By: Giddings H.B. No. 1810

Substitute the following for H.B. No. 1810:

By: Schubert C.S.H.B. No. 1810

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the sale of prison-made products to certain persons.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 497.021, Government Code, is amended to
- 5 read as follows:
- 6 Sec. 497.021. AUTHORITY. This subchapter governs the sale
- 7 of prison-made products [to governmental agencies].
- 8 SECTION 2. Section 497.022, Government Code, is amended to
- 9 read as follows:
- 10 Sec. 497.022. CONTRACTS. The department may contract with:
- 11 (1) another state, the federal government, a foreign
- 12 government, or an agency of any of those governments to manufacture
- 13 for or sell to those governments prison-made articles or products;
- 14 (2) a private or independent institution of higher
- 15 education to manufacture for or sell to that school or institution
- 16 prison-made articles or products; [ex]
- 17 (3) a private vendor that contracts with the
- 18 department under Chapter 495 to manufacture for or sell to that
- 19 private vendor prison-made articles or products;
- 20 (4) an employee or retired employee of a state agency,
- 21 as defined by Section 2052.101, to sell to that employee or retired
- 22 employee prison-made articles or products; or
- 23 (5) a private school or a visually handicapped person
- 24 in this state to manufacture Braille textbooks or other

- 1 instructional aids for the education of visually handicapped
- 2 persons.
- 3 SECTION 3. Section 497.025, Government Code, is amended by
- 4 adding Subsections (d), (e), and (f) to read as follows:
- 5 (d) The board shall adopt rules and develop best practices
- 6 governing the purchase of articles and products under this
- 7 <u>subchapter by a private vendor that contracts with the department</u>
- 8 under Chapter 495, provided that:
- 9 (1) the articles and products may be shipped or used
- 10 only in this state and may not be resold or transferred to another
- 11 facility in this state that is not operating under a contract with
- 12 the department at the time of the transfer; and
- 13 (2) the office may not sell articles and products to a
- 14 private vendor if the private vendor currently purchases the
- 15 articles or products from a private business that has its primary
- 16 place of business in this state.
- 17 (e) The board shall:
- 18 (1) for the purpose of verifying compliance with this
- 19 subchapter, require a private vendor described by Subsection (d) to
- 20 identify the businesses with whom the vendor currently purchases
- 21 the same or similar items for the preceding 12 months before placing
- 22 an order with the office; and
- 23 (2) report any savings realized by a private vendor
- 24 described by Subsection (d) under this subchapter to the
- 25 legislature in the department's annual fiscal year review.
- 26 (f) The board shall adopt rules governing the purchase of
- 27 articles and products under this subchapter by an employee or

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- 1 retired employee of a state agency, as defined by Section 2052.101.
- 2 The rules must provide that articles and products may be shipped and
- 3 used only in this state and may not be resold. In adopting the
- 4 rules, the board shall determine:
- 5 (1) the articles and products available for purchase;
- 6 (2) the minimum quantity or price of an order;
- 7 (3) the delivery and production schedule; and
- 8 (4) any other factors relevant to ensuring that the
- 9 office is not impeded in effectively meeting the purposes of this
- 10 subchapter.
- 11 SECTION 4. Section 497.028, Government Code, is amended to
- 12 read as follows:
- Sec. 497.028. CATALOGS. The office shall prepare catalogs
- 14 that accurately and completely describe articles and products
- 15 produced under this subchapter. The office shall send copies of the
- 16 catalogs to all state agencies and make the catalogs available to
- 17 political subdivisions, private vendors that contract with the
- 18 department under Chapter 495, and employees and retired employees
- 19 of state agencies, as defined by Section 2052.101.
- SECTION 5. Not later than August 31, 2016, the Texas
- 21 Department of Criminal Justice shall adopt rules as required by
- 22 Sections 497.025(d) and (e), Government Code, as added by this Act.
- 23 SECTION 6. This Act takes effect September 1, 2015.