By:  Harris of Anderson, Cain H.B. No. 2350

A BILL TO BE ENTITLED

AN ACT

relating to the authority of a political subdivision to regulate certain activities.

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

SECTION 1.  Title 2, Occupations Code, is amended by adding Chapter 60 to read as follows:

CHAPTER 60. PREEMPTION

Sec. 60.001.  PREEMPTION OF LOCAL LICENSING REQUIREMENTS. (a) In this section:

(1)  "Occupational license" means a license, permit, registration, certificate, or other authorization that is:

(A)  issued by a licensing authority; and

(B)  required by an ordinance, rule, regulation, policy, or law for a person to engage in an occupation.

(2)  "Political subdivision" means a county, municipality, special district, or other political subdivision of this state.

(3)  "State licensing authority" means a state agency, department, board, or commission or the executive or administrative officer of a state agency, department, board, or commission that issues an occupational license.

(b)  Notwithstanding any other law, other than Subsection (d), if a person is required to possess an occupational license issued by a state licensing authority to engage in an occupation, a political subdivision may not adopt or enforce any ordinance, order, rule, regulation, law, or policy that:

(1)  requires the person to possess an occupational license issued by the political subdivision to engage in that occupation; or

(2)  is more stringent than or is inconsistent with a law of this state or a rule adopted by the applicable state licensing authority and that regulates in any manner a contract entered into between the person and a member of the public for the purchase of goods or services from the person.

(c)  An ordinance, order, rule, regulation, law, or policy that violates Subsection (b) is void and unenforceable.

(d)  This section does not limit the authority of a political subdivision to adopt and enforce:

(1)  a zoning regulation, including a zoning regulation or zoning district boundary adopted under Chapter 211 or 231, Local Government Code;

(2)  a restriction on the location where an occupation may be engaged in, including a restriction on the location of a sexually oriented business or a business licensed or permitted under the Alcoholic Beverage Code to sell an alcoholic beverage;

(3)  a requirement on a towing company or a vehicle storage facility, as those terms are defined by Section 2308.002, to register with the political subdivision in which the company or facility operates, without payment of any fee or complying with any other condition, solely for the purpose of facilitating an incident management tow, as defined by that section, and storing the towed vehicle;

(4)  an ordinance, order, rule, regulation, law, or policy that protects the health or safety of persons in the political subdivision, as authorized by other law, including Chapters 121, 122, 146, 341, 343, and 437, Health and Safety Code, and Chapter 214, Local Government Code; or

(5)  an ordinance, order, rule, regulation, law, or policy regulating any conduct under Chapter 393, Finance Code, and any conduct related to a credit services organization, as defined by Section 393.001, Finance Code, or a credit access business, as defined by Section 393.601, Finance Code, if:

(A)  the political subdivision adopted the ordinance, order, rule, regulation, law, or policy before January 1, 2023; and

(B)  the ordinance, order, rule, regulation, law, or policy would have been valid under the law as it existed on August 31, 2023.

SECTION 2.  This Act takes effect September 1, 2023.