Thompson of Harris, et al. 1-1 By: (Senate Sponsor - Perry)

H.B. No. 1079

1-2 1-3 (In the Senate - Received from the House May 6, 2015; May 11, 2015, read first time and referred to Committee on State Affairs; May 19, 2015, reported favorably by the following vote: Yeas 9, Nays 0; May 19, 2015, sent to printer.) 1-4 1-5 1-6

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1-18 1-19

COMMITTEE VOTE

1-8		Yea	Nay	Absent	PNV
1-9	Huffman	Х	-		
1-10	Ellis	Х			
1-11	Birdwell	Х			
1-12	Creighton	Х			
1-13	Estes	Х			
1-14	Fraser	Х			
1-15	Nelson	Х			
1-16	Schwertner	Х			
1-17	Zaffirini	Х			

## A BILL TO BE ENTITLED AN ACT

1-20 relating to the distribution of certain civil penalties, payments, and civil restitution received by the attorney general. 1-21 1-22 1-23

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

SECTION 1. Section 402.007(b), Government Code, is amended to read as follows: 1-24

1-25 Subject to Subsection (d), the comptroller shall credit (b) 1-26 to the judicial fund for programs approved by the supreme court that 1-27 provide basic civil legal services to the indigent the net amount 1-28 of:

1-29 (1) a civil penalty or payment, excluding attorney's fees or costs, that is recovered in an action by the attorney general in any matter actionable under the [Subchapter E, Chapter 1-30 1-31 1-32 17, Business & Commerce Code, after deducting amounts allocated to 1-33 or retained by the attorney general as authorized by law, unless:

1-34 (A) another law requires that the funds [penalty] 1-35 be credited to a different fund or account; or

1-36 (B) the judgment awarding the <u>funds</u> [penalty] requires that the <u>funds</u> [<u>penalty</u>] be paid to another <u>identifiable</u> [named] recipient; and 1-37 1-38

1-39 civil (2) restitution recovered by the attorney 1-40 general in an action brought by the attorney general [arising from conduct that violates a consumer protection, public health, or general welfare law,] if, on the hearing of an ex parte motion filed by the attorney general after the entry of a judgment awarding civil 1-41 1-42 1-43 restitution, the court: 1 - 44

1-45 (A) determines that, based on the facts and circumstances of the case: 1-46

1-47 (i) it is impossible or impracticable to 1-48 identify injured parties;

1-49 (ii) it is impossible or impracticable to 1-50 determine the degree to which each claimant was injured and 1-51 entitled to recover;

1-52 (iii) the cost of administering a claim procedure will disproportionately reduce the amount of restitution 1-53 1-54 available for the payment of individual claims; or

1-55 (iv) the claims of all identifiable persons 1-56 eligible to receive restitution have been paid without exhausting 1-57 the funds available for restitution; and

1-58 (B) enters a judgment order or that the restitution be credited to the judicial fund for programs approved 1-59 1-60 by the supreme court that provide basic civil legal services to the 1-61 indigent.

H.B. No. 1079 SECTION 2. The change in law made by this Act applies only to a civil penalty, payment, or civil restitution that is received by the attorney general on or after the effective date of this Act. 2-1 2-2 2-3 A civil penalty, payment, or civil restitution received by the attorney general before the effective date of this Act is governed by the law in effect immediately before the effective date of this Act, and that law is continued in effect for that purpose. 2-4 2**-**5 2**-**6 2-7

2-8 SECTION 3. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this 2-9 2**-**10 2**-**11 Act takes effect September 1, 2015. 2-12

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