By: Springer H.B. No. 163

A BILL TO BE ENTITLED

| 1 | AN ACT |
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| 2 | relating to prohibiting certain transactions between a |
| 3 | governmental entity and an abortion provider or affiliate of the |
| 4 | provider. |
| 5 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: |
| 6 | SECTION 1. Subtitle F, Title 10, Government Code, is |
| 7 | amended by adding Chapter 2271 to read as follows: |
| 8 | CHAPTER 2271. PROHIBITED TRANSACTIONS |
| 9 | Sec. 2271.001. DEFINITIONS. In this chapter: |
| 10 | (1) "Abortion" has the meaning assigned by Section |
| 11 | 245.002, Health and Safety Code. |
| 12 | (2) "Abortion provider" means: |
| 13 | (A) a facility licensed under Chapter 245, Health |
| 14 | and Safety Code; or |
| 15 | (B) an ambulatory surgical center licensed under |
| 16 | Chapter 243, Health and Safety Code, that is used substantially for |
| 17 | the purpose of performing abortions. |
| 18 | (3) "Affiliate" means a person or entity who enters |
| 19 | into with another person or entity a legal relationship created or |
| 20 | governed by at least one written instrument, including a |
| 21 | certificate of formation, a franchise agreement, standards of |
| 22 | affiliation, bylaws, or a license, that demonstrates: |
| 23 | (A) common ownership, management, or control; |
| 24 | (B) a franchise; or |

- 1 (C) the granting or extension of a license or
- 2 other agreement authorizing the person or entity to use the other
- 3 person's or entity's brand name, trademark, service mark, or other
- 4 registered identification mark.
- 5 <u>(4) "Governmental entity" means this state, a state</u>
- 6 agency in the executive, judicial, or legislative branch of state
- 7 government, or a political subdivision of this state.
- 8 (5) "Taxpayer resource transaction" means a sale,
- 9 purchase, lease, donation of money, goods, services, or real
- 10 property, or any other transaction between a governmental entity
- 11 and a private entity that provides to the private entity something
- 12 of value derived directly or indirectly from state or local tax
- 13 revenue, regardless of whether the governmental entity receives
- 14 something of value in return. The term does not include the
- 15 provision of basic public services, including fire and police
- 16 protection and utilities, by a governmental entity to an abortion
- 17 provider or affiliate in the same manner as the entity provides the
- 18 services to the general public.
- 19 Sec. 2271.002. APPLICABILITY. (a) This chapter does not
- 20 apply to:
- 21 (1) a hospital licensed under Chapter 241, Health and
- 22 Safety Code;
- 23 (2) a physician's office described by Section
- 24 245.004(a), Health and Safety Code;
- 25 (3) a state hospital as defined by Section 552.0011,
- 26 Health and Safety Code;
- 27 (4) a teaching hospital of a public or private

- 1 institution of higher education; or
- 2 (5) an accredited residency program providing
- 3 training to resident physicians.
- 4 (b) For purposes of this chapter, a facility is not
- 5 considered to be an abortion provider solely based on the
- 6 performance of an abortion at the facility during a medical
- 7 emergency in accordance with Section 245.016, Health and Safety
- 8 Code.
- 9 Sec. 2271.003. ABORTION PROVIDER AND AFFILIATE
- 10 TRANSACTIONS PROHIBITED; EXCEPTION. (a) Except as provided by
- 11 Subsection (b), a governmental entity may not enter into a taxpayer
- 12 resource transaction or contract with an abortion provider or an
- 13 affiliate of an abortion provider.
- 14 (b) This section does not apply to a taxpayer resource
- 15 transaction involving a federal law that conflicts with Subsection
- 16 (a) as determined by the executive commissioner of the Health and
- 17 Human Services Commission and confirmed in writing by the attorney
- 18 general.
- 19 Sec. 2271.004. INJUNCTION; WAIVER OF IMMUNITY. (a) The
- 20 attorney general may bring an action in the name of the state to
- 21 <u>enjoin a violation of Section 2271.003. The attorney general may</u>
- 22 recover reasonable attorney's fees and costs incurred in bringing
- 23 an action under this subsection.
- (b) Sovereign or governmental immunity, as applicable, of a
- 25 governmental entity to suit and from liability is waived to the
- 26 extent of liability created by Subsection (a).
- 27 SECTION 2. Chapter 2271, Government Code, as added by this

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- 1 Act, applies only to a taxpayer resource transaction or contract
- 2 entered into on or after the effective date of this Act.
- 3 SECTION 3. This Act takes effect immediately if it receives
- 4 a vote of two-thirds of all the members elected to each house, as
- 5 provided by Section 39, Article III, Texas Constitution. If this
- 6 Act does not receive the vote necessary for immediate effect, this
- 7 Act takes effect on the 91st day after the last day of the
- 8 legislative session.