By: Lucio S.B. No. 1425

A BILL TO BE ENTITLED

	AN ACT

- 2 relating to the Automobile Burglary and Theft Prevention Authority.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 1(2), Article 4413(37), Revised
- 5 Statutes, as amended by Chapters 308 (H.B. 1887) and 927 (H.B.
- 6 3225), Acts of the 80th Legislature, Regular Session, 2007, is
- 7 reenacted and amended to read as follows:
- 8 (2) "Economic motor vehicle theft" means motor vehicle
- 9 [burglary or] theft committed for financial gain.
- SECTION 2. Section 1(4), Article 4413(37), Revised
- 11 Statutes, is amended to read as follows:
- 12 (4) "Director" means the executive director of the
- 13 Texas Department of Motor Vehicles [Texas Department of
- 14 Transportation].
- 15 SECTION 3. Sections 5(b), (c), and (d), Article 4413(37),
- 16 Revised Statutes, are amended to read as follows:
- 17 (b) The authority shall meet at the call of the presiding
- 18 officer [chairman] or at the call of four members.
- 19 (c) To be eligible to take office as a member of the
- 20 authority, a person appointed to the authority must complete [at
- 21 least one course of] a training program that complies with
- 22 Subsection (d).
- 23 (d) The training program required by Subsection (c) must
- 24 provide information to the person regarding:

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- 1 (1) the enabling legislation that created the 2 authority [and its policymaking body to which the member is 3 appointed to serve];
- 4 (2) the programs operated by the authority;
- 5 (3) the role and functions of the authority;
- 6 (4) the rules of the authority and the department;
- 7 (5) the current budget for the authority;
- 8 (6) the results of the most recent formal <u>program</u> 9 audit of the authority;
- 10 (7) the requirements of the:
- 11 (A) open meetings law, Chapter 551, Government
- 12 Code;
- 13 (B) open records law, Chapter 552, Government
- 14 Code; and
- 15 (C) administrative procedure law, Chapter 2001,
- 16 Government Code;
- 17 (8) the requirements of the conflict-of-interest laws
- 18 and other laws relating to public officials; and
- 19 (9) any applicable ethics policies adopted by the
- 20 department or the Texas Ethics Commission.
- SECTION 4. Sections 6(b), (d), (j), and (k), Article
- 22 4413(37), Revised Statutes, are amended to read as follows:
- 23 (b) The authority may solicit and the department may accept
- 24 gifts and grants to carry out a purpose or function of the
- 25 authority.
- 26 (d) Not later than April 1 of each year, the authority shall
- 27 report on its activities to the lieutenant governor and the speaker

- 1 of the house of representatives. The report must include:
- 2 (1) an accounting of all funds received and disbursed
- 3 by the authority during the previous fiscal year; and
- 4 (2) the motor vehicle theft rate for the previous
- 5 fiscal year as determined by authority rule.
- 6 (j) The authority shall:
- 7 (1) develop and use standard performance measures for
- 8 each category of grants provided by the authority in order to assess
- 9 grantee success in achieving the purposes of this article; and
- 10 (2) ensure that grants are used to help $\underline{\text{reduce the}}$
- 11 incidence of [increase:
- 12 [(A) the recovery rate of stolen motor vehicles;
- 13 [(B) the clearance rate of motor vehicle
- 14 burglaries and thefts; and
- 15 [(C) the number of persons arrested for] motor
- 16 vehicle [burglary and] theft and burglary.
- 17 (k) The authority shall allocate grant funds primarily
- 18 based on where the number of motor vehicle thefts or burglaries
- 19 [vehicles stolen in,] or the motor vehicle [burglary or] theft or
- 20 <u>burglary</u> rate <u>is highest in</u> [across,] the state [rather than based
- 21 on geographic distribution].
- SECTION 5. Section 6A, Article 4413(37), Revised Statutes,
- 23 is amended to read as follows:
- Sec. 6A. REFUNDS [POWER TO REFUND]. (a) An insurer may
- 25 request a refund of fees or a determination of the sufficiency of
- 26 payments of fees collected under Section 10 of this article not
- 27 later than the second anniversary of the date the fees were paid.

- 1 (b) The authority may make determinations regarding the
- 2 sufficiency of payments made by an ["]insurer[" (as defined under
- 3 Section 10 of this article) of fees collected pursuant to Section
- 4 10 of this article.
- 5 (c) [(b)] Pursuant to such determination, the authority
- 6 may:
- 7 (1) notify the comptroller that payments made by an
- 8 insurer are sufficient; and
- 9 (2) request the comptroller to draw warrants on the
- 10 funds available to the authority for the purpose of refunding
- 11 monies to an insurer.
- (d) $[\frac{(c)}{(c)}]$ The authority shall make the determination under
- 13 Subsection (c) [(b)] of this section [as follows:
- 14 [(1) the two members of the authority who are
- 15 representatives of insurance companies writing motor vehicle
- 16 insurance in this state shall recuse themselves;
- 17 [(2) the remaining five members of the authority shall
- 18 make the determination] by a simple majority vote.
- (e) [(d)] Determinations made under this section shall be
- 20 performed in accordance with procedures set forth in rules adopted
- 21 by the authority. The question of eligibility for a refund is not a
- 22 contested case within the meaning of the Administrative Procedure
- 23 Act (Chapter 2001, Government Code).
- SECTION 6. Section 7(a), Article 4413(37), Revised
- 25 Statutes, is amended to read as follows:
- 26 (a) The authority shall develop and implement a plan of
- 27 operation. The plan of operation must be updated biennially and

- 1 filed with the speaker of the house of representatives and the
- 2 lieutenant governor [legislature] on or before December 1 of each
- 3 even-numbered year.
- 4 SECTION 7. Section 7(b), Article 4413(37), Revised
- 5 Statutes, as amended by Chapters 308 (H.B. 1887) and 927 (H.B.
- 6 3225), Acts of the 80th Legislature, Regular Session, 2007, is
- 7 reenacted and amended to read as follows:
- 8 (b) The plan of operation must include:
- 9 (1) an assessment of the scope of the problems of motor
- 10 vehicle [burglary or] theft and economic motor vehicle theft,
- 11 including particular areas of the state where the problems are
- 12 greatest;
- 13 (2) an analysis of various methods of combating the
- 14 problems of motor vehicle [burglary or] theft and economic motor
- 15 vehicle theft;
- 16 (3) a plan for providing financial support to combat
- 17 motor vehicle [burglary or] theft and economic motor vehicle theft;
- 18 and
- 19 (4) an estimate of the funds required to implement the
- 20 plan of operation.
- SECTION 8. Section 8(a), Article 4413(37), Revised
- 22 Statutes, as amended by Chapters 308 (H.B. 1887) and 927 (H.B.
- 23 3225), Acts of the 80th Legislature, Regular Session, 2007, is
- 24 reenacted and amended to read as follows:
- 25 (a) Money appropriated to the department for authority
- 26 purposes shall be used [by the authority] to pay the department for
- 27 administrative costs and to achieve the purposes of this article,

- 1 including:
- 2 (1) [establishing and funding the motor vehicle
- 3 registration program required by Section 9 of this article;
- 4 $\left[\frac{(2)}{(2)}\right]$ providing financial support to law enforcement
- 5 agencies for economic motor vehicle theft enforcement teams;
- 6 (2) [(3)] providing financial support to law
- 7 enforcement agencies, local prosecutors, <u>local governmental</u>
- 8 entities, judicial agencies, and neighborhood, community,
- 9 business, and nonprofit organizations for programs designed to
- 10 reduce the incidence of economic motor vehicle theft;
- (3) $[\frac{(4)}{(4)}]$ conducting educational programs designed to
- 12 inform motor vehicle owners of methods of preventing motor vehicle
- 13 [burglary or] theft;
- (4) $\left[\frac{(5)}{(5)}\right]$ providing equipment, for experimental
- 15 purposes, to assist motor vehicle owners in preventing motor
- 16 vehicle [burglary or] theft; and
- 17 (5) [(6)] establishing a uniform program to prevent
- 18 stolen motor vehicles from entering Mexico.
- 19 SECTION 9. Sections 8(b) and (c), Article 4413(37), Revised
- 20 Statutes, are amended to read as follows:
- 21 (b) In any fiscal year, the [amount of the administrative
- 22 expenses of the authority, including salaries, travel and marketing
- 23 expenses, and other overhead expenses may not exceed eight percent
- 24 of the total expenditures of the authority.
- 25 [(c) The] cost of personnel, [and] services, and
- 26 administrative expenses of the authority, including salaries,
- 27 travel, and marketing and other overhead expenses incurred by the

- 1 <u>authority or</u> provided to the authority by the department and by the
- 2 attorney general may be paid only from appropriations made for
- 3 authority purposes and may not exceed eight percent of those
- 4 appropriations. Appropriations made for authority purposes may not
- 5 be used for any other purpose.
- 6 SECTION 10. Sections 10(b), (d), and (e), Article 4413(37),
- 7 Revised Statutes, are amended to read as follows:
- 8 (b) An insurer shall pay [to the authority] a fee equal to \$2
- 9 multiplied by the total number of motor vehicle years of insurance
- 10 for insurance policies delivered, issued for delivery, or renewed
- 11 by the insurer. The fee shall be paid not later than:
- 12 (1) March 1 of each year for a policy issued,
- 13 delivered, or renewed from July 1 through December 31 of the
- 14 previous calendar year; and
- 15 (2) August 1 of each year for a policy issued,
- 16 delivered, or renewed from January 1 through June 30 of that year.
- 17 (d) The authority shall notify the Texas Department [State
- 18 Board of Insurance of any insurer that fails to pay the fee
- 19 required by this section, and the <u>Texas Department of Insurance</u>
- 20 [board] may for that reason revoke the insurer's certificate of
- 21 authority.
- (e) Fifty percent of each fee collected under Subsection (b)
- 23 may be appropriated only for use by [to] the authority for the
- 24 purposes of this article.
- 25 SECTION 11. The following Sections of Article 4413(37),
- 26 Revised Statutes, are repealed:
- 27 (1) Sections 6(i) and 9; and

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- 1 (2) Section 11, as amended by Chapters 308 (H.B. 1887)
- 2 and 927 (H.B. 3225), Acts of the 80th Legislature, Regular Session,
- 3 2007.
- 4 SECTION 12. This Act takes effect September 1, 2015.