By: Oliverson

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## A BILL TO BE ENTITLED

AN ACT 2 relating to the liability of entities contracted with the 3 Department of Family and Protective Services to provide 4 community-based care or child welfare services.

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

6 SECTION 1. Section 264.170, Family Code, is amended to read 7 as follows:

Sec. 264.170. LIMITED LIABILITY FOR SINGLE SOURCE CONTINUUM 8 CONTRACTOR OR OTHER ENTITY CONTRACTED TO PROVIDE CHILD WELFARE 9 SERVICES AND RELATED PERSONNEL. (a) A nonprofit entity that 10 11 contracts with the department to provide services as a single 12 source continuum contractor under this subchapter is considered to be a charitable organization for the purposes of Chapter 84, Civil 13 14 Practice and Remedies Code, with respect to the provision of those services, and that chapter applies to the entity and any person who 15 16 is an employee or volunteer of the entity.

17 (b) The limitations on liability provided by this section18 apply:

19 (1) only to an act or omission by the entity or person,
20 as applicable, that occurs:

21 <u>(A)</u> while the entity or person is acting within 22 the course and scope of the entity's contract with the department<u>;</u> 23 <u>or</u>

(B) while the person is acting within the course

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1 and scope of [and] the person's duties for the entity; and

2 (2) only if insurance coverage in the minimum amounts 3 required by Chapter 84, Civil Practice and Remedies Code, is in 4 force and effect at the time a cause of action for personal injury, 5 death, or property damage accrues.

(c) An entity or person described by Subsection (a), or an 6 7 entity contracted with the Department of Family and Protective 8 Services to provide family preservation, foster care, or adoption services may not be held liable for damages in excess of the amounts 9 provided by Section 84.006, Civil Practice and Remedies Code, for a 10 claim of negligence in the supervision or treatment of a child in 11 12 the entity's custody or control unless the claimant establishes by clear and convincing evidence that the entity or person failed to 13 comply with laws or rules regarding the supervision or treatment of 14 15 children.

(d) An entity or person described by Subsection (a) may not 16 17 be held liable for damages in excess of the amounts provided by Section 84.006, Civil Practice and Remedies Code, for a claim of 18 19 negligence in the hiring, training, supervision, or retention of an employee or volunteer unless the claimant establishes by clear and 20 convincing evidence that the entity or person failed to comply 21 22 with: 23 (1) the terms of the entity's contract with the 24 department; or 25 (2) laws or rules applicable to child-care facilities,

26 as defined by Section 42.002, Human Resources Code.

27 (e) An entity described by Subsection (a) may not be held

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liable under a theory of vicarious liability for damages in excess 1 of the amounts provided by Section 84.006, Civil Practice and 2 Remedies Code, if the claim is based on an employee's or a 3 4 volunteer's conduct that is intentional or done with conscious indifference or reckless disregard for the safety of others. 5 6 SECTION 2. Section 264.170, Family Code, as amended by this 7 Act, applies only to a cause of action that accrues on or after the effective date of this Act. A cause of action that accrued before 8 the effective date of this Act is governed by the law as it existed 9 immediately before the effective date of this Act, and that law is 10 continued in effect for that purpose. 11

12 SECTION 3. This Act takes effect September 1, 2023.