commissioner] by rule shall provide minimum standards of curriculum relating to operation of vehicles at railroad and highway grade crossings.

(c) <u>Subchapter F, Chapter 51, Occupations Code, and Section</u>
 <u>51.353, Occupations Code,</u> [Sections 1001.454, 1001.456, and
 <u>1001.553</u>] do not apply to a violation of this section or a rule
 adopted under this section.

1 (d) <u>Section 51.352, Occupations Code, and</u> Sections
2 1001.455(a)(6)[, 1001.501, 1001.551, 1001.552,] and 1001.554 of
3 <u>this code</u> do not apply to a violation of this section.

4 SECTION 22. Section 1001.107, Education Code, is amended to 5 read as follows:

6 Sec. 1001.107. INFORMATION RELATING TO LITTER PREVENTION. 7 (a) The <u>commission</u> [commissioner] by rule shall require that 8 information relating to litter prevention be included in the 9 curriculum of each driver education and driving safety course.

10 (b) In developing rules under this section, the <u>commission</u> 11 [commissioner] shall consult the <u>Department of Public Safety</u> 12 [department].

13 SECTION 23. Sections 1001.108(a) and (c), Education Code, 14 are amended to read as follows:

15 (a) The <u>commission</u> [commissioner] by rule shall require 16 that information relating to anatomical gifts be included in the 17 curriculum of each driver education course and driving safety 18 course.

(c) In developing rules under this section, the <u>commission</u>
[commissioner] shall consult with [the department and] the [Texas]
Department of <u>State</u> Health <u>Services</u>.

22 SECTION 24. Section 1001.110, Education Code, is amended to 23 read as follows:

24 Sec. 1001.110. INFORMATION RELATING TO DRIVING 25 DISTRACTIONS. (a) The <u>commission</u> [commissioner] by rule shall 26 require that information relating to the effect of using a wireless 27 communication device or engaging in other actions that may distract

1 a driver on the safe or effective operation of a motor vehicle be 2 included in the curriculum of each driver education course or 3 driving safety course.

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4 (b) In developing rules under this section, the <u>commission</u>
5 [commissioner] shall consult with the <u>Department of Public Safety</u>
6 [department].

7 SECTION 25. Section 1001.111(a), Education Code, is amended 8 to read as follows:

9 (a) The <u>commission</u> [commissioner] by rule shall provide 10 minimum standards of curriculum for and designate the educational 11 materials to be used in a driving safety course designed for drivers 12 younger than 25 years of age.

SECTION 26. Subchapter C, Chapter 1001, Education Code, is amended by adding Section 1001.112 to read as follows:

15 Sec. 1001.112. PARENT-TAUGHT DRIVER EDUCATION. (a) The commission by rule shall provide for approval of a driver education 16 17 course conducted by the parent, stepparent, foster parent, legal guardian, grandparent, or step-grandparent of a person who is 18 19 required to complete a driver education course to obtain a Class C license. The rules must provide that the student driver spend a 20 minimum number of hours in classroom and behind-the-wheel 21 22 instruction and that the person conducting the course:

23 (1) possess a valid license for the preceding three 24 years that has not been suspended, revoked, or forfeited in the past 25 three years for an offense that involves the operation of a motor 26 vehicle;

27 (2) has not been convicted of:

1	(A) criminally negligent homicide; or
2	(B) driving while intoxicated;
3	(3) is not disabled because of mental illness; and
4	(4) does not have six or more points assigned to the
5	person's driver's license under Subchapter B, Chapter 708,
6	Transportation Code, at the time the person begins conducting the
7	course.
8	(b) The department may approve a course described by
9	Subsection (a) if the department determines that the course
10	materials are at least equal to those required in a course approved
11	by the department, and the department may not require that:
12	(1) the classroom instruction be provided in a room
13	with particular characteristics or equipment; or
14	(2) the vehicle used for the behind-the-wheel
15	instruction have equipment other than the equipment otherwise
16	required by law for operation of the vehicle on a highway while the
17	vehicle is not being used for driver training.
18	(c) The rules must provide a method by which:
19	(1) approval of a course is obtained;
20	(2) an applicant submits proof of completion of the
21	course;
22	(3) approval for delivering course materials by an
23	alternative method, including electronic means, is obtained;
24	(4) a provider of a course approved under this section
25	may administer to an applicant the highway sign and traffic law
26	parts of the examination as provided by Section 521.1655(a-1),
27	Transportation Code, through electronic means; and

(5) an applicant submits proof of passage of an 1 2 examination administered under Subdivision (4). (d) Completion of a driver education course approved under 3 this section has the same effect under this chapter as completion of 4 a driver education course approved by the department. 5 6 SECTION 27. Section 1001.151, Education Code, is amended to read as follows: 7 8 Sec. 1001.151. APPLICATION, LICENSE, AND REGISTRATION FEES. (a) The commission by rule [commissioner] shall establish 9 [collect] application, license, and registration fees. The fees 10 must be in amounts sufficient to cover administrative costs and are 11 The department shall collect the application, 12 nonrefundable. license, and registration fees. 13 14 (b) The commission by rule shall establish a fee for: 15 (1) an initial driver education school license and [is \$1,000 plus \$850] for each branch location; [-] 16 17 (2) [(c) The fee for] an initial driving safety school license; 18 19 (3) [is an appropriate amount established by the commissioner not to exceed \$200. 20 21 [(d) The fee for] an initial course provider license [is an appropriate amount established by the commissioner not to exceed 22 23 \$2,000], except that the executive director [agency] may waive the 24 fee; [if revenue received from the course provider is sufficient to cover the cost of licensing the course provider.] 25 26 (4) the [(e) The] annual renewal [fee] for a course provider, driving safety school, driver education school, or branch 27

location [is an appropriate amount established by the commissioner 1 not to exceed \$200], except that the executive director [agency] 2 3 may waive the fee if revenue generated by the issuance of course completion certificate numbers and driver education certificates 4 5 is sufficient to cover the cost of administering this chapter and Article 45.0511, Code of Criminal Procedure; [-] 6

7

(5) [(f) The fee for] a change of address of [+ 8 [(1)] a driver education school, [is \$180; and 9 [(2) a] driving safety school, or course provider; [is \$50.] 10 (6) [(g) The fee for] a change of name of: 11 12 (A) [(1)] a driver education school or course provider or an owner of a driver education school or course provider 13 [is \$100]; <u>or</u> [and] 14

15 (B) [(2)] a driving safety school or owner of a driving safety school; [is \$50.] 16

17 (7) [(h) The application fee for] each additional driver education or driving safety course at a driver training 18 19 school; and [is \$25.]

(8) an initial [(i) The application fee for:

20

21

[(1) each director is \$30; and

[(2) each assistant director or administrative 22 ctaff 23 member is \$15.

24 [(j) Each] application for approval of a driving safety course that has not been evaluated by the department [commissioner 25 must be accompanied by a nonrefundable fee of \$9,000]. 26

(c) [(k)] An application for an initial [original] driver 27

education or driving safety instructor license must be accompanied by a processing fee [of \$50] and an annual license fee [of \$25], except that the <u>department</u> [commissioner] may not collect the processing fee from an applicant for a driver education instructor license who is currently teaching a driver education course in a public school in this state.

7 <u>(d)</u> [(1)] The <u>commission</u> [commissioner] shall establish the 8 amount of the fee for a duplicate license.

9 (e) [(m)] The <u>commission</u> [commissioner] may establish a fee 10 for an application for approval to offer a driver education course 11 by an alternative method of instruction under Section 1001.3541 [in 12 an amount the commissioner considers appropriate, not to exceed the 13 amount sufficient to cover the costs of considering the 14 application].

15 SECTION 28. Section 1001.202(b), Education Code, is amended 16 to read as follows:

17 (b) A driving safety school may use multiple classroom18 locations to teach a driving safety course if each location:

19 (1) is approved by the parent school and the 20 <u>department</u> [agency];

21

22

(2) has the same name as the parent school; and

(3) has the same ownership as the parent school.

23 SECTION 29. Sections 1001.204, 1001.205, and 1001.206, 24 Education Code, are amended to read as follows:

Sec. 1001.204. REQUIREMENTS FOR DRIVER EDUCATION SCHOOL
 LICENSE. (a) The commission by rule [commissioner] shall establish
 the criteria [approve an application] for a driver education school

1 license.

2 (b) The department shall approve an application for a driver 3 education school license if the application is submitted on a form 4 approved by the executive director, includes the fee, and on 5 inspection [if, on investigation] of the premises of the school, it 6 is determined that the school:

7 (1) has courses, curricula, and instruction of a 8 quality, content, and length that reasonably and adequately achieve 9 the stated objective for which the courses, curricula, and 10 instruction are offered;

11 (2) has adequate space, equipment, instructional 12 material, and instructors to provide training of good quality in 13 the classroom and behind the wheel;

14 (3) has [directors,] instructors[, and 15 administrators] who have adequate educational qualifications and 16 experience;

17 (4) provides to each student before enrollment: (A) a copy of: 18 (i) the refund policy; 19 20 (ii) the schedule of tuition, fees, and other charges; and 21 22 (iii) the regulations relating to absence, grading policy, and rules of operation and conduct; and 23 24 (B) the department's name, mailing address, [and] telephone number, and Internet website address [of the 25

26 agency] for the purpose of directing complaints to the <u>department</u> 27 [agency];

1 (5) maintains adequate records as prescribed by the 2 <u>department</u> [commissioner] to show attendance and progress or grades 3 and enforces satisfactory standards relating to attendance, 4 progress, and conduct;

5 (6) on completion of training, issues each student a 6 certificate indicating the course name and satisfactory 7 completion;

8 (7) complies with all county, municipal, state, and 9 federal regulations, including fire, building, and sanitation 10 codes and assumed name registration;

11 (8) is financially sound and capable of fulfilling its 12 commitments for training;

13 (9) has [administrators, directors,] owners[,] and
14 instructors who are of good reputation and character;

(10) maintains and publishes as part of its student enrollment contract the proper policy for the refund of the unused portion of tuition, fees, and other charges if a student fails to take the course or withdraws or is discontinued from the school at any time before completion;

(11) does not use erroneous or misleading advertising,
either by actual statement, omission, or intimation, as determined
by the <u>department</u> [commissioner];

(12) does not use a name similar to the name of another existing school or tax-supported educational institution in this state, unless specifically approved in writing by the <u>executive</u> <u>director</u> [commissioner];

27

(13) submits to the department [agency] for approval

the applicable course hour lengths and curriculum content for each
 course offered by the school;

3 (14) does not owe an administrative penalty <u>for a</u>
4 <u>violation of</u> [under] this chapter; and

5 (15) meets any additional criteria required by the
6 <u>department</u> [agency].

Sec. 1001.205. REQUIREMENTS FOR DRIVING SAFETY SCHOOL
LICENSE. (a) The commission by rule [commissioner] shall establish
the criteria [approve an application] for a driving safety school
license.

11 (b) The department shall approve an application for a 12 driving safety school license if the application is submitted on a 13 form approved by the executive director, includes the fee, and on 14 inspection of the premises of the school, [if on investigation] the 15 department [agency] determines that the school:

16 (1) has driving safety courses, curricula, and 17 instruction of a quality, content, and length that reasonably and 18 adequately achieve the stated objective for which the course, 19 curricula, and instruction are developed by the course provider;

(2) has adequate space, equipment, instructional
material, and instructors to provide training of good quality;

(3) has instructors [and administrators] who have
 adequate educational qualifications and experience;

(4) maintains adequate records as prescribed by the
 <u>department</u> [commissioner] to show attendance and progress or grades
 and enforces satisfactory standards relating to attendance,
 progress, and conduct;

H.B. No. 1786 complies with all county, municipal, state, and 1 (5) federal laws, including fire, building, and sanitation codes and 2 3 assumed name registration; 4 (6) has $[administrators_{\tau}]$ owners $[\tau]$ and instructors 5 who are of good reputation and character; 6 (7) does not use erroneous or misleading advertising, 7 either by actual statement, omission, or intimation, as determined 8 by the department [commissioner]; does not use a name similar to the name of another 9 (8) 10 existing school or tax-supported educational establishment in this state, unless specifically approved in writing by the executive 11 12 director [commissioner]; (9) maintains and uses the approved contract 13 and 14 policies developed by the course provider; 15 (10) does not owe an administrative penalty for a violation of [under] this chapter; 16 17 (11)will not provide a driving safety course to a person for less than \$25; and 18 meets additional criteria required 19 (12)by the department [commissioner]. 20 Sec. 1001.206. REQUIREMENTS FOR COURSE PROVIDER LICENSE. 21 (a) The commission by rule [commissioner] shall establish criteria 22 [approve an application] for a course provider license. 23 24 (b) The department shall approve an application for a course provider license if the application is submitted on a form approved 25 26 by the executive director, includes the fee, and on inspection of the premises of the school [if on investigation] the department 27

1 [agency] determines that: the course provider has an approved course that at 2 (1)3 least one licensed driving safety school is willing to offer; (2) the course provider has adequate educational 4 5 qualifications and experience; (3) the course provider will: 6 7 (A) develop and provide to each driving safety school that offers the approved course a copy of: 8 9 (i) the refund policy; and 10 (ii) the regulations relating to absence, grading policy, and rules of operation and conduct; and 11 12 (B) provide to the driving safety school the department's name, mailing address, [and] telephone number, and 13 Internet website address [of the agency] for the purpose of 14 15 directing complaints to the <u>department</u> [agency]; a copy of the information provided to each driving 16 (4) 17 safety school under Subdivision (3) will be provided to each student by the school before enrollment; 18 (5) not later than the 15th working day after the date 19 a [the] person successfully completes the course, the course 20 provider will issue and deliver to the person by United States mail 21 or commercial delivery [mail] a uniform certificate of course 22 completion [to the person] indicating the course 23 name and 24 successful completion; 25 (6) the course provider maintains adequate records as 26 prescribed by the department [commissioner] to show attendance and progress or grades and enforces satisfactory standards relating to 27

1 attendance, progress, and conduct;

2 (7) the course provider complies with all county,
3 municipal, state, and federal laws, including assumed name
4 registration and other applicable requirements;

5 (8) the course provider is financially sound and6 capable of fulfilling its commitments for training;

7 (9) the course provider is of good reputation and 8 character;

9 (10) the course provider maintains and publishes as a 10 part of its student enrollment contract the proper policy for the 11 refund of the unused portion of tuition, fees, and other charges if 12 a student fails to take the course or withdraws or is discontinued 13 from the school at any time before completion;

(11) the course provider does not use erroneous or misleading advertising, either by actual statement, omission, or intimation, as determined by the <u>department</u> [commissioner];

(12) the course provider does not use a name similar to the name of another existing school or tax-supported educational institution in this state, unless specifically approved in writing by the <u>executive director</u> [commissioner];

21 (13)the course provider does not owe an administrative penalty for a violation of [under] this chapter; and 22 the course provider meets additional criteria 23 (14)24 required by the <u>department</u> [commissioner].

25 SECTION 30. Sections 1001.207(a) and (b), Education Code, 26 are amended to read as follows:

27 (a) Before a driver education school may be issued a

H.B. No. 1786 license, the school must file a corporate surety bond with the 1 department [commissioner] in the amount of: 2 3 (1)\$10,000 for the primary location of the school; 4 and \$5,000 for each branch location. 5 (2) A bond issued under Subsection (a) must be: (b) 6 7 (1)issued in a form approved by the department 8 [commissioner]; 9 (2) issued by a company authorized to do business in this state; 10 payable to the <u>department</u> [state] to be used only 11 (3) for payment of a refund due to a student or potential student; 12 (4) conditioned on the compliance of the school and 13 14 its officers, agents, and employees with this chapter and rules 15 adopted under this chapter; and 16 (5) issued for a period corresponding to the term of the license. 17 SECTION 31. Section 1001.209(b), Education Code, is amended 18 to read as follows: 19 A bond issued under Subsection (a) must be: 20 (b) 21 (1)issued by a company authorized to do business in this state; 22 23 (2) payable to the <u>department</u> [state] to be used: 24 (A) for payment of a refund due a student of the 25 course provider's approved course; 26 (B) to cover the payment of unpaid fees or 27 penalties assessed by the executive director or the commission

1 [agency]; or 2 (C) to recover any cost associated with providing course completion certificate numbers, including the cancellation 3 of certificate numbers; 4 5 (3) conditioned on the compliance of the course provider and its officers, agents, and employees with this chapter 6 and rules adopted under this chapter; and 7 8 (4) issued for a period corresponding to the term of 9 the license. SECTION 32. Section 1001.210, Education Code, is amended to 10 read as follows: 11 Sec. 1001.210. ALTERNATE FORM OF SECURITY. Instead of the 12 bond required by Section 1001.207 or 1001.209, a driver education 13 14 school or course provider may provide another form of security that 15 is: 16 (1) [(A)] approved by the <u>department</u> [commissioner]; 17 and (2) $\left[\frac{B}{B}\right]$ in the amount required for a comparable bond 18 under Section 1001.207 or 1001.209. 19 20 SECTION 33. Sections 1001.211(a) and (b), Education Code, are amended to read as follows: 21 The executive director [commissioner] shall issue a 22 (a) 23 license to an applicant for a license under this subchapter if: 24 (1) the application is submitted in accordance with 25 this subchapter; and 26 (2) the applicant meets the requirements of this 27 chapter.

H.B. No. 1786 1 (b) A license must be in a form determined by the department 2 [commissioner] and must show in a clear and conspicuous manner: the date of issuance, effective date, and term of 3 (1)the license; 4 5 (2) the name and address of the driver training school or course provider; 6 7 (3) the authority for and conditions of approval; and 8 (4)[the commissioner's signature; and 9 [(5)] any other fair and reasonable representation that is consistent with this chapter and that the department 10 [commissioner] considers necessary. 11 SECTION 34. Sections 1001.213(c) and (d), Education Code, 12 are amended to read as follows: 13 14 (c) The commission by rule may establish [Instead of the] fees [required by Section 1001.151, the fee] for a new driver 15 education school or course provider license under Subsection (b) 16 17 and [is \$500, plus \$200] for each branch location[τ] if: 18 the new owner is substantially similar to the (1)19 previous owner; and 20 (2) there is no significant change in the management 21 or control of the driver education school or course provider. The department may inspect [commissioner is not 22 (d) required to reinspect] a school or a branch location after a change 23 24 of ownership. 25 SECTION 35. Section 1001.214, Education Code, is amended to 26 read as follows: Sec. 1001.214. DUPLICATE LICENSE. A duplicate license may 27

1 be issued to a driver training school or course provider if:

2 (1) the original license is lost or destroyed; and
3 (2) an affidavit of that fact is filed with the
4 <u>department</u> [agency].

5 SECTION 36. Section 1001.251, Education Code, is amended to 6 read as follows:

7 Sec. 1001.251. LICENSE REQUIRED FOR INSTRUCTOR. (a) A 8 person may not teach or provide driver education, either as an 9 individual or in a driver education school, or conduct any phase of 10 driver education, unless the person holds a driver education 11 instructor license issued by the <u>executive director</u> [agency].

(b) A person may not teach or provide driving safety training, either as an individual or in a driving safety school, or conduct any phase of driving safety education, unless the person holds a driving safety instructor license issued by the <u>executive</u> <u>director</u> [agency]. This subsection does not apply to an instructor of a driving safety course that does not provide a uniform certificate of course completion to its graduates.

SECTION 37. Sections 1001.2511(b), (c), (d), (e), and (f),
Education Code, are amended to read as follows:

(b) The <u>department</u> [agency] shall review the national criminal history record information of a person who holds a license described by Subsection (a).

(c) The <u>executive director</u> [agency] shall place a license described by Subsection (a) on inactive status for the license holder's failure to comply with a deadline for submitting information required under this section.

1 (d) The <u>department</u> [agency] may allow a person who is 2 applying for a license described by Subsection (a) and who 3 currently resides in another state to submit the person's 4 fingerprints and other required information in a manner that does 5 not impose an undue hardship on the person.

6 (e) The <u>commission</u> [commissioner] may adopt rules to 7 administer this section, including rules establishing:

8 (1) deadlines for a person to submit fingerprints and 9 photographs in compliance with this section;

10 (2) sanctions for a person's failure to comply with the 11 requirements of this section, including suspension or revocation of 12 or refusal to issue a license described by Subsection (a); and

13 (3) notification to a driver education school of 14 relevant information obtained by the <u>department</u> [agency] under this 15 section.

16 (f) The <u>department</u> [agency] is not civilly or criminally 17 liable for an action taken in compliance with this section.

18 SECTION 38. Section 1001.2512, Education Code, is amended 19 to read as follows:

Sec. 1001.2512. FEES FOR CRIMINAL HISTORY 20 RECORD 21 INFORMATION REVIEW. The <u>commission</u> [commissioner] by rule shall require a person submitting to a national criminal history record 22 information review under Section 1001.2511 or the driver education 23 24 school employing the person, as determined by the department [agency], to pay a fee for the review in an amount not to exceed the 25 26 amount of any fee imposed on an application for certification under 27 Subchapter B, Chapter 21, for a national criminal history record

1 information review under Section 22.0837.

2 SECTION 39. Sections 1001.2514(a), (b), and (d), Education
3 Code, are amended to read as follows:

4 (a) A driver education school shall discharge or refuse to
5 hire as an instructor an employee or applicant for employment if the
6 <u>department</u> [agency] obtains information through a criminal history
7 record information review that:

8 (1) the employee or applicant has been convicted of: 9 (A) a felony offense under Title 5, Penal Code; 10 (B) an offense on conviction of which a defendant 11 is required to register as a sex offender under Chapter 62, Code of

12 Criminal Procedure; or

13 (C) an offense under the laws of another state or 14 federal law that is equivalent to an offense under Paragraph (A) or 15 (B); and

16 (2) at the time the offense occurred, the victim of the 17 offense described by Subdivision (1) was under 18 years of age or 18 was enrolled in a public school.

(b) The <u>executive director</u> [agency] shall suspend or revoke a license described by Section 1001.2511(a) held by a person under this subchapter and shall refuse to issue or renew a license described by Section 1001.2511(a) to a person under this subchapter if the person has been convicted of an offense described by Subsection (a) of this section.

(d) A driver education school may discharge an employee who serves as an instructor if the school obtains information of the employee's conviction of a felony or of a misdemeanor involving

1 moral turpitude that the employee did not disclose to the school or
2 the <u>department</u> [agency]. An employee discharged under this
3 subsection is considered to have been discharged for misconduct for
4 purposes of Section 207.044, Labor Code.

5 SECTION 40. Section 1001.253, Education Code, is amended by 6 amending Subsections (a), (b), (c), (d), (e), and (f) and adding 7 Subsection (h) to read as follows:

8 (a) The <u>department</u> [commissioner] shall establish standards 9 for certification of [professional and paraprofessional] personnel 10 who conduct driver education programs in driver education schools.

11 (b) A driver education instructor license authorizing a 12 person to teach or provide behind-the-wheel training may not be 13 issued unless the person has successfully completed six semester 14 hours of driver and traffic safety education or a program of study 15 in driver education approved by the <u>department</u> [commissioner] from 16 an approved driver education school.

(c) A person who holds a driver education instructor license authorizing behind-the-wheel training may not be approved to assist a classroom instructor in the classroom phase of driver education unless the person has successfully completed the three additional semester hours of training required for a classroom instructor or a program of study in driver education approved by the <u>department</u> [<u>commissioner</u>].

(d) Except as provided by Subsection (g) or Section 25 1001.254, a driver education instructor license authorizing a 26 person to teach or provide classroom training may not be issued 27 unless the person:

1 (1) has completed nine semester hours of driver and 2 traffic safety education or a program of study in driver education 3 approved by the <u>department</u> [commissioner] from an approved driver 4 education school; and

5 (2) holds a teaching certificate and any additional6 certification required to teach driver education.

7 A driver education instructor who has completed the (e) 8 educational requirements prescribed by Subsection (d)(1) may not has teach instructor training classes unless the instructor 9 10 successfully completed a supervising instructor development program consisting of at least six additional semester hours or a 11 program of study in driver education approved by the department 12 [commissioner] that includes administering driver 13 education 14 programs and supervising and administering traffic safety 15 education.

16 (f) A driver education school may submit for <u>department</u> 17 [agency] approval a curriculum for an instructor development 18 program for driver education instructors. The program must:

(1) be taught by a person who has completed a
supervising instructor development program under Subsection (e);
and

(2) satisfy the requirements of this section for theparticular program or type of training to be provided.

(h) The classroom portion of the instructor development
 program for driver education instructors may be conducted online.

26 SECTION 41. Section 1001.254(a), Education Code, is amended 27 to read as follows:

H.B. No. 1786 1 (a) A temporary driver education instructor license may be issued authorizing a person to teach or provide classroom driver 2 3 education training if the person: 4 (1) has completed the educational requirements 5 prescribed by Section 1001.253(d)(1); 6 (2) holds a Texas teaching certificate with an 7 effective date before February 1, 1986; 8 (3) meets all license requirements, other than successful completion of the examination required under rules 9 adopted by the State Board for Educator Certification to revalidate 10 the teaching certificate; and 11 12 (4) demonstrates, in a manner prescribed by the [commissioner], the intention to comply with 13 department the 14 examination requirement at the first available opportunity. 15 SECTION 42. Sections 1001.255(a), (b), and (c), Education Code, are amended to read as follows: 16 The <u>department</u> [agency] shall regulate as a driver 17 (a) education school a driver education instructor who: 18 teaches driver education courses in a county 19 (1)having a population of 50,000 or less; and 20 21 (2) does not teach more than 200 students annually. An instructor described by Subsection (a) must submit to 2.2 (b) 23 the <u>department</u> [agency] an application for an initial or renewal 24 driver education school license, together with all required documentation and information. 25 (c) The executive director [commissioner] may waive initial 26

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or renewal driver education school license fees [or the fee for a

director or administrative staff member]. 1 SECTION 43. Section 1001.256, Education Code, is amended to 2 3 read as follows: 4 Sec. 1001.256. DUPLICATE LICENSE. A duplicate license may 5 be issued to a driver education instructor or driving safety 6 instructor if: 7 (1) the original license is lost or destroyed; and 8 (2) an affidavit of that fact is filed with the department [agency]. 9 SECTION 44. Sections 1001.303(c) and (d), Education Code, 10 are amended to read as follows: 11 The department [commissioner] may inspect [reexamine] a 12 (C) driver education school's premises. 13 14 (d) The department [commissioner] shall renew or cancel the 15 driver education school, driving safety school, or course provider license. 16 SECTION 45. Sections 1001.304(b) and (c), Education Code, 17 are amended to read as follows: 18 19 (b) The continuing education must be: (1) 20 in courses approved by the department [commissioner]; and 21 22 (2) for the number of hours established by the 23 commission [commissioner]. 24 (c) An applicant who does not comply with Subsection (a) must pay a late renewal fee in the amount established by commission 25 26 rule [of \$25]. SECTION 46. Sections 1001.351(a) and (b), Education Code, 27

1 are amended to read as follows:

(a) Not later than the 15th working day after the course
completion date, a course provider or a person at the course
provider's facilities shall issue <u>and deliver by United States mail</u>
<u>or commercial delivery</u> a uniform certificate of course completion
[by mail or commercial delivery] to a person who successfully
completes an approved driving safety course.

8 (b) A course provider shall electronically submit to the 9 <u>department</u> [agency] in the manner established by the <u>department</u> 10 [agency] data identified by the <u>department</u> [agency] relating to 11 uniform certificates of course completion issued by the course 12 provider.

13 SECTION 47. Sections 1001.354(a) and (b), Education Code, 14 are amended to read as follows:

(a) A driving safety course may be taught at a driving
safety school if the school is approved by the <u>department</u> [agency].

(b) A driving safety school may teach an approved driving safety course by an alternative method that does not require students to be present in a classroom if the <u>department</u> [<u>commissioner</u>] approves the alternative method. The <u>department</u> [<u>commissioner</u>] may approve the alternative method if:

(1) the <u>department</u> [commissioner] determines that the approved driving safety course can be taught by the alternative method; and

(2) the alternative method includes testing and
security measures that are at least as secure as the measures
available in the usual classroom setting.
SECTION 48. Section 1001.3541, Education Code, is amended
to read as follows:

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3 Sec. 1001.3541. ALTERNATIVE METHOD OF INSTRUCTION FOR 4 DRIVER EDUCATION COURSE. (a) A driver education school may teach 5 all or part of the classroom portion of an approved driver education 6 course by an alternative method of instruction that does not 7 require students to be present in a classroom if the <u>department</u> 8 [<u>commissioner</u>] approves the alternative method.

9 (b) The <u>department</u> [commissioner] may approve the 10 alternative method only if:

(1) the alternative method includes testing and security measures that the <u>department</u> [commissioner] determines are at least as secure as the measures available in the usual classroom setting; and

15 (2) the course, with the use of the alternative 16 method, satisfies any other requirement applicable to a course in 17 which the classroom portion is taught to students in the usual 18 classroom setting.

SECTION 49. Sections 1001.404(b) and (c), Education Code, are amended to read as follows:

(b) The <u>department</u> [commissioner] shall establish annually the rate of interest for a refund at a rate sufficient to provide a deterrent to the retention of student money.

(c) The <u>department</u> [agency] may except a driver education school or course provider from the payment of interest if the school or course provider makes a good-faith effort to refund tuition, fees, and other charges but is unable to locate the student to whom

1 the refund is owed. On request of the <u>department</u> [agency], the school or course provider shall document the effort to locate a 2 3 student. 4 SECTION 50. Sections 1001.451 and 1001.452, Education Code, 5 are amended to read as follows: Sec. 1001.451. PROHIBITED PRACTICES. A person may not: 6 7 (1) use advertising that is false, misleading, or deceptive [designed to mislead or deceive a prospective student]; 8 fail to notify the department [commissioner] of 9 (2) 10 the discontinuance of the operation of a driver training school before the 15th [fourth] working day after the date of cessation of 11 12 classes and make available accurate records as required by this 13 chapter; 14 (3) issue, sell, trade, or transfer: 15 (A) a uniform certificate of course completion or driver education certificate to a person or driver training school 16 17 not authorized to possess the certificate; a uniform certificate of course completion to 18 (B) 19 a person who has not successfully completed an approved, six-hour driving safety course; or 20 (C) a driver education certificate to a person 21 successfully completed 2.2 who has not department-approved а 23 [commissioner-approved] driver education course; 24 (4) negotiate a promissory instrument received as payment of tuition or another charge before the student completes 25 26 75 percent of the course, except that before that time the instrument may be assigned to a purchaser who becomes subject to any 27

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1 defense available against the school named as payee; or

(5) conduct any part of an approved driver education
course or driving safety course without having an instructor
physically present in appropriate proximity to the student for the
type of instruction being given.

6 Sec. 1001.452. COURSE OF INSTRUCTION. A driver training 7 school may not [maintain, advertise, solicit for, or] conduct a 8 course of instruction in this state before the [later of:

9 [(1) the 30th day after the date the school applies for 10 a driver training school license; or

11 [(2) the] date the school receives a driver training 12 school license from the <u>department</u> [commissioner].

SECTION 51. Sections 1001.453(b), (d), and (e), Education
Code, are amended to read as follows:

15 (b) <u>The department may revoke the license of a</u> [A] course 16 provider [loses its course provider status] if the course provider 17 or the course provider's agent, employee, or representative 18 violates this section.

19 (d) <u>Subchapter F, Chapter 51, Occupations Code, and Section</u> 20 <u>51.353, Occupations Code,</u> [Sections 1001.454, 1001.456(a), and 21 <u>1001.553</u>] do not apply to a violation of this section or a rule 22 adopted under this section.

(e) <u>Section 51.352</u>, <u>Occupations Code</u>, <u>and</u> Sections
 1001.455(a)(6)[, <u>1001.501</u>, <u>1001.551</u>, <u>1001.552</u>,] and <u>1001.554</u> <u>of</u>
 <u>this code</u> do not apply to a violation of this section.

26 SECTION 52. Section 1001.455(a), Education Code, is amended 27 to read as follows:

H.B. No. 1786 The <u>executive director or the commission</u> [agency] may 1 (a) deny an application for an instructor license or suspend or revoke 2 the license of an instructor if the instructor: 3 4 (1) fails to meet a requirement for issuance of or 5 holding a license under this chapter; 6 (2) permits [fraud] or engages in misrepresentation, 7 fraud, or deceit in applying for or obtaining a certificate, 8 license, or permit [fraudulent practices relating to the application]; 9 (3) induces [or countenances] fraud or fraudulent 10 practices on the part of an applicant for a driver's license or 11 12 permit; (4) permits or engages in any other fraudulent 13 14 practice in an action between the applicant or license holder and 15 the public; 16 (5) fails to comply with commission [agency] rules 17 relating to driver instruction; or (6) fails to comply with this chapter. 18 SECTION 53. Section 1001.555(b), Education Code, is amended 19 to read as follows: 20 21 The <u>department may</u> [agency shall] contract with the (b) Department of Public Safety [department] to provide undercover and 22 investigative assistance in the enforcement of Subsection (a). 23 24 SECTION 54. Article 45.0511(b), Code of Criminal Procedure, 25 is amended to read as follows: (b) The judge shall require the defendant to successfully 26 27 complete a driving safety course approved by the Texas Department

H.B. No. 1786 of Licensing and Regulation [Education Agency] or a course under 1 the motorcycle operator training and safety program approved by the 2 3 designated state agency under Chapter 662, Transportation Code, if: (1) the defendant elects driving safety course or 4 5 motorcycle operator training course dismissal under this article; (2) the defendant: 6 7 has not completed an approved driving safety (A) 8 course or motorcycle operator training course, as appropriate, within the 12 months preceding the date of the offense; or 9 does not have a valid Texas driver's license 10 (B) or permit, is a member, or the spouse or dependent child of a 11 12 member, of the United States military forces serving on active duty, and has not completed a driving safety course or motorcycle 13 operator training course, as appropriate, in another state within 14 15 the 12 months preceding the date of the offense; (3) the defendant enters a plea under Article 45.021 16 17 in person or in writing of no contest or guilty on or before the answer date on the notice to appear and: 18 19 (A) presents in person or by counsel to the court a request to take a course; or 20 21 sends to the court by certified mail, return (B) receipt requested, postmarked on or before the answer date on the 22 23 notice to appear, a written request to take a course; 24 (4) the defendant: 25 has a valid Texas driver's license or permit; (A) 26 οr 27 (B) is a member, or the spouse or dependent child

1 of a member, of the United States military forces serving on active 2 duty; 3 (5) the defendant is charged with an offense to which this article applies, other than speeding at a speed of: 4 5 (A) 95 miles per hour or more; or 6 (B) 25 miles per hour or more over the posted 7 speed limit; and 8 (6) the defendant provides evidence of financial responsibility as required by Chapter 601, Transportation Code. 9 SECTION 55. Section 501.004(b), Transportation Code, is 10 amended to read as follows: 11 12 (b) This chapter does not apply to: (1) a trailer or semitrailer used only for 13 the 14 transportation of farm products if the products are not transported 15 for hire; 16 (2) the filing or recording of a lien that is created 17 only on an automobile accessory, including a tire, radio, or heater; 18 (3) 19 a motor vehicle while it is owned or operated by the United States; or 20 21 (4) a new motor vehicle on loan to a political subdivision of the state for use only in a driver education course 22 conducted [approved] by an entity exempt from licensure under 23 24 Section 1001.002, Education Code [the Central Education Agency]. 25 SECTION 56. Section 521.1601, Transportation Code, as added 26 by Chapter 1253 (H.B. 339), Acts of the 81st Legislature, Regular Session, 2009, is amended to read as follows: 27

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Sec. 521.1601. DRIVER EDUCATION REQUIRED. The department may not issue a driver's license to a person who is younger than 21 years of age unless the person submits to the department a driver education certificate issued under Chapter 1001, Education Code, that states that the person has completed and passed:

(1) a driver education and traffic safety course
(1) a driver education and traffic safety course
<u>conducted</u> [approved] by <u>an entity exempt from licensure under</u>
<u>Section 1001.002</u> [the Texas Education Agency under Section 29.902],
Education Code, or a driver education course approved by <u>the Texas</u>
<u>Department of Licensing and Regulation</u> [that agency] under <u>Chapter</u>
<u>1001, Education Code</u> [Section 1001.101 of that code or approved by
the department under Section 521.205]; or

(2) if the person is 18 years of age or older, a driver
education course approved by the Texas <u>Department of Licensing and</u>
<u>Regulation</u> [Education Agency] under Section 1001.101 or 1001.1015,
Education Code.

17 SECTION 57. Section 521.1601, Transportation Code, as added 18 by Chapter 1413 (S.B. 1317), Acts of the 81st Legislature, Regular 19 Session, 2009, is amended to read as follows:

Sec. 521.1601. DRIVER EDUCATION REQUIRED. The department may not issue a driver's license to a person who is younger than 25 years of age unless the person submits to the department a driver education certificate issued under Chapter 1001, Education Code, that states that the person has completed and passed:

(1) a driver education and traffic safety course
<u>conducted</u> [approved] by <u>an entity exempt from licensure under</u>
Section 1001.002 [the Texas Education Agency under Section 29.902],

Education Code, or a driver education course approved by <u>the Texas</u>
Department of Licensing and Regulation [that agency] under <u>Chapter</u>
<u>1001, Education Code</u> [Section 1001.101(a)(1) of that code or
approved by the department under Section 521.205]; or

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5 (2) if the person is 18 years of age or older, a driver
6 education course approved by the Texas <u>Department of Licensing and</u>
7 <u>Regulation [Education Agency]</u> under <u>Section 1001.101 or 1001.1015</u>
8 [Section 1001.101(a)(1) or (2)], Education Code.

9 SECTION 58. Section 521.1655(a), Transportation Code, is 10 amended to read as follows:

(a) A driver education school licensed under <u>Chapter 1001</u>, <u>Education Code</u>, [the Texas Driver and Traffic Safety Education Act (Article 4413(29c), Vernon's Texas Civil Statutes)] may administer to a student of that school the vision, highway sign, and traffic law parts of the examination required by Section 521.161.

16 SECTION 59. Section 521.167, Transportation Code, as added 17 by Chapter 1253 (H.B. 339), Acts of the 81st Legislature, Regular 18 Session, 2009, is amended to read as follows:

Sec. 521.167. WAIVER OF CERTAIN EDUCATION AND EXAMINATION 19 REQUIREMENTS. A person who has completed and passed a driver 20 education course approved by the Texas Department of Licensing and 21 Regulation [Education Agency] under Section 1001.1015, Education 22 23 Code, is not required to take the highway sign and traffic law parts 24 of the examination required under Section 521.161 if those parts have been successfully completed as determined by a licensed driver 25 26 education instructor.

27 SECTION 60. Section 521.203, Transportation Code, is

1 amended to read as follows:

2 Sec. 521.203. RESTRICTIONS ON CLASS A AND B LICENSES. The 3 department may not issue a Class A or Class B driver's license to a 4 person who:

5

is under 17 years of age;

6 (2) is under 18 years of age unless the person has
7 completed a driver training course approved by the <u>Texas Department</u>
8 <u>of Licensing and Regulation</u> [Central Education Agency]; or

9 (3) has not provided the department with an affidavit, 10 on a form prescribed by the department, that states that no vehicle 11 that the person will drive that requires a Class A or Class B 12 license is a commercial motor vehicle as defined by Section 13 522.003.

SECTION 61. Section 521.204(a), Transportation Code, is amended to read as follows:

16 (a) The department may issue a Class C driver's license to17 an applicant under 18 years of age only if the applicant:

18

is 16 years of age or older;

19 (2) has submitted to the department a driver education
20 certificate issued under Section 1001.055, Education Code, that
21 states that the person has completed and passed a driver education
22 course approved by the [department under Section 521.205 or by the]
23 Texas Department of Licensing and Regulation [Education Agency];
24 (3) has obtained a high school diploma or its

25 equivalent or is a student:

(A) enrolled in a public school, home school, or
 private school who attended school for at least 80 days in the fall

H.B. No. 1786 1 or spring semester preceding the date of the driver's license application; or 2 3 (B) who has been enrolled for at least 45 days, and is enrolled as of the date of the application, in a program to 4 5 prepare persons to pass the high school equivalency exam; 6 (4) has submitted to the department written parental 7 or guardian permission: 8 (A) for the department to access the applicant's school enrollment records maintained by the Texas Education Agency; 9 10 and for a school administrator or law enforcement 11 (B) 12 officer to notify the department in the event that the person has been absent from school for at least 20 consecutive instructional 13 14 days; and 15 (5) has passed the examination required by Section 16 521.161. 17 SECTION 62. Sections 521.206(b) and (c), Transportation Code, are amended to read as follows: 18 19 (b) The department shall collect data regarding the collision rate of students taught by course instructors approved 20 under Section 1001.112, Education Code [Section 521.205]. 21 The collision rate is computed by determining the number of students 22 who completed a course approved under Section 1001.112, Education 23 24 <u>Code</u>, [Section 521.205] during a state fiscal year, dividing that number by the number of collisions that involved students who 25 26 completed such a course and that occurred in the 12-month period following their licensure, and expressing the quotient as a 27

1 percentage.

(c) Not later than October 1 of each year, the department
shall issue a publication listing the collision rate for students
taught by each driver education entity and the collision rate for
students taught by a course instructor approved under <u>Section</u>
<u>1001.112, Education Code</u> [Section 521.205], noting the severity of
collisions involving students of each entity and each type of
course.

9 SECTION 63. Sections 521.222(a) and (c), Transportation 10 Code, are amended to read as follows:

(a) The department [or a driver education school licensed under the Texas Driver and Traffic Safety Education Act (Article 4413(29c), Vernon's Texas Civil Statutes)] may issue <u>a learner</u> <u>license</u> [an instruction permit], including a Class A or Class B driver's <u>learner</u> license [instruction permit], to a person who:

16 (1) is 15 years of age or older but under 18 years of 17 age;

18 (2) has satisfactorily completed and passed the 19 classroom phase of an approved driver education course, which may 20 be a course approved under Section <u>1001.112</u>, <u>Education Code</u> 21 [521.205];

(3) meets the requirements imposed under Section
 <u>521.204(a)(3)</u> [<u>521.204(3)</u>]; and

24 (4) has passed each examination required under Section
25 521.161 other than the driving test.

26 (c) <u>The department</u> [A driver education school] may issue <u>a</u>
 27 <u>learner license</u> [an instruction permit] to a person 18 years of age

1 or older who has successfully passed:

2 (1) a six-hour adult classroom driver education course
3 approved by the Texas <u>Department of Licensing and Regulation</u>
4 [Education Agency]; and

5 (2) each part of the driver's examination required by
6 Section 521.161 other than the driving test.

7 SECTION 64. Section 521.223(b), Transportation Code, is 8 amended to read as follows:

9 (b) An applicant for a license under Subsection (a) must be 10 15 years of age or older and must:

(1) have passed a driver education course approved by the department, which may be a course approved under <u>Chapter 1001</u>, <u>Education Code</u> [Section 521.205]; and

14

(2) pass the examination required by Section 521.161.

15 SECTION 65. Sections 543.111 and 543.112, Transportation 16 Code, are amended to read as follows:

Sec. 543.111. REGULATION BY CERTAIN STATE AGENCIES. (a) The <u>Texas Commission of Licensing and Regulation</u> [State Board of <u>Education</u>] shall enter into a memorandum of understanding with the Texas Department of Insurance for the interagency development of a curriculum for driving safety courses.

(b) The Texas <u>Commission of Licensing and Regulation and</u>
 <u>Texas Department of Licensing and Regulation, as appropriate,</u>
 [Education Agency] shall:

25 (1) adopt and administer comprehensive rules26 governing driving safety courses; and

27 (2) investigate options to develop and implement

1 procedures to electronically transmit information pertaining to 2 driving safety courses to municipal and justice courts.

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3 Sec. 543.112. STANDARDS FOR UNIFORM CERTIFICATE OF COURSE 4 COMPLETION. (a) The Texas <u>Commission of Licensing and Regulation</u> 5 [<u>Education Agency</u>] by rule shall provide for the design and 6 distribution of uniform certificates of course completion so as to 7 prevent to the greatest extent possible the unauthorized production 8 or misuse of the certificates.

9 (b) The uniform certificate of course completion must 10 include an identifying number by which the Texas <u>Department of</u> 11 <u>Licensing and Regulation</u> [Education Agency], the court, or the 12 department may verify its authenticity with the course provider and 13 must be in a form adopted by the Texas <u>Department of Licensing and</u> 14 Regulation [Education Agency].

15 (c) [The Texas Education Agency shall issue duplicate 16 uniform certificates of course completion.] The Texas Commission of 17 Licensing and Regulation [State Board of Education] by rule shall 18 determine the amount of the fee to be charged for issuance of a 19 duplicate certificate by persons who are licensed providers of 20 courses approved under Chapter 1001, Education Code.

(d) A driving safety course provider shall electronically
submit data identified by the Texas <u>Department of Licensing and</u>
<u>Regulation</u> [Education Agency] pertaining to issued uniform
certificates of course completion to the <u>Texas Department of</u>
<u>Licensing and Regulation</u> [agency] as directed by the <u>Texas</u>
<u>Department of Licensing and Regulation</u> [agency].

27

SECTION 66. Sections 543.113(a) and (c), Transportation

1 Code, are amended to read as follows:

The Texas Department of Licensing and Regulation 2 (a) [Education Agency] shall issue course completion certificate 3 numbers [print the uniform certificates] and supply them to persons 4 5 who are licensed providers of courses approved under Chapter 1001, Education Code [the Texas Driver and Traffic Safety Education Act 6 (Article 4413(29c), Vernon's Texas Civil Statutes)]. 7 The Texas 8 Commission of Licensing and Regulation by rule shall establish [Agency may charge] a fee for each certificate. [The fee may not 9 10 exceed \$4.]

(c) Money collected by the Texas <u>Department of Licensing and</u> <u>Regulation</u> [Education Agency] under this section may be used [only] to pay monetary awards for information relating to abuse of uniform certificates that leads to the conviction or removal of an approval, license, or authorization.

SECTION 67. Section 543.114(a), Transportation Code, is amended to read as follows:

A person may not distribute written information to 18 (a) advertise a provider of a driving safety course within 500 feet of a 19 court having jurisdiction over an offense to which this subchapter 20 applies. A violation of this section by a provider or a provider's 21 agent, employee, or representative results in loss of the 22 23 provider's status as a provider of a course approved under Chapter 24 1001, Education Code [the Texas Driver and Safety Education Act (Article 4413(29c), Vernon's Texas Civil Statutes)]. 25

26 SECTION 68. Section 545.412(g), Transportation Code, is 27 amended to read as follows:

1 (q) A judge, acting under Article 45.0511, Code of Criminal Procedure, who elects to defer further proceedings and to place a 2 3 defendant accused of a violation of this section on probation under that article, in lieu of requiring the defendant to complete a 4 5 driving safety course approved by the Texas Department of Licensing and Regulation [Education Agency], shall require the defendant to 6 attend and present proof that the defendant has successfully 7 8 completed a specialized driving safety course approved by the Texas Department of Licensing and Regulation [Education Agency] under 9 10 Chapter 1001, Education Code, [the Texas Driver and Traffic Safety Education Act (Article 4413(29c), Vernon's Texas Civil Statutes)] 11 12 that includes four hours of instruction that encourages the use of child passenger safety seat systems and the wearing of seat belts 13 14 and emphasizes:

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(1) the effectiveness of child passenger safety seat systems and seat belts in reducing the harm to children being transported in motor vehicles; and

18 (2) the requirements of this section and the penalty19 for noncompliance.

20 SECTION 69. Section 545.413(i), Transportation Code, is 21 amended to read as follows:

(i) A judge, acting under Article 45.0511, Code of Criminal
Procedure, who elects to defer further proceedings and to place a
defendant accused of a violation of Subsection (b) on probation
under that article, in lieu of requiring the defendant to complete a
driving safety course approved by the Texas <u>Department of Licensing</u>
and <u>Regulation</u> [Education Agency], shall require the defendant to

attend and present proof that the defendant has successfully 1 completed a specialized driving safety course approved by the Texas 2 Department of Licensing and Regulation [Education Agency] under 3 Chapter 1001, Education Code, [the Texas Driver and Traffic Safety 4 Education Act (Article 4413(29c), Vernon's Texas Civil Statutes)] 5 that includes four hours of instruction that encourages the use of 6 7 child passenger safety seat systems and the wearing of seat belts 8 and emphasizes: the effectiveness of child passenger safety seat 9 (1)systems and seat belts in reducing the harm to children being 10 transported in motor vehicles; and 11 (2) the requirements of this section and the penalty 12 for noncompliance. 13 14 SECTION 70. (a) The following provisions of the Education 15 Code are repealed: 16 (1) Section 1001.001(1); 17 (2) Sections 1001.054(a) and (b); (3) Sections 1001.152 and 1001.153; 18 Section 1001.203; 19 (4) 20 (5) Section 1001.212; Section 1001.252; 21 (6) Section 1001.257; 2.2 (7) Sections 1001.303(a) and (b); 23 (8) 24 (9) Section 1001.454; 25 (10)Section 1001.455(b); 26 (11)Sections 1001.456, 1001.457, 1001.458, and 1001.459; 27

1

(12)

2

(13) Sections 1001.501, 1001.502, and 1001.503; and

Sections 1001.460 and 1001.461;

3

(14) Sections 1001.551, 1001.552, and 1001.553.

4 (b) Section 521.167, Transportation Code, as added by
5 Chapter 1413 (S.B. 1317), Acts of the 81st Legislature, Regular
6 Session, 2009, and Section 521.205, Transportation Code, are
7 repealed.

8 SECTION 71. The change in law made by this Act applies only 9 to the imposition of an administrative penalty for a violation that 10 occurs on or after the effective date of this Act. The imposition 11 of an administrative penalty for a violation that occurs before the 12 effective date of this Act is governed by the law in effect on the 13 date the violation occurred, and that law is continued in effect for 14 that purpose.

15 SECTION 72. (a) In this section, "former governing bodies" 16 means the Texas Education Agency and the Department of Public 17 Safety, relating to the oversight of Chapter 1001, Education Code, 18 and Section 521.205, Transportation Code, respectively.

19 (b)

On September 1, 2015:

(1) all functions and activities relating to Chapter
1001, Education Code, performed by the former governing bodies
immediately before that date are transferred to the Texas
Department of Licensing and Regulation;

(2) all rules, policies, procedures, decisions, and
forms adopted by the former governing bodies relating to Chapter
1001, Education Code, or Section 521.205, Transportation Code, are
continued in effect as rules, policies, procedures, decisions, and

1 forms of the Texas Commission of Licensing and Regulation or the 2 Texas Department of Licensing and Regulation, as applicable, and 3 remain in effect until amended or replaced by that commission or 4 department;

5 (3) a complaint, investigation, or other proceeding before the former governing bodies that is related to Chapter 1001, 6 Education Code, or Section 521.205, Transportation Code, 7 is 8 transferred without change in status to the Texas Department of Licensing and Regulation, and the Texas Department of Licensing and 9 10 Regulation assumes, as appropriate and without a change in status, the position of the former governing bodies in an action or 11 proceeding to which one of the former governing bodies is a party; 12

(4) all money, contracts, leases, property, and obligations of the former governing bodies relating to Chapter 1001, Education Code, or Section 521.205, Transportation Code, are transferred to the Texas Department of Licensing and Regulation;

(5) all property in the custody of the former
governing bodies related to Chapter 1001, Education Code, or
Section 521.205, Transportation Code, is transferred to the Texas
Department of Licensing and Regulation; and

(6) the unexpended and unobligated balance of any
money appropriated by the legislature for the former governing
bodies related to Chapter 1001, Education Code, or Section 521.205,
Transportation Code, is transferred to the Texas Department of
Licensing and Regulation.

26 (c) As soon as practicable after the effective date of this27 Act, the Texas Education Agency may agree with the Texas Department

of Licensing and Regulation to transfer any property of the Texas
 Education Agency to the Texas Department of Licensing and
 Regulation to implement the transfer required by this Act.

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(d) Unless the context indicates otherwise, a reference to
the former governing bodies in a law or administrative rule that
relates to Chapter 1001, Education Code, or Section 521.205,
Transportation Code, means the Texas Commission of Licensing and
Regulation or the Texas Department of Licensing and Regulation, as
applicable.

(e) A license, permit, certification, or registration
issued by the former governing bodies is continued in effect as a
license, permit, certification, or registration of the Texas
Department of Licensing and Regulation.

14 (f) On September 1, 2015, all full-time equivalent employee positions at the former governing bodies and Education Service 15 Center Region 13 that primarily concern the administration, 16 17 enforcement, or other direct or indirect support of Chapter 1001, Education Code, or Section 521.205, Transportation Code, become 18 19 positions at the Texas Department of Licensing and Regulation. When filling the positions, the Texas Department of Licensing and 20 Regulation shall give first consideration to an applicant who, as 21 of August 31, 2015, was an employee at the former governing bodies 22 or Education Service Center Region 13 primarily involved in 23 24 administering or enforcing Chapter 1001, Education Code, or Section 521.205, Transportation Code. 25

26 (g) As soon as practicable after the effective date of this27 Act, the presiding officer of the Texas Commission of Licensing and

Regulation, with the commission's approval, shall make the initial
 appointments to the advisory committee under Section 1001.058,
 Education Code, as added by this Act.

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4 SECTION 73. The changes in law made by this Act to Chapter 5 1001, Education Code, apply only to a fee charged on or after 6 September 1, 2015. A fee charged before September 1, 2015, is 7 governed by the law in effect immediately before that date, and the 8 former law is continued in effect for that purpose.

9 SECTION 74. To the extent of any conflict, this Act prevails 10 over another Act of the 84th Legislature, Regular Session, 2015, 11 relating to nonsubstantive additions to and corrections in enacted 12 codes.

13 SECTION 75. This Act takes effect September 1, 2015.

President of the Senate

Speaker of the House

I certify that H.B. No. 1786 was passed by the House on April 30, 2015, by the following vote: Yeas 134, Nays 1, 2 present, not voting; and that the House concurred in Senate amendments to H.B. No. 1786 on May 27, 2015, by the following vote: Yeas 142, Nays 0, 2 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 1786 was passed by the Senate, with amendments, on May 25, 2015, by the following vote: Yeas 31, Nays O.

Secretary of the Senate

APPROVED: _____

Date

Governor