By: Geren, Harless, Burkett, Longoria, Murphy, et al.

H.B. No. 1794

A BILL TO BE ENTITLED

1	AN ACT
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- 2 relating to suits brought by local governments for violations of
- 3 certain laws under the jurisdiction of, or rules adopted or orders
- 4 or permits issued by, the Texas Commission on Environmental
- 5 Quality; affecting civil penalties.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 7 SECTION 1. Section 7.107, Water Code, is amended to read as
- 8 follows:
- 9 Sec. 7.107. DIVISION OF CIVIL PENALTY. Except in a suit
- 10 brought for a violation of Chapter 28 of this code or of Chapter
- 11 401, Health and Safety Code, a civil penalty recovered in a suit
- 12 brought under this subchapter by a local government shall be
- 13 [equally] divided as follows [between]:
- 14 (1) the first \$4.3 million of the amount recovered
- 15 shall be divided equally between:
- 16 (A) the state; and
- (B) $\left[\frac{(2)}{2}\right]$ the local government that brought the
- 18 suit; and
- 19 (2) any amount recovered in excess of \$4.3 million
- 20 shall be awarded to the state.
- 21 SECTION 2. Subchapter H, Chapter 7, Water Code, is amended
- 22 by adding Sections 7.359, 7.360, and 7.361 to read as follows:
- Sec. 7.359. LIMITATION ON CIVIL PENALTY. (a) Except as
- 24 provided by Subsection (b), in a suit brought by a local government

- H.B. No. 1794
- 1 under this subchapter, a person may be assessed a civil penalty of
- 2 not less than \$50 and not more than \$25,000 for each day of each
- 3 violation, provided that the amount assessed may not exceed \$4.3
- 4 million.
- 5 (b) This section does not limit the state's authority to
- 6 pursue the assessment of a civil penalty under this chapter.
- 7 Sec. 7.360. FACTORS TO BE CONSIDERED IN DETERMINING AMOUNT
- 8 OF CIVIL PENALTY. In determining the amount of a civil penalty to
- 9 be assessed in a suit brought by a local government under this
- 10 subchapter, the trier of fact shall consider the factors described
- 11 by Section 7.053.
- 12 Sec. 7.361. LIMITATIONS. A suit for a civil penalty that is
- 13 brought by a local government under this subchapter must be brought
- 14 not later than the fifth anniversary of the earlier of the date the
- 15 person who committed the violation:
- 16 <u>(1) notifies the commission in writing of the</u>
- 17 violation; or
- 18 (2) receives a notice of enforcement from the
- 19 commission with respect to the alleged violation.
- SECTION 3. The changes in law made by this Act apply only to
- 21 a violation that occurs on or after the effective date of this Act.
- 22 A violation that occurs before the effective date of this Act is
- 23 governed by the law in effect on the date the violation occurred,
- 24 and the former law is continued in effect for that purpose.
- 25 SECTION 4. This Act takes effect September 1, 2015.