1 AN ACT 2 relating to charitable organizations, including charitable 3 organizations that may conduct prescribed burning. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Section 84.003(1), Civil Practice and Remedies 5 Code, is amended to read as follows: 6 7 (1)"Charitable organization" means: any organization exempt from federal income 8 (A) tax under Section 501(a) of the Internal Revenue Code of 1986 by 9 being listed as an exempt organization in Section 501(c)(3) or 10 11 501(c)(4) of the code, if it is a corporation, foundation, 12 community chest, church, or fund organized and operated exclusively for charitable, religious, prevention of cruelty to children or 13 14 animals, youth sports and youth recreational, neighborhood crime prevention or patrol, fire protection or prevention, emergency 15 medical or hazardous material response services, or educational 16 purposes, including private primary or secondary schools if 17 accredited by a member association of the Texas Private School 18 Accreditation Commission but excluding fraternities, sororities, 19 20 and secret societies, or is organized and operated exclusively for 21 the promotion of social welfare by being primarily engaged in promoting the common good and general welfare of the people in a 22 23 community; fide 24 (B) bona charitable, any religious,

1 prevention of cruelty to children or animals, youth sports and 2 youth recreational, neighborhood crime prevention or patrol, or 3 educational organization, excluding fraternities, sororities, and 4 secret societies, or other organization organized and operated 5 exclusively for the promotion of social welfare by being primarily 6 engaged in promoting the common good and general welfare of the 7 people in a community, and that:

8 (i) is organized and operated exclusively9 for one or more of the above purposes;

10 (ii) does not engage in activities which in 11 themselves are not in furtherance of the purpose or purposes;

(iii) does not directly or indirectly participate or intervene in any political campaign on behalf of or in opposition to any candidate for public office;

15 (iv) dedicates its assets to achieving the 16 stated purpose or purposes of the organization;

(v) does not allow any part of its net assets on dissolution of the organization to inure to the benefit of any group, shareholder, or individual; and

20 (vi) normally receives more than one-third 21 of its support in any year from private or public gifts, grants, 22 contributions, or membership fees;

(C) a homeowners association as defined by Section 528(c) of the Internal Revenue Code of 1986 or which is exempt from federal income tax under Section 501(a) of the Internal Revenue Code of 1986 by being listed as an exempt organization in Section 501(c)(4) of the code;

H.B. No. 2119 a volunteer center, as that term is defined 1 (D) 2 by Section 411.126, Government Code; [or] 3 (E) a local chamber of commerce that: 4 (i) is exempt from federal income tax under 5 Section 501(a) of the Internal Revenue Code of 1986 by being listed as an exempt organization in Section 501(c)(6) of the code; 6 7 (ii) does not directly or indirectly 8 participate or intervene in any political campaign on behalf of or in opposition to any candidate for public office; and 9 10 (iii) does not directly or indirectly contribute to a political action committee that makes expenditures 11 to any candidates for public office; or 12 (F) any organization exempt from federal income 13 14 tax under Section 501(a) of the Internal Revenue Code of 1986 by 15 being listed as an exempt organization in Section 501(c)(3) or 501(c)(5) of the code, if it is an organization or corporation 16 17 organized and operated exclusively for wildfire mitigation, range management, or prescribed burning purposes. 18 SECTION 2. Section 352.081(f), Local Government Code, is 19 amended to read as follows: 20 (f) This section does not apply to outdoor burning 21 activities: 2.2 related to public health and safety that are 23 (1)24 authorized by the Texas Commission on Environmental Quality for: 25 (A) firefighter training; 26 (B) public utility, natural gas pipeline, or 27 mining operations; or

H.B. No. 2119 1 (C) planting or harvesting of agriculture crops; 2 [<del>or</del>]

that are conducted by a certified and insured 3 (2) prescribed burn manager certified under Section 153.048, Natural 4 5 Resources Code, and meet the standards of Section 153.047, Natural Resources Code; or 6

7 (3) that are conducted by the members of a prescribed burning organization under the conditions provided by Section 8 153.049, Natural Resources Code, and meet the standards of Section 9 10 153.047, Natural Resources Code.

SECTION 3. Section 153.001, Natural Resources Code, 11 is 12 amended by adding Subdivision (3) to read as follows:

13

(3) "Prescribed burning organization" means an 14 organization described by Section 153.049.

SECTION 4. Section 153.004, Natural Resources Code, 15 is amended to read as follows: 16

Sec. 153.004. PRESCRIBED BURNING IN STATE OF EMERGENCY OR 17 DISASTER. A certified and insured prescribed burn manager or the 18 19 members of a prescribed burning organization may conduct a burn in a county in which a state of emergency or state of disaster has been 20 declared by the governor or the president of the United States, 21 unless the declaration expressly prohibits all outdoor burning. 22

SECTION 5. Section 153.046, Natural Resources Code, 23 is 24 amended to read as follows:

Sec. 153.046. DUTIES. The board shall: 25 26 (1) establish standards for prescribed burning; 27 (2) develop a comprehensive training curriculum for

1 certified and insured prescribed burn managers;

2 (3) establish standards for certification, 3 recertification, and training for certified and insured prescribed 4 burn managers;

5 (4) establish minimum education and professional 6 requirements for instructors for the approved curriculum; [and]

7 (5) establish insurance requirements for certified 8 and insured prescribed burn managers in amounts not less than those 9 required by Section 153.082; and

10 (6) establish minimum insurance requirements for 11 prescribed burning organizations.

SECTION 6. Section 153.047, Natural Resources Code, is amended to read as follows:

Sec. 153.047. PRESCRIBED BURNING STANDARDS. Minimum
 standards established by the board for prescribed burning must:

16 (1) ensure that prescribed burning is the controlled 17 application of fire to naturally occurring or naturalized 18 vegetative fuels under specified environmental conditions in 19 accordance with a written prescription plan:

(A) designed to confine the fire to a
 21 predetermined area and to accomplish planned land management
 22 objectives; and

(B) that conforms to the standards establishedunder this section;

25 (2) require that:

26 (A) at least one certified and insured prescribed
 27 burn manager is present on site during the conduct of the prescribed

H.B. No. 2119 1 burn; or 2 (B) the burn be conducted by the members of a 3 prescribed burning organization; 4 establish appropriate guidelines for (3) size of 5 burning crews sufficient to: 6 (A) conduct the burn in accordance with the 7 prescription plan; and 8 (B) provide adequate protection for the safety of persons and of adjacent property; 9 include standards for notification to adjacent 10 (4) land owners, the Texas Commission on Environmental Quality, and 11 local fire authorities; and 12 (5) include minimum 13 insurance requirements for certified and insured prescribed burn managers and prescribed 14 15 burning organizations. SECTION 7. Subchapter B, Chapter 153, Natural Resources 16 17 Code, is amended by adding Section 153.049 to read as follows: Sec. 153.049. PRESCRIBED BURNING ORGANIZATIONS. 18 The members of a charitable organization, as defined by Section 84.003, 19 Civil Practice and Remedies Code, that is organized and operated 20 for prescribed burning purposes may conduct a burn under this 21 22 chapter if: (1) the member in charge of the burn has completed the 23 24 approved training curriculum described by Section 153.048(a); and 25 (2) the organization has insurance coverage in an 26 amount not less than the amount established by the board under Section 153.046. 27

SECTION 8. Section 153.081(a), Natural Resources Code, is
amended to read as follows:

3 (a) Subject to Section 153.082, an owner, lessee, or 4 occupant of agricultural or conservation land is not liable for 5 property damage or for injury or death to persons caused by or 6 resulting from prescribed burning conducted on the land owned by, 7 leased by, or occupied by the person if the prescribed burning is 8 conducted:

9 <u>(1)</u> under the supervision of a certified and insured 10 prescribed burn manager<u>; or</u>

11 (2) by the members of a prescribed burning 12 <u>organization</u>.

13 SECTION 9. Section 153.082, Natural Resources Code, is 14 amended to read as follows:

Sec. 153.082. INSURANCE. The limitation on liability under Section 153.081 does not apply to an owner, lessee, or occupant of agricultural or conservation land unless:

(1) the <u>burn is conducted under the supervision of a</u>
certified and insured prescribed burn manager <u>who</u> [<del>conducting a</del>
burn on the land] has liability insurance coverage:

(A) of at least \$1 million for each single
occurrence of bodily injury or death, or injury to or destruction of
property; and

24 (B) with a policy period minimum aggregate limit
25 of at least \$2 million; [<del>or</del>]

(2) the owner, lessee, or occupant is a governmental
unit, as that term is defined by Section 2259.001, Government Code,

1 that has a self-insurance program that provides the amount of 2 coverage required by Subdivision (1); or

3 (3) the burn is conducted by the members of a 4 prescribed burning organization that has insurance coverage in an 5 amount not less than the amount established by the board under 6 Section 153.046.

7 SECTION 10. Not later than November 1, 2015, the Prescribed 8 Burning Board shall adopt rules to establish minimum insurance 9 requirements for prescribed burning organizations as provided by 10 Section 153.046(6), Natural Resources Code, as added by this Act.

11

SECTION 11. This Act takes effect September 1, 2015.

President of the Senate

Speaker of the House

I certify that H.B. No. 2119 was passed by the House on April 30, 2015, by the following vote: Yeas 139, Nays 0, 1 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 2119 was passed by the Senate on May 14, 2015, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

APPROVED:

Date

Governor