S.B. No. 44 By: Hinojosa

|    | A BILL TO BE ENTITLED                                            |
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| 1  | AN ACT                                                           |
| 2  | relating to civil and administrative penalties assessed for      |
| 3  | violations of statutes or rules governing chemical dependency    |
| 4  | treatment facilities.                                            |
| 5  | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:          |
| 6  | SECTION 1. Section 464.017(a), Health and Safety Code, is        |
| 7  | amended to read as follows:                                      |
| 8  | (a) A person or facility is subject to a civil penalty of not    |
| 9  | more than \$25,000 for each day of violation and for each act of |
| 10 | violation of this subchapter or a rule adopted under this        |
| 11 | subchapter. In determining the amount of the civil penalty, the  |
| 12 | court shall consider:                                            |

- (1) the person's or facility's previous violations; 13
- 14 (2) the seriousness of the violation, including the
- nature, circumstances, extent, and gravity of the violation; 15
- (3) whether the health and safety of the public was 16
- threatened by the violation; 17
- (4) the demonstrated good faith of the person or 18
- facility; [and] 19
- 20 (5) the amount necessary to deter future violations;
- 21 (6) the person's or facility's ability to pay the
- 22 penalty; and
- (7) if the person's or facility's license is not 23
- revoked under Section 464.014 because of the violation, the ability 24

- 1 of the person or facility to continue providing services under this
- 2 chapter after paying the penalty.
- 3 SECTION 2. Sections 464.019(c) and (s), Health and Safety
- 4 Code, are amended to read as follows:
- 5 (c) The amount of the penalty shall be based on:
- 6 (1) the seriousness of the violation, including the
- 7 nature, circumstances, extent, and gravity of any prohibited acts,
- 8 and the hazard or potential hazard created to the health, safety, or
- 9 economic welfare of the public;
- 10 (2) enforcement costs relating to the violation;
- 11 (3) the history of previous violations;
- 12 (4) the amount necessary to deter future violations;
- 13 (5) efforts to correct the violation; [and]
- 14 (6) the person's ability to pay the penalty;
- 15 (7) if the person's license is not revoked under
- 16 Section 464.014 because of the violation, the person's ability to
- 17 continue providing services under this chapter after paying the
- 18 penalty;
- 19 (8) the degree of the person's culpability in causing
- 20 the violation; and
- 21 (9) any other matter that justice may require.
- 22 (s) The commission shall post on the commission's Internet
- 23 website current administrative penalty schedules applicable to a
- 24 person licensed or regulated under this chapter. The commission
- 25 shall ensure that the administrative penalties listed in the posted
- 26 schedules are accurate. The administrative penalty schedules must
- 27 be based on a consideration of the economic impact of a penalty

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- 1 <u>assessed against a person licensed or regulated under this chapter</u>
- 2 and the factors described by Subsection (c).
- 3 SECTION 3. The changes in law made by this Act apply only to
- 4 a violation that occurs on or after the effective date of this Act.
- 5 A violation that occurred before the effective date of this Act is
- 6 governed by the law in effect when the violation occurred, and the
- 7 former law is continued in effect for that purpose.
- 8 SECTION 4. This Act takes effect on the 91st day after the
- 9 last day of the legislative session.