By: King S.B. No. 1646

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to criminal conduct involving the theft or unauthorized
3	possession of copper or brass and to the sale of copper or brass
4	material to metal recycling entities; creating criminal offenses;
5	providing an administrative penalty.
6	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
7	ARTICLE 1. CRIMINAL PENALTIES
8	SECTION 1.01. Section 423.0045(a)(1-a), Government Code,
9	is amended to read as follows:
10	(1-a) "Critical infrastructure facility" means:
11	(A) one of the following, if completely enclosed
12	by a fence or other physical barrier that is obviously designed to
13	exclude intruders, or if clearly marked with a sign or signs that
14	are posted on the property, are reasonably likely to come to the
15	attention of intruders, and indicate that entry is forbidden:
16	(i) a petroleum or alumina refinery;
17	(ii) an electrical power generating
18	facility, substation, switching station, or electrical control
19	center;
20	(iii) a chemical, polymer, or rubber
21	manufacturing facility;
22	(iv) a water intake structure, water
23	treatment facility, wastewater treatment plant, or pump station;
24	(v) a natural gas compressor station;

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 1
                         (vi) a liquid natural gas terminal or
   storage facility;
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 3
                         (vii) a
                                      telecommunications
   switching office or any structure used as part of a system to
 4
 5
   provide [wired or wireless] telecommunications services, cable
   television services, or Internet access services;
 6
 7
                         (viii) a port, a railroad switching yard, a
   trucking terminal, or any other freight transportation facility;
8
 9
                         (ix) a gas processing plant, including a
10
   plant used in the processing, treatment, or fractionation of
   natural gas;
11
12
                          (X)
                              a transmission facility used by a
   federally licensed radio or television station;
13
14
                          (xi) a steelmaking facility that uses an
15
   electric arc furnace to make steel;
16
                         (xii) a dam that is classified as a high
17
   hazard by the Texas Commission on Environmental Quality; or
                         (xiii) a
                                     concentrated
18
                                                    animal
                                                             feeding
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    operation, as defined by Section 26.048, Water Code; or
20
                    (B) if enclosed by a fence or other physical
   barrier obviously designed to exclude intruders:
21
                         (i) any portion of an aboveground oil, gas,
22
23
   or chemical pipeline;
24
                          (ii) an oil or gas drilling site;
25
                         (iii) a group of tanks used to store crude
   oil, such as a tank battery;
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(iv) an oil, gas, or chemical production

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1
   facility;
 2
                          (v) an oil or gas wellhead; or
 3
                          (vi) any oil and gas facility that has an
   active flare.
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          SECTION 1.02. Section 28.03(g), Penal Code, is amended by
 5
    adding Subdivision (10) to read as follows:
 6
               (10) "Critical infrastructure facility" has the
 7
   meaning as signed by Section 423.0045, Government Code, and includes
8
   any component of a system:
 9
                    (A) on which a 9-1-1 service, as defined by
10
   Section 771.001, Health and Safety Code, depends to properly
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12
   function; or
                    (B) that enables interoperable communications
13
   between emergency services personnel, as defined by Section 22.01,
14
15
   during an emergency or disaster.
          SECTION 1.03. Section 28.03, Penal Code, is amended by
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   adding Subsection (1) to read as follows:
          (1) Notwithstanding Subsection (b), an offense under this
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19
   section is a felony of the third degree if the actor committed the
   offense by damaging or destroying a copper or brass component of a
20
   critical infrastructure facility or of equipment appurtenant to the
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   facility or on which the facility depends to properly function, and
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   the damage or destruction causes, wholly or partly, the impairment
23
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SECTION 1.04. Section 31.01, Penal Code, is amended by

(15) "Critical infrastructure facility" has

or interruption of the facility or that equipment.

adding Subdivisions (15) and (16) to read as follows:

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- 1 meaning assigned by Section 423.0045, Government Code, and includes
- 2 any component of a system:
- 3 (A) on which a 9-1-1 service, as defined by
- 4 Section 771.001, Health and Safety Code, depends to properly
- 5 function; or
- 6 (B) that enables interoperable communications
- 7 between emergency services personnel, as defined by Section 22.01,
- 8 during an emergency or disaster.
- 9 (16) "Firearm" has the meaning assigned by Section
- 10 46.01.
- 11 SECTION 1.05. Section 31.03, Penal Code, is amended by
- 12 adding Subsection (f-2) to read as follows:
- 13 (f-2) An offense described for purposes of punishment by
- 14 Subsection (e)(4)-(6) is increased to the next higher category of
- 15 offense if it is shown on the trial of the offense that:
- 16 (1) the property stolen was copper or brass; and
- 17 (2) the actor committed the offense by unlawfully
- 18 appropriating the property from a critical infrastructure facility
- 19 or from equipment appurtenant to the facility or on which the
- 20 facility depends to properly function.
- 21 SECTION 1.06. Chapter 31, Penal Code, is amended by adding
- 22 Section 31.22 to read as follows:
- Sec. 31.22. UNAUTHORIZED POSSESSION OF CERTAIN COPPER OR
- 24 BRASS MATERIAL. (a) In this section, "copper or brass material"
- 25 has the meaning assigned by Section 1956.001(4)(A) or (B),
- 26 Occupations Code.
- 27 <u>(b) A person commits an offense if the person:</u>

(1) <u>intentionally or knowingly possesses copper or</u> 1 2 brass material; and 3 (2) is not a person who is authorized under Subsection (c) to possess the copper or brass material. 4 5 (c) A person is presumed to be authorized to possess copper or brass material if the person is: 6 7 (1) the owner of the material; 8 (2) a public utility or common carrier; (3) a telecommunications provider as defined by 9 10 Section 51.002, Utilities Code; (4) a cable service provider as defined by Section 11 12 66.002, Utilities Code; (5) a video service provider as defined by Section 13 14 66.002, Utilities Code; 15 (6) a manufacturing, industrial, commercial, retail, or other business that sells the material in the ordinary course of 16 17 the seller's business; (7) a carrier-for-hire acting in the course and scope 18 19 of the carrier's business; 20 (8) a metal recycling entity registered under Chapter 21 1956, Occupations Code, and acting within the course and scope of the entity's business; 22 (9) a person acting in the ordinary course of the 23 24 person's business who lawfully acquires possession of the materials during construction, remodeling, demolition, or salvage of a 25

building or other structure in which the materials were installed

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or contained; or

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(10) an agent for a person described by Subdivisions
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   (1)-(9) acting within the course and scope of the agent's authority
 3
   to act on behalf of the person.
4
         (d) The presumption established under Subsection (c) does
5
   not apply to a person who knows that the material was unlawfully
6
   obtained.
7
         (e) Except as provided by Subsection (f), an offense under
8
   this section is a state jail felony.
9
         (f) An offense under this section is a felony of the third
   degree if it is shown on the trial of the offense that:
10
               (1) the copper or brass material was unlawfully
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12
   obtained from a critical infrastructure facility; or
               (2) the person:
13
14
                    (A) has been previously convicted of an offense
15
   under this section;
16
                    (B) has been previously convicted of any of the
17
   following offenses with respect to copper or brass material:
                         (i) an offense under Section 28.03 or
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19
   31.03;
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                         (ii) conspiracy under Section 15.02 to
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   commit an offense under Section 28.03 or 31.03; or
22
                         (iii) an offense under Chapter 71;
                    (C) in connection with the offense, engaged in
23
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   conduct with respect to copper or brass material constituting:
                         (i) conspiracy under Section 15.02 to
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commit an offense under Section 28.03, Section 31.03, or Chapter

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71; or

- 1 (ii) an offense under Chapter 71; or
- 2 (D) possessed a firearm during the commission of
- 3 the offense.
- 4 (g) If conduct constituting an offense under this section
- 5 also constitutes an offense under any other law, the actor may be
- 6 prosecuted under this section, the other law, or both.
- 7 SECTION 1.07. Section 71.02(a), Penal Code, as amended by
- 8 Chapters 269 (S.B. 224), 369 (H.B. 1442), 462 (S.B. 1900), 885 (H.B.
- 9 4635), and 910 (H.B. 6), Acts of the 88th Legislature, Regular
- 10 Session, 2023, is reenacted and amended to read as follows:
- 11 (a) A person commits an offense if, with the intent to
- 12 establish, maintain, or participate in a combination or in the
- 13 profits of a combination or as a member of a criminal street gang or
- 14 foreign terrorist organization, the person commits or conspires to
- 15 commit one or more of the following:
- 16 (1) murder, capital murder, arson, aggravated
- 17 robbery, robbery, burglary, theft, aggravated kidnapping,
- 18 kidnapping, aggravated assault, aggravated sexual assault, sexual
- 19 assault, continuous sexual abuse of young child or disabled
- 20 individual, solicitation of a minor, forgery, deadly conduct,
- 21 assault punishable as a Class A misdemeanor, burglary of a motor
- 22 vehicle, or unauthorized use of a motor vehicle;
- 23 (2) any gambling offense punishable as a Class A
- 24 misdemeanor;
- 25 (3) promotion of prostitution, aggravated promotion
- 26 of prostitution, or compelling prostitution;
- 27 (4) unlawful manufacture, transportation, repair, or

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   sale of firearms or prohibited weapons;
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               (5) unlawful manufacture, delivery, dispensation, or
   distribution of a controlled substance or dangerous drug, or
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   unlawful possession of a controlled substance or dangerous drug:
 4
 5
                         through forgery, fraud, misrepresentation,
                     (A)
 6
   or deception; or
 7
                         with the intent to deliver the controlled
                     (B)
8
    substance or dangerous drug;
 9
               (5-a) causing the unlawful delivery, dispensation, or
   distribution of a controlled substance or dangerous drug in
10
   violation of Subtitle B, Title 3, Occupations Code;
11
12
               [(5-b) any unlawful possession with intent to deliver a
    controlled substance or dangerous drug;
13
               [(5-b) unlawful possession with intent to deliver
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   controlled substance listed in Penalty Group 1-B under Section
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   481.1022, Health and Safety Code;
17
                    any unlawful wholesale promotion or possession of
    any obscene material or obscene device with the intent to wholesale
18
19
   promote the same;
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               (7) any offense under Subchapter B, Chapter
   depicting or involving conduct by or directed toward a child
21
   younger than 18 years of age;
22
                    any felony offense under Chapter 32;
23
               (8)
24
                    any offense under Chapter 36;
                     any offense under Chapter 34, 35, or 35A;
25
               (10)
26
               (11)
                    any offense under Section 37.11(a);
27
               (12)
                     any offense under Chapter 20A;
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 1
                (13)
                      any offense under Section 37.10;
 2
                      any offense under Section 38.06, 38.07, 38.09, or
                (14)
 3
    38.11;
                (15)
                      any offense under Section 42.10;
 4
 5
                      any offense under Section 46.06(a)(1) or 46.14;
                (16)
                (17)
                      any offense under Section 20.05, 20.06, or 20.07;
 6
 7
                      any offense under Section 16.02;
                (18)
                      any offense punishable under Section 42.03(d) or
 8
                (19)
    (e);
 9
                (20) [(19)] an offense under Section 28.03 that is
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    punishable under Subsection (b)(4)(E) or (l) of that section;
11
                (21) \left[\frac{(20)}{(20)}\right] an offense under Section 31.21 or 31.22
12
    that is punishable under Subsection (d) or (e), respectively, of
13
14
    those sections [that section]; [or]
15
                (22) [(20)] any offense classified as a felony under
16
    the Tax Code; or
                <u>(23)</u> [<del>(21)</del>]
17
                             any
                                    offense
                                              under
                                                      Section
                                                                545.420,
    Transportation Code.
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          SECTION 1.08. Section 31.03(h)(8), Penal Code, is repealed.
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             ARTICLE 2. REGULATION OF METAL RECYCLING ENTITIES
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          SECTION 2.01. Chapter 1956, Occupations Code, is amended by
    adding Subchapter C-2 to read as follows:
22
      SUBCHAPTER C-2. TRANSACTIONS INVOLVING CERTAIN COPPER OR BRASS
23
24
                                  MATERIAL
          Sec. 1956.131. DEFINITION. Notwithstanding Section
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26
    1956.001, in this subchapter, the term "copper or brass material"
    does not include the material described by Section 1956.001(4)(C).
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(a) Notwithstanding any other provision of this chapter, this
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   subchapter applies to the purchase or acquisition, from a person
   described by Section 1956.002(1), of copper or brass material.
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5
         (b) This subchapter does not affect any requirement under
   Subchapter A-3, including any requirement applicable to the
6
7
   purchase or acquisition of copper or brass material from a person
8
   not described by Section 1956.002(1).
         Sec. 1956.133. LIMITATION ON PURCHASING OR OTHERWISE
9
   ACQUIRING CERTAIN COPPER OR BRASS MATERIAL. A metal recycling
10
   entity may not purchase or otherwise acquire copper or brass
11
12
   material from a person described by Section 1956.002(1), unless
   each of the following is satisfied:
13
14
               (1) the person selling the copper or brass material to
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   the metal recycling entity acquired it in the ordinary course of the
   person's business, including in the ordinary course of business of
16
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Sec. 1956.132. APPLICABILITY; EFFECT

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material;

any of the following entities:

Section 51.002, Utilities Code;

Section 66.002, Utilities Code;

Section 66.002, Utilities Code;

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(A) a business that owns the copper or brass

(C) a telecommunications provider as defined by

(D) a cable service provider as defined by

(E) a video service provider as defined by

(F) a manufacturing, industrial, commercial,

(B) a public utility or common carrier;

- 1 retail, or other business that sells the material in the ordinary
- 2 course of the seller's business;
- 3 (G) a carrier-for-hire acting in the course and
- 4 scope of the carrier's business;
- 5 (H) a metal recycling entity registered under
- 6 this chapter acting within the course and scope of the entity's
- 7 <u>business; or</u>
- 8 (I) a person acting in the ordinary course of the
- 9 person's business who lawfully acquires possession of the materials
- 10 during the construction, remodeling, demolition, or salvage of a
- 11 building or other structure in which the materials were installed
- 12 or contained; or
- 13 (2) any individual acting on behalf of the person
- 14 described by Subdivision (1) who has apparent authority to enter
- 15 into the transaction and is acting in the scope of that authority.
- Sec. 1956.134. CERTAIN RECORDS REQUIRED WHEN PURCHASING OR
- 17 OTHERWISE ACQUIRING CERTAIN COPPER OR BRASS MATERIAL; OFFENSE.
- 18 (a) A metal recycling entity shall maintain an accurate record of
- 19 each transaction in which the entity purchases or otherwise
- 20 acquires copper or brass material from a person described by
- 21 <u>Section 1956.133.</u>
- (b) A record meets the requirements of Subsection (a) if it
- 23 <u>contains:</u>
- 24 (1) a description of the volume of copper or brass
- 25 material purchased or otherwise acquired made in accordance with
- 26 the custom of the trade for the material that is the subject of the
- 27 transaction;

(2) the business name of the person from whom the 1 2 copper or brass material was purchased or otherwise acquired; (3) the following, as applicable: 3 4 (A) the information printed on the material that shows the manufacturer of the material, the date of manufacture of 5 the material, the identification code for the material, and the 6 7 type and size of the material; and (B) any other information required by commission 8 rule for materials that are damaged to the extent that the 9 10 information described by Paragraph (A) is difficult to ascertain; 11 and 12 (4) the date of the transaction. (c) A metal recycling entity shall preserve each record 13 required by this section until the second anniversary of the date 14 15 the record was made. The records must be maintained in an easily retrievable format and must be available for inspection as provided 16 17 by Section 1956.135 not later than 72 hours after the time of purchase or acquisition. 18 19 (d) A record containing the information described by Subsection (b) that is maintained in accordance with other law or as 20 a routine business practice satisfies the requirements of 21 22 Subsection (a).

which a metal recycling entity is required to document in a record

required by this section the type of seller, including a seller

listed in Section 1956.133, from which the entity purchased or

acquired copper or brass material.

(e) The commission by rule shall prescribe the method by

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- 1 (f) A metal recycling entity commits an offense if the
- 2 entity intentionally or knowingly fails to maintain a record as
- 3 required by this section. An offense under this subsection is a
- 4 Class A misdemeanor.
- 5 Sec. 1956.135. INSPECTION OF RECORDS. On request, a metal
- 6 recycling entity shall permit a peace officer, a representative of
- 7 the department, or a representative of a county, municipality, or
- 8 other political subdivision that issues a license or permit under
- 9 Section 1956.003(b) to, during the entity's usual business hours:
- 10 (1) enter the premises of the entity; and
- 11 (2) inspect a record required to be maintained by
- 12 Section 1956.134.
- Sec. 1956.136. EFFECT ON LOCAL LAW. (a) Notwithstanding
- 14 Section 1956.003, a county, municipality, or political subdivision
- 15 of this state may not:
- (1) with respect to copper or brass material, restrict
- 17 the purchase, acquisition, sale, transfer, or possession of the
- 18 material by a person described by Section 1956.133; or
- 19 (2) alter or add to the recordkeeping requirements
- 20 provided by Section 1956.134.
- (b) Subsection (a) does not affect the authority of a
- 22 county, municipality, or political subdivision of this state to:
- 23 (1) issue a license or permit as provided by Section
- 24 1956.003; or
- 25 (2) inspect a record as provided by Section 1956.135.
- 26 Sec. 1956.137. ADMINISTRATIVE PENALTY. (a) The
- 27 commission may impose an administrative penalty under Subchapter R,

- 1 Chapter 411, Government Code, on a metal recycling entity that:
- 2 (1) violates Section 1956.133 due to the entity's
- 3 failure to exercise due diligence in purchasing or acquiring copper
- 4 or brass material; or
- 5 (2) violates Section 1956.134.
- 6 (b) The amount of the administrative penalty may not exceed 7 \$10,000.
- 8 ARTICLE 3. TRANSITIONS; EFFECTIVE DATE
- 9 SECTION 3.01. As soon as practicable after the effective
- 10 date of this Act, the Public Safety Commission shall adopt rules
- 11 necessary to implement Subchapter C-2, Chapter 1956, Occupations
- 12 Code, as added by this Act.
- 13 SECTION 3.02. The changes in law made by this Act to
- 14 Sections 28.03 and 71.02, Penal Code, apply only to an offense
- 15 committed on or after September 1, 2025. An offense committed
- 16 before September 1, 2025, is governed by the law in effect on the
- 17 date the offense was committed, and the former law is continued in
- 18 effect for that purpose. For purposes of this section, an offense
- 19 was committed before September 1, 2025, if any element of the
- 20 offense occurred before that date.
- 21 SECTION 3.03. This Act takes effect immediately if it
- 22 receives a vote of two-thirds of all the members elected to each
- 23 house, as provided by Section 39, Article III, Texas Constitution.
- 24 If this Act does not receive the vote necessary for immediate
- 25 effect, this Act takes effect September 1, 2025.