By: Simmons H.B. No. 2161

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the regulation of certain private security companies
3	and occupations.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 1702.002, Occupations Code, is amended
6	by amending Subdivisions (1) and (6-a) and adding Subdivisions (4)
7	and (4-a) to read as follows:
8	(1) "Alarm system" means:
9	(A) electronic equipment and devices designed to
10	detect or signal:
11	(i) an unauthorized entry or attempted
12	entry of a person or object into a residence, business, or area
13	monitored by the system; or
14	(ii) the occurrence of a robbery or other
15	emergency; or
16	(B) electronic equipment and devices using a
17	computer or data processor designed to control the access of a
18	person, vehicle, or object through a door, gate, or entrance into
19	the controlled area of a residence or business[+ or
20	(C) a television camera or still camera system
21	that:
22	[(i) records or archives images of property
23	or individuals in a public or private area of a residence or

24 <del>business; or</del>

1	[(ii) is monitored by security personnel or
2	services].
3	(4) "Camera systems company" means a person who
4	performs the activities described by Section 1702.1057.
5	(4-a) "Closed circuit television or still camera
6	system" means a device or system of devices that:
7	(A) records or transmits, including transmission
8	by an intranet or Internet device, an image or series of images;
9	(B) is monitored by security personnel or an
10	alarm systems monitor for the purposes of security or surveillance;
11	(C) is not used exclusively:
12	(i) to view or monitor traffic conditions
13	on public roads;
14	(ii) to detect motor vehicle violations on
15	<pre>public roads;</pre>
16	(iii) for telephone or video conferencing;
17	(iv) to monitor a manufacturing process;
18	(v) for a medical purpose by medical
19	<pre>practitioners;</pre>
20	(vi) by a courtroom reporter for recording
21	or archiving depositions or testimony;
22	(vii) in the course of an ongoing
23	investigation, when installed by and remaining under the control of
24	a licensed investigations company; or
25	(viii) by a law enforcement agency to
26	monitor criminal activity; and
27	(D) does not include a camera used for

- 1 videoconferencing that is integrated or attached to:
- 2 (i) a wireless communication device capable
- 3 of using a commercial mobile service as defined by 47 U.S.C. Section
- 4 332;
- 5 (ii) computer equipment, as defined by
- 6 Section 361.952, Health and Safety Code; or
- 7 (iii) a television, as defined by Section
- 8 361.952, Health and Safety Code.
- 9 (6-a) "Electronic access control device" means an
- 10 electronic, electrical, or computer-based device, including a
- 11 telephone entry system, that allows access to a controlled area [of
- 12 a business, but that is not monitored by security personnel or
- 13 services and does not send a signal to which law enforcement or
- 14 emergency services respond. The term does not include:
- 15 (A) a mechanical device, such as a deadbolt or
- 16 lock; or
- 17 (B) an operator for opening or closing a
- 18 commercial gate or door or an accessory, such as a fixed or portable
- 19 transmitter, card-reader, or keypad, if the operator or accessory
- 20 is used only to activate the gate or door and is not connected to an
- 21 alarm system.
- 22 SECTION 2. Section 1702.102(a), Occupations Code, is
- 23 amended to read as follows:
- 24 (a) Unless the person holds a license as a security services
- 25 contractor, a person may not:
- 26 (1) act as an alarm systems company, armored car
- 27 company, camera systems company, courier company, guard company,

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- 1 guard dog company, locksmith company, or private security
- 2 consultant company;
- 3 (2) offer to perform the services of a company in
- 4 Subdivision (1); or
- 5 (3) engage in business activity for which a license is
- 6 required under this chapter.
- 7 SECTION 3. Subchapter F, Chapter 1702, Occupations Code, is
- 8 amended by adding Section 1702.1057 to read as follows:
- 9 Sec. 1702.1057. CAMERA SYSTEMS COMPANY. A person acts as a
- 10 camera systems company for purposes of this chapter if the person:
- 11 (1) sells, installs, or services a closed circuit
- 12 <u>television or still camera system; or</u>
- 13 (2) offers to perform a service described by
- 14 Subdivision (1).
- SECTION 4. Section 1702.221(b), Occupations Code, is
- 16 amended to read as follows:
- 17 (b) An individual must obtain the appropriate endorsement
- 18 in accordance with the requirements of this chapter and related
- 19 administrative rules if the individual:
- 20 (1) is employed as:
- 21 (A) an alarm instructor;
- 22 (B) an alarm systems installer;
- (D) an electronic access control device
- 25 installer;
- 26 (E) a level 3 classroom or firearm instructor;
- 27 (F) a locksmith;

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1
                     (G)
                          a dog trainer;
 2
                     (H)
                          a manager or branch office manager;
 3
                     (I)
                          a noncommissioned security officer;
                     (J)
                          a level 4 personal protection instructor;
 4
                     (K)
                          a private investigator;
 5
                     (L)
                          a private security consultant;
 6
7
                          a security salesperson; [or]
                     (M)
8
                     (N)
                          a camera systems installer; or
9
                     (O)
                          an
                                individual
                                             whose
                                                      duties
                                                                include
10
   performing another activity for which an endorsement is required
   under Subsection (e); or
11
12
                (2)
                     is an owner who oversees the security-related
    aspects of the business, officer, partner, or shareholder of a
13
14
    license holder.
15
          SECTION 5. Subchapter J, Chapter 1702, Occupations Code, is
   amended by adding Section 1702.2228 to read as follows:
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17
          Sec. 1702.2228. CAMERA SYSTEMS INSTALLER. An individual
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20 (1) installs, maintains, or repairs a closed circuit

acts as a camera systems installer for purposes of this chapter if

- television or still camera system; or 21
- 22 (2) advertises or offers the services under
- Subdivision (1) to the public or represents to the public that the 23
- 24 person is a camera systems installer.
- 25 SECTION 6. Section 1702.224(a), Occupations Code, is
- amended to read as follows: 26

the individual:

18

19

An individual acts as an alarm systems monitor for 27 (a)

- 1 purposes of this chapter if the individual monitors an alarm
- 2 system, closed circuit television or still camera system, or
- 3 detection device.
- 4 SECTION 7. Section 1702.324(b), Occupations Code, is
- 5 amended to read as follows:
- 6 (b) This chapter does not apply to:
- 7 (1) a manufacturer or a manufacturer's authorized
- 8 distributor while selling equipment intended for resale;
- 9 (2) a person engaged exclusively in the business of
- 10 obtaining and providing information to:
- 11 (A) determine creditworthiness;
- 12 (B) collect debts; or
- 13 (C) ascertain the reliability of information
- 14 provided by an applicant for property, life, or disability
- 15 insurance or an indemnity or surety bond;
- 16 (3) a person engaged exclusively in the business of
- 17 repossessing property that is secured by a mortgage or other
- 18 security interest;
- 19 (4) a person who is engaged in the business of
- 20 psychological testing or other testing and interviewing services,
- 21 including services to determine attitudes, honesty, intelligence,
- 22 personality, and skills, for preemployment purposes;
- 23 (5) a person who:
- 24 (A) is engaged in obtaining information that is a
- 25 public record under Chapter 552, Government Code, regardless of
- 26 whether the person receives compensation;
- 27 (B) is not a full-time employee, as defined by

- 1 Section 61.001, Labor Code, of a person licensed under this
- 2 chapter; and
- 3 (C) does not perform any other act that requires
- 4 a license under this chapter;
- 5 (6) a licensed engineer practicing engineering or
- 6 directly supervising engineering practice under Chapter 1001,
- 7 including forensic analysis, burglar alarm system engineering, and
- 8 necessary data collection;
- 9 (7) an employee of a cattle association who inspects
- 10 livestock brands under the authority granted to the cattle
- 11 association by the Grain Inspection, Packers and Stockyards
- 12 Administration of the United States Department of Agriculture;
- 13 (8) a landman performing activities in the course and
- 14 scope of the landman's business;
- 15 (9) an attorney while engaged in the practice of law;
- 16 (10) a person who obtains a document for use in
- 17 litigation under an authorization or subpoena issued for a written
- 18 or oral deposition;
- 19 (11) an admitted insurer, insurance adjuster, agent,
- 20 or insurance broker licensed by the state, performing duties in
- 21 connection with insurance transacted by that person;
- 22 (12) a person who on the person's own property or on
- 23 property owned or managed by the person's employer:
- 24 (A) installs, changes, or repairs a:
- 25 (i) mechanical security device; or
- 26 (ii) closed circuit television or still
- 27 camera system;

1	(B) repairs an electronic security device; or
2	(C) cuts or makes a key for a security device;
3	(13) security personnel, including security contract
4	personnel, working at a commercial nuclear power plant licensed by
5	the United States Nuclear Regulatory Commission;
6	(14) a person or firm licensed as an accountant or
7	accounting firm under Chapter 901, an owner of an accounting firm,
8	or an employee of an accountant or accounting firm while performing
9	services regulated under Chapter 901;
10	(15) a retailer, wholesaler, or other person who sells
11	mechanical security devices, including locks and deadbolts, but who
12	does not:
13	(A) service mechanical security devices for the
14	public outside of the person's premises; or
15	(B) claim to act as a locksmith;
16	(16) an employee while performing investigative
17	services that would otherwise be subject to this chapter for an
18	entity regulated by the:
19	(A) Texas Department of Insurance;
20	(B) Office of the Comptroller of the Currency
21	[Thrift Supervision];
22	(C) Securities and Exchange Commission;
23	(D) Federal Deposit Insurance Corporation; or
24	(E) Financial Industry Regulatory Authority;
25	(17) a social worker who holds a license issued under
26	Chapter 505 who is engaged in the practice of social work;
27	(18) persons licensed under Chapter 1101, an

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- 1 association thereof, their authorized agents, or a multiple listing
- 2 service, engaged in the business of selling, maintaining,
- 3 repairing, programming, or placing lockboxes used for accessing
- 4 real property; [<del>or</del>]
- 5 (19) an automobile club that holds a certificate of
- 6 authority under Chapter 722, Transportation Code, its
- 7 subcontractor, or a business that provides similar services, that
- 8 unlocks a vehicle at the request of the owner or operator of the
- 9 vehicle and that does not otherwise perform a locksmith service; or
- 10 (20) a retailer, wholesaler, or other person who sells
- 11 <u>closed circuit television or still camera systems and does not:</u>
- 12 (A) install or service closed circuit television
- 13 or still camera systems for the public outside the person's
- 14 premises; or
- (B) claim to act as a camera systems company.
- SECTION 8. Section 1702.328, Occupations Code, is amended
- 17 to read as follows:
- 18 Sec. 1702.328. SECURITY SYSTEMS SALES AND INSTALLATION
- 19 EXEMPTIONS. This chapter does not apply to:
- 20 (1) a person who owns and installs a burglar detection
- 21 or alarm device or a closed circuit television or still camera
- 22 system on the person's own property or[, if the person does not
- 23 charge for the device or the installation, installs the system or
- 24 device for the protection of the person's personal property located
- 25 on another person's property and does not, as a normal business
- 26 practice, install the systems or devices on the property of
- 27 another, and who does not perform any other act that requires a

- 1 license under this chapter;
- 2 (2) a person in the business of building construction
- 3 that installs electrical wiring and devices that may include in
- 4 part the installation of a burglar alarm or detection device or a
- 5 closed circuit television or still camera system if:
- 6 (A) the person is a party to a contract that
- 7 provides that:
- 8 (i) the installation will be performed,
- 9 [under the direct supervision of, and] inspected, and certified
- 10 by  $[\tau]$  a person licensed to install and certify the alarm or
- 11 detection device or closed circuit television or still camera
- 12 system; and
- 13 (ii) the license holder assumes full
- 14 responsibility for the installation of the  $\underline{\text{system}}$  [ $\underline{\text{alarm}}$ ] or
- 15 [detection] device; and
- 16 (B) the person does not service or maintain alarm
- 17 systems, electronic access control devices, locks, closed circuit
- 18 television or still camera systems, or detection devices;
- 19 (3) a person who sells or installs automobile burglar
- 20 alarm devices and who does not perform any other act that requires a
- 21 license under this chapter; [or]
- 22 (4) a person who sells exclusively by e-commerce, over
- 23 the counter transactions, or mail order, alarm systems, electronic
- 24 access control devices, locks, closed circuit television or still
- 25 camera systems, or detection devices and who does not perform any
- 26 other act that requires a license under this chapter; or
- 27 (5) a local governmental entity that installs or has a

- 1 licensed contractor install a closed circuit television or still
- 2 camera system for purposes of public safety.
- 3 SECTION 9. (a) The changes in law made by this Act to
- 4 Chapter 1702, Occupations Code, apply only to an application for an
- 5 original or renewal license, registration, or endorsement
- 6 submitted to the Texas Private Security Board on or after January 1,
- 7 2016. An application submitted before January 1, 2016, is governed
- 8 by the law in effect on the date the application was submitted, and
- 9 the former law is continued in effect for that purpose.
- 10 (b) The Texas Private Security Board shall adopt rules to
- 11 implement the changes in law made by this Act not later than January
- 12 1, 2016. A person is not required to obtain a registration or
- 13 endorsement under Section 1702.2228, Occupations Code, as added by
- 14 this Act, before January 1, 2016.
- 15 SECTION 10. This Act takes effect immediately if it
- 16 receives a vote of two-thirds of all the members elected to each
- 17 house, as provided by Section 39, Article III, Texas Constitution.
- 18 If this Act does not receive the vote necessary for immediate
- 19 effect, this Act takes effect September 1, 2015.