

By: Taylor of Galveston

S.B. No. 2127

A BILL TO BE ENTITLED

AN ACT

relating to limitations on reporting of certain consumer credit information.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Texas Business and Commerce Code Section 20.05(a) is amended by adding a new subsection (6) to read as follows:

(a) Except as provided by Subsection (b), a consumer reporting agency may not furnish a consumer report containing information related to:

(1) a case under Title 11 of the United States Code or under the federal Bankruptcy Act in which the date of entry of the order for relief or the date of adjudication predates the consumer report by more than 10 years;

(2) a suit or judgment in which the date of entry predates the consumer report by more than seven years or the governing statute of limitations, whichever is longer;

(3) a tax lien in which the date of payment predates the consumer report by more than seven years;

(4) a record of arrest, indictment, or conviction of a crime in which the date of disposition, release, or parole predates the consumer report by more than seven years;

(5) another item or event that predates the consumer report by more than seven years; ~~or~~ or

1 (6) a collection account with a medical industry
2 billing code when the consumer had health insurance at the time of
3 the event giving rise to the collection and the collection relates
4 to billing for an outstanding balance, after copayments,
5 deductibles, and coinsurance, owed to an emergency care provider or
6 a facility-based provider for an out-of-network benefit claim.

7 SECTION 2. This Act takes effect immediately if it receives
8 a vote of two-thirds of all the members elected to each house, as
9 provided by Section 39, Article III, Texas Constitution. If this
10 Act does not receive the vote necessary for immediate effect, this
11 Act takes effect September 1, 2017.