May 29, 2023

Dear Friends and Colleagues,

Today, the regular session of the 88th Legislature came to a close. According to the Texas Legislative Reference Library, a total of 8,046 bills were introduced during the session. Of that total, 1,246 bills were passed and sent to Governor Abbott, some of which have already been signed into law or have been vetoed.

The Governor has until June 18, 2023 to sign, veto, or allow to become law (without signature) legislation that was passed during the regular session. I'll provide a final regular session update after June 18. I'll also continue to review all bills passed to see if any were amended to include provisions taken from other civil justice-related bills that failed to pass. If so, I'll include summaries of those bills in the final regular session update.

Programming note: There *will* be a special session to address one or more priority items that did not pass during the regular session. Once the special session is called, I'll continue to review and monitor all legislative proposals in the event they include civil justice-related issues. If so, you'll be hearing from me a little further into the

Bills That Passed

Arbitration

HB 1255 - Limitation Periods in Arbitration Proceedings

- Summary: HB 1255, filed by Rep. John Smithee (R Amarillo), amends Chapter 16 of the Civil Practice and Remedies Code (CPRC) by adding section 16.073, which provides that "a party may not assert a claim in an arbitration proceeding if the party could not bring suit for the claim in court due to the expiration of the applicable limitations period." However, under the proposed section 16.073, the party "may assert a claim in an arbitration proceeding after expiration of the applicable limitations period; (1) the party brought suit for the claim in court before the expiration of the applicable limitations period; and (2) a court ordered the parties to arbitrate the claim."
- Effective date: May 24, 2023.
- [Note: In 2019, Rep. Smithee filed a similar bill (<u>HB 1744</u>), which was voted out of committee but died without receiving a vote on the House floor.]
- <u>Bill Analysis</u>: House Research Organization
- Fiscal Note: Legislative Budget Board
- Status: On March 15, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony begins around the 31:35 mark. Witnesses who registered a position or testified in favor of, on, or against HB 1255 are listed <u>here</u>. On March 22, HB 1255 was unanimously voted out of committee without amendments. On April 19, the House unanimously <u>voted</u> to approve HB 1255. The bill was forwarded to the Senate, referred to <u>State Affairs</u>, and then was unanimously voted out of committee on May 4. The full Senate passed HB 1255, without amendments, on May 11.

Attorneys/Practice of Law

<u>HB 5010 – Classification of a Grievance Filed with the State Bar of Texas (Companion: SB 2462)</u>

Summary: HB 5010, filed by Rep. Mike Schofield (R – Katy), amends section 81.073 of the Government
Code and require the chief disciplinary counsel's office to classify complaints based on whether the
complaint is submitted by a person who has a cognizable individual interest in or connection to the legal

matter or facts alleged in the grievance. HB 5010 also allows an attorney against whom the complaint is filed to appeal the classification of the grievance.

- Effective date: September 1, 2023.
- [Note: Sen. Bob Hall (R Edgewood) filed the Senate companion.]
- Bill Analysis for HB 5010: Senate Research Center
- Fiscal Note for HB 5010: Legislative Budget Board
- Status of HB 5010: On April 5, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings here. Testimony on the bill begins around the 2:55:30 mark. Witnesses who registered a position or testified in favor of, on, or against HB 5010 are listed here: Witness List (page 13). On April 17, by a 5-3 vote, HB 5010 was voted out of committee without amendments. By a 93-49 vote, the House passed the bill, as amended, on May 3. HB 5010 was forwarded to the Senate and referred to State Affairs. On May 11, the committee conducted a hearing on the bill: Notice. Those who are interested can watch the proceedings here. Testimony on the bill begins around the 32:0 mark. On May 15, HB 5010 was voted out of committee without amendments. On May 19, the full Senate passed the bill, as amended.
- The Senate amendments provided more specificity with respect to those who can submit grievances. The list now expressly includes (1) a family member of a ward in a guardianship proceeding that is the subject of the grievance; (2) a family member of a decedent in a probate matter that is the subject of the grievance; (3) a trustee of a trust or an executor of an estate if the matter that is the subject of the grievance relates to the trust or estate; (4) the judge, prosecuting attorney, defense attorney, court staff member, or juror in the legal matter that is the subject of the grievance; (5) a trustee in a bankruptcy that is the subject of the grievance; or (6) any other person who has a cognizable individual interest in or connection to the legal matter or facts alleged in the grievance. Otherwise, the complaint is characterized as an inquiry.
- Status of SB 2462: Referred to State Affairs on March 23, 2023.

Construction

HB 2022 - Residential Construction Liability (Companion Bill: SB 873)

- Summary: HB 2022, as originally filed by Rep. Jeff Leach (R Allen), amends Chapter 27 of the Property Code and provides that:
- A contractor is liable only to the extent a defective condition proximately causes actual physical damage to the residence, an actual failure or lack of capability of a building component to perform its intended function or purpose, or a verifiable danger to the safety of the occupants of the residence.
- A contractor is not liable for damages caused by the failure of a person other than the contractor to timely notify the contractor of a construction defect.
- o A contractor is not liable for normal cracking or shrinkage cracking.
- To maintain a breach of a warranty of habitability, a claimant must establish that a construction defect
 was latent on the date the residence was completed or title was conveyed to the original purchaser and
 the defect has rendered the residence uninhabitable for its intended use as a home.
- A contractor must have up to three inspections during the 35-day right to cure period.
- o Recoverable damages will be limited only to economic damages as listed in the statute.
- The court or arbitration tribunal may find that an offer of settlement by the contractor made after the
 applicable deadline is timely if the claimant failed to provide the contractor with evidence of the defect,
 or amended a claim to add a new alleged defect (or under circumstances beyond the contractor's
 control).
- o Limitations applies to an arbitration proceeding as it does to a filing in court.
- HB 2022 also repeals § 27.004(I), § 27.0042(b), and § 27.007(c).
- Effective date: September 1, 2023.
- [Note: Sen. Phil King (R Weatherford) filed the Senate companion bill (SB 873).]
- Bill Analysis for HB 2022: House Research Organization
- Fiscal Note for HB 2022: Legislative Budget Board
- Status of HB 2022: On March 15, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing
 on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Witnesses who

registered a position or testified on, for, or against HB 2022 are listed here. Testimony begins around the 3:09:13 mark. On March 27, by a 5-4 vote, HB 2022 (as amended) was voted out of committee. By a vote of 97-47, the House passed the bill on May 3. HB 2022 was forwarded to the Senate and referred to Business & Commerce. The committee conducted a hearing on May 9: <a href="https://example.com/Notes-bereal-with-en-state-bereal-with-

Status of SB 873: Referred to <u>Business & Commerce</u> on March 1, 2023.

<u>HB 2024 – Statutes of Limitations and Repose for Certain Claims Arising out of Residential</u> Construction (*Companion Bill*: SB 939)

- Summary: HB 2024, as originally filed by Rep. Jeff Leach (R Allen), would amend section 16.008 of the CPRC and require a person to bring a claim arising out of the design, planning, or inspection or a new residence, an alteration of or repair or addition to an existing residence, or an appurtenance to a residence against a registered or licensed architect, engineer, interior designer, or landscape architect no later than 8 years after the substantial completion of the improvement or the beginning of operation of the equipment in an action arising out of a defective or unsafe condition of the real property, the improvement, or the equipment.
- The version of the bill adopted by the House <u>Judiciary & Civil Jurisprudence</u> committee eliminated the above-described proposed amendment to CPRC section 16.008. However, the committee-approved version of HB 2024 would amend section 16.009 of the CPRC to establish a 10-year limitations period in a similar action against a person who constructs or repairs the improvement. It would also establish a 6-year limitations period if the defendant is a contractor who has provided a written warranty for the residence and provides that a written warranty must provide a minimum period of one year for workmanship and materials, two years for plumbing, electrical, and HVAC, and five years for major structural components.
- Effective date: September 1, 2023. However, if HB 2024 or SB 939 is passed by a vote of two-thirds
 of all members elected to each chamber, the changes in the law under HB 2024 or SB 939 would be
 effective immediately.
- [Note: Sen. Phil King (R Weatherford) filed the Senate companion bill (SB 939).]
- <u>Bill Analysis for HB 2024</u>: House Research Organization
- Fiscal Note on HB 2024: Legislative Budget Board
- Status of HB 2024: On March 15, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Witnesses who registered a position or testified on, for, or against HB 2024 are listed <u>here</u>. Testimony begins around the 4:16:40 mark. On March 27, by an 8-1 vote, HB 2024 (as amended) was voted out of committee. By a <u>100-40 vote</u>, the House passed the bill on April 21. The bill was forwarded to the Senate and, on May4, <u>Business & Commerce</u> conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony begins around the 1:50:50 mark. The bill was left pending. On May 10, the committee voted the bill out of committee without amendments. On May 17, the Senate passed HB 2024 without amendments.
- Status of SB 939: Referred to <u>Business & Commerce</u> on March 3, 2023.

Healthcare Liability

SB 2171 - Qualification of Experts in Certain Healthcare Liability Claims (Companion: HB 1791)

- Summary: SB 2171, filed by <u>Sen. Carol Alvarado (D Houston)</u>, would amend the CPRC to provide
 that, in suits involving a health care liability claim against a chiropractor, a person may qualify as an
 expert witness on the issue of the causal relationship between an alleged departure from accepted
 standards of care and the injury, harm, or damages claimed if the person is a chiropractor or physician
 and is otherwise qualified to render opinions on that causal relationship under the Texas Rules of
 Evidence.
- Effective date: September 1, 2023

Field Code Changed

- [Note: Rep. Yvonne Davis (D Dallas) filed the House companion bill (HB 1791). In 2021, Sen. Bryan Hughes (R Mineola) filed a similar bill (SB 1106), which died in committee.]
- <u>Bill Analysis of HB 1791</u>: House Research Organization
- Fiscal Note for HB 1791: Legislative Budget Board
- Bill Analysis of SB 2171: House Research Organization
- Fiscal Note for SB 2171: Legislative Budget Board
- Status of HB 1791: On March 22, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing
 on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony begins
 around the 5:32:20 mark. Witnesses who registered a position or testified for, on, or against the bill are
 listed <u>here</u>. On March 27, HB 1791 was unanimously voted out of committee without amendments.
- Status of SB 2171: On April 13, the Senate State Affairs committee conducted a hearing on SB 2171. Notice. Those who are interested can watch the proceedings here. Testimony begins around the 00:45 mark. Witnesses who registered a position or testified for, on, or against the bill are listed here. On April 18, by a 9-1 vote, SB 2171 was voted out of committee without amendments. By a 29-1 vote, the Senate passed the bill. SB 2171 was forwarded to the House and referred to Judiciary & Civil Jurisprudence, where it was promptly voted out of committee (without any amendments) on April 26. For those who are interested, you can watch the committee proceedings here. The committee considers and votes out the bill around the 9:10 mark. By a 29-1 vote, the Senate passed SB 2171 on April 24. SB 2171 was forwarded to the House and referred to Judiciary & Civil Jurisprudence, where it was promptly voted out of committee (without any amendments) on April 26. For those who are interested, you can watch the committee proceedings here. The committee considered and voted out the bill around the 9:10 mark. On May 4, the House unanimously passed SB 2171.

Judiciary

SB 372 - Creating a Criminal Offense for the Unauthorized Disclosure of Judicial Opinions (Companion: HB 1741)

- Summary: SB 372, filed by Sen. Joan Huffman (R Houston), amends the Government Code to make it a Class A misdemeanor for a person, other than a justice or judge, with access to non-public judicial work product to knowingly disclose the contents of any non-public judicial work product to a person who is not a justice, judge, court staff attorney, court clerk, law clerk, employee of an agency established under Chapter 71 (Judicial Council) or 72 (Office of Court Administration) of the Government Code, or other court staff routinely involved in crafting an opinion or decision for an adjudicatory proceeding. However, it will be a defense to prosecution if the disclosure was authorized either in writing by the justice or judge for whom the work product is prepared or under Texas Supreme Court rules.
- Effective date: September 1, 2023.
- [Note: Rep. Jeff Leach filed the House companion bill (<u>HB 1741</u>).]
- <u>Bill Analysis for SB 372</u>: Senate Research Center
- Fiscal Note for SB 372: Legislative Budget Board
- <u>Bill Analysis for HB 1741</u>: House Research Organization
- Fiscal Note for HB 1741: Legislative Budget Board
- Status of SB 372: On March 2, State Affairs conducting a hearing on the bill: Notice. Those who are
 interested can watch the proceedings here. Testimony begins around the 01:30 mark. Witnesses who
 registered a position or testified in favor of, on, or against SB 372 are listed here: Witness List. The bill
 (as amended) was unanimously voted out of committee. On March 8, the full Senate unanimously
 passed the hill
- SB 372 was forwarded to the House and, on April 3, was referred to <u>Judiciary & Civil Jurisprudence</u>. On April 26, SB 372 was voted out of committee without amendments. For those who are interested, you can watch the committee proceedings <u>here</u>. The committee considered and voted the bill out around the 15:10 mark. On May 19, the House passed SB 372 without amendments.
- Status of HB 1741: On March 15, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing
 on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on HB 1741
 begins around the 5:16:07 mark. Witnesses who registered a position or testified for, on, or against the

bill are listed <u>here</u>. On March 22, the bill was unanimously voted out of committee as amended (to match the Senate's version).

SB 1045 - Creation of the Fifteenth Court of Appeals (Companion: HB 3166; Joint Resolution: HJR 139)

- Summary: SB 1045, filed by Sen. Joan Huffman (R Houston), establishes the Fifteenth Court of Appeals, which would be a district composed of all counties. The court will be based in Austin and composed of a chief justice and four justices. Under SB 1045, the court has exclusive immediate appellate jurisdiction over: (1) matters brought by or against the state or a board, commission, department or executive state agency, or by or against an officer or employee thereof arising out of the officer's or employee's official conduct; (2) matters in which a party to the proceeding challenges the constitutionality or validity of a state statute or rule and the attorney general is a party; and (3) any other matter as provided by law.
- The court's jurisdiction does not include: (1) a proceeding brought under the Family Code; (2) certain proceedings under the Code of Criminal Procedure; (3) a proceeding brought against a district or county attorney with criminal jurisdiction; (4) a proceeding relating to a mental health commitment; (5) a proceeding relating to civil asset forfeiture; (6) a condemnation proceeding; (7) a proceeding brought under Chapter 125 of the CPRC to enjoin a common nuisance; (8) an expunction proceeding under Chapter 55 of the Code of Criminal Procedure; (9) a 3-judge district court proceeding under Chapter 22A of the Government Code; (10) a proceeding under Chapter 411, Subchapter E-1 of the Government Code (orders of nondisclosure of criminal history record information); (11) unfair employment practices under Chapter 21 of the Labor Code; (12) a removal action under Chapter 87 of the Local Government Code; or (13) a proceeding under Chapter 841 of the Health and Safety Code (sexually violent predators).
- SB 1045 also provides that the Supreme Court may not transfer cases out of the Fifteenth Court of Appeals for docket equalization purposes or transfer cases to that court if it does not have exclusive jurisdiction.
- Effective date: September 1, 2023.
- [Note: Rep. Andrew Murr (R Kerrville) filed the House companion and the House Joint Resolution.]
- Bill Analysis for SB 1045: Senate Research Center
- Fiscal Note for SB 1045: Legislative Budget Board
- Fiscal Note for HB 3166: Legislative Budget Board
- Status of SB 1045: On March 22, the <u>Jurisprudence</u> committee conducted a public hearing on the bill: <u>Notice</u>. The committee considered a committee substitute that has yet to be posted for public viewing. Those who are interested in watching the proceedings can do so <u>here</u>. Testimony begins around the 02:45 mark. Witnesses who registered a position or testified on, for, or against the bill are listed <u>here</u>. The committee later voted SB 1045 out of committee, as amended, by a 3-2 vote. On March 30, by a 19-12 <u>vote</u>, the full Senate passed the bill without amendments.
- On April 4, SB 1045 was referred to the House <u>Judiciary & Civil Jurisprudence</u> committee. By a 5-4 vote, the bill (as amended) was voted out of committee on May 3. The bill was amended to state that the Texas Supreme Court will have original and exclusive jurisdiction to determine the constitutionality of the Fifteenth Court of Appeals. On May 19, the House passed SB 1045, as amended. The Senate approved the House amendments on May 21.
- Status of HB 3166: On March 22, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing
 on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony begins
 around the 2:57:55 mark. Witnesses who registered a position or testified on, for, or against the bill are
 listed here. The bill remains pending.

<u>SB 1603 - Relating to the Decision of a Court of Appeals Not to Accept Permissive Interlocutory Appeals (Companion: HB 1561)</u>

Summary: SB 1603, as originally filed by <u>Sen. Bryan Hughes (R – Mineola)</u>, amends section 51.014 of the CPRC and require a court of appeals to specify its reasons for finding that a permissive appeal is not warranted under 51.014(d) if the court does not accept the appeal. SB 1603 also provides that the Supreme Court may review a decision by a court of appeals not to accept a permissive appeal under an abuse of discretion standard. The House floor amendments did the following: (1) changed

the Supreme Court's standard of review from an abuse of discretion to de novo, and (2) provides that the court of appeals could be directed to accept the appeal if the Supreme Court determined that the requisites for a permissive appeal have been satisfied.

- Effective date: September 1, 2023. The change in law made by SB 1603 would apply only to an application for a permissive appeal filed on or after the effective date.
- Fiscal Note for HB 1561: Legislative Budget Board
- <u>Bill Analysis for HB 1561</u>: House Research Organization
- Fiscal Note for SB 1603: Legislative Budget Board
- Bill Analysis for SB 1603: Senate Research Center
- Status of SB 1603: On March 22, the <u>Jurisprudence</u> committee conducted a public hearing on the bill: <u>Notice</u>. Those who are interested in watching the proceedings can do so <u>here</u>. Testimony begins around the 1:08:40 mark. Witnesses who registered a position or testified on, for, or against the bill are listed <u>here</u>. The committee later unanimously voted SB 1603 out of committee without amendments. On April 12, the Senate unanimously SB 1603. The bill was referred to the House <u>Judiciary & Civil Jurisprudence</u> committee on April 14. On April 26, SB 1603 was unanimously voted out of committee. By a near-unanimous vote of 143-1, the House passed SB 1603 (as amended) on May 4. The floor amendments did the following: (1) changed the Supreme Court's standard of review from an abuse of discretion to de novo, and (2) provides that the court of appeals could be directed to accept the appeal if the Supreme Court determined that the requisites for a permissive appeal have been satisfied. On May 11, the full Senate approved the House's changes.
- Status of HB 1561: On March 15, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing
 on HB 1561: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on the bill
 begins around the 36:20 mark. Witnesses who registered a position or testified on, for, or against the
 bill are listed <u>here</u>. On March 22, HB 1561 was unanimously voted out of committee without
 amendments.

SB 2275 - Authority of Texas Supreme Court to Adopt Certain Rules

- Summary: SB 2275, filed by <u>Sen. Bryan Hughes (R Mineola)</u>, repeals section 22.004(c) of the Government Code, which states as follows:
- "So that the supreme court has full rulemaking power in civil actions, a rule adopted by the supreme court repeals all conflicting laws and parts of laws governing practice and procedure in civil actions, but substantive law is not repealed. At the time the supreme court files a rule, the court shall file with the secretary of state a list of each article or section of general law or each part of an article or section of general law that is repealed or modified in any way. The list has the same weight and effect as a decision of the court."
- Bill Analysis: Senate Research Center
- <u>Fiscal Note</u>: Legislative Budget Board
- Status: On April 3, State Affairs conducted a hearing on the bill: Notice. Those who are interested can watch the proceedings: here. Testimony on SB 2275 begins around the 3:21:10 mark. Witnesses who registered a position or testified for, on, or against the resolution are listed here(page 11). On April 6, by a 6-2 vote, the bill was voted out of committee without amendments. By a 21-10 vote, the full Senate passed SB 2275, without amendments, on April 19. The bill was forwarded to the House and referred to Judiciary & Civil Jurisprudence on April 28. On May 10, the committee conducted a hearing on the bill: Notice. Those who are interested can watch the proceedings here. Testimony on SB 2275 begins around the 1:25 mark. Witnesses who registered a position or testified for, on, or against the bill are listed here. SB 2275 was later unanimously voted out of committee without amendments. On May 19, the House passed the bill without amendments.

HB 19 - Creation of a Specialty Trial Court (Business Court Judicial Divisions (Companion: SB 27)

- Summary: HB 19, filed by Rep. Andrew Murr (R Kerrville), creates a business trial court system in Texas. More specifically, HB 19 does the following:
- Establishes a statewide business court with concurrent jurisdiction with a district court in three different categories of cases:

Business governance disputes in which the amount in controversy exceeds \$5 million and involve: (1) a derivative proceeding; (2) an action regarding the governance or internal affairs of the organization; (3) an action in which a claim under a state or federal securities or trade regulation law is asserted against an organization, a governing or controlling person or officer of an organization, or an underwriter of securities issued by the organization or its auditor; (4) an action by an organization or an owner or member thereof if the action is brought against an owner, managerial official, or controlling person and alleges an act or omission by that person in the person's official capacity; (5) an action alleging that an owner, managerial official, or controlling person breached a duty, including a duty of care, loyalty, or good faith; (6) an action seeking to hold an owner, member, or governing person liable for an obligation of the organization, other than on account of a written contract signed by the person to be held liable in a capacity other than as an owner or governing person; and (7) an action arising out of the Business Organizations

Commercial disputes in which the amount in controversy exceeds \$10 million and involve: (1) an action arising out of a "qualified transaction" (as defined in the bill); (2) an action that arises out of a contract or commercial transaction in which the parties to the contract or transaction agreed to that the business court has jurisdiction over the action, except an action arising out of an insurance contract; and (3) an action that arises out of a violation of the Finance Code or Business & Commerce Code by an organization or an officer or governing person acting on behalf of an organization, other than a bank, credit union, or savings and loan association.

Actions seeking injunctive or declaratory relief so long as it involves a dispute falling within the scope of the jurisdictional grant for the business court; and

Any other claim related to a case or controversy within the court's jurisdiction that forms part of the same case or controversy. A claim within the business court's supplemental jurisdiction may only proceed upon agreement of all parties and the judge.

- Unless such claims fall within the court's supplemental jurisdiction, actions outside of the business court's jurisdiction are those brought by or against a governmental entity; those seeking to foreclose a lien on real or personal property; personal injury or death claims; claims under the DTPA, the Estates Code, the Family Code, the Insurance Code, Title 9 of the Property Code, and Texas's covenants not to compete statute; claims related to mechanics and materialman's liens; claims arising from the production or sale of farm products; claims related to consumer transactions; or claims related to duties and obligations under an insurance policy.
- o Provides that claims within the jurisdiction of the business court may be directly filed there.
- Establishes a procedure for removing claims (or parts of claims) not within the jurisdiction of the business court to a county in which the claim could have originally been filed.
- Provides a process for removing an action (or parts of actions) from a district or county court to the business court on motion of a party.
- o Gives the proposed statewide 15th Court of Appeals exclusive jurisdiction over appeals.
- Requires a business court judge to be at least 35 years of age, a U.S citizens, a Texas resident for two
 years preceding appointment, a Texas licensed attorney with at least 10 years of experience in Texas
 in practicing complex business litigation or business transaction law, or serving as a judge of a Texas
 civil court, or any combination of the above.
- Provides for gubernatorial appointment of judges.
- Provides for two-year terms with the possibility of reappointment.
- Provides a salary equal to the sum of a district judge's salary and the maximum amount of county contributions and supplements allowed by law to be paid to a district judge.
- $\circ\quad$ Bars a business court judge from private practice while in office.
- Provides for the appointment of visiting judges by the chief justice of the Supreme Court.
- Provides that a party has a right to a jury trial where required by the constitution in the county in which
 venue is proper under CPRC, section 15.002, if the case was removed to the business court, in the
 county in which the case was originally filed.

- Requires a jury trial in a case filed initially in business court to be held in any county of proper venue under CPRC section 15.002, as chosen by the plaintiff.
- o Allows the parties to agree to hold a jury trial in another county.
- o Requires the Supreme Court to adopt rules regarding written opinions.
- Provides for the central administration of the business court in Travis County, with judges maintaining chambers in the county seat of their county of residence.
- Provides that the business court will be composed a geographic divisions that correspond to the state's
 eleven administrative judicial regions. Judges will be appointed to each business court division, with
 two judges in five of the divisions and one judge in each of the remaining six divisions.
- Allows parties to appear by remote proceedings.
- o Authorizes the business court to set filing fees.
- Effective date: September 1, 2023, but the court would be created on September January 1, 20254.
 The changes in the law under HB 19 apply to civil actions commenced on or after September 1, 2024.
- Note: HB 19 is similar (but not identical) to versions of the 2015 chancery court bill (HB 1603) that
 was voted out of committee (but failed to pass in the House), as well as the 2017 chancery court bill
 (HB 2594) and the 2019 business courts bill (HB 4149) that were filed but never voted out of committee;
 and the 2021 business courts bill (HB 1875) that was voted out of committee (but failed to pass in the
 House).
- [Note: Sen. Bryan Hughes (R Mineola) filed the Senate companion.]
- Bill Analysis for HB 19: Senate Research Center
- Fiscal Note for HB 19: Legislative Budget Board
- <u>Bill Analysis for SB 27</u>: Senate Research Center
- Fiscal Note for SB 27: Legislative Budget Board
- Status of HB 19: The <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. The committee considered a committee substitute for HB 19, but the text has not been posted for public viewing. Those who are interested in watching the HB 19 proceedings can do so here: <u>Part 1</u> and <u>Part 2</u>. The testimony in all of Part 1 and the first three hours of Part 2 is about HB 19. Witnesses who registered a position or testified for, on, or against the bill are listed <u>here</u>. Written public comments about HB 19 can be reviewed <u>here</u>. On March 29, by a 5-4 vote, HB 19 (as amended) was voted out of committee. On May 2, by a of 90-51, the House passed HB 19 (as amended).
- HB 19 was forwarded to the Senate and referred to <u>Jurisprudence</u>. The committee conducted a hearing
 on the bill on May 8: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on
 HB 19 begins around the 00:20 mark. HB 19, as amended, was subsequently voted out of committee.
 By a 24-6 vote, the Senate passed HB 19, as amended.
- Status of SB 27: On March 29, <u>Jurisprudence</u> conducted a hearing on SB 27: <u>Notice</u>. Those who are interested can watch the proceedings: <u>here</u>. Testimony on SB 27 begins around the 13:55 mark. Witnesses who registered a position or testified for, on, or against the bill are listed <u>here</u>. The bill remains pending.

HB 367 - Powers and Duties of the State Commission on Judicial Conduct

- Summary: HB 367, filed by Rep. Jacey Jetton (R Sugar Land), amends the Government Code to
 authorize the State Commission on Judicial Conduct (SCJC) to accept complaints, conduct
 investigations, and take any other action authorized by statute or the Texas Constitution, with respect
 to a candidate for judicial office who is subject to the Judicial Campaign Fairness Act, in the same
 manner SCJC is authorized to take those actions with respect to a judge.
- In 2019, the 87th Legislature passed—and Texas voters subsequently approved—a constitutional
 amendment that provides the constitutional authority for the SCJC to enforce the Code of Judicial
 Conduct and administer discipline with respect to judicial candidates.
- Effective date: September 1, 2023.
- Bill Analysis: House Research Organization
- Fiscal Note: Legislative Budget Board
- Status: On March 15, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on the bill begins around the 59:30 mark. Witnesses who registered a position or testified for, on, or against the bill are

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listed here. On March 22, HB 367 was unanimously voted out of committee without amendment. On April 12, the House unanimously passed HB 367. The bill was referred to the Senate committee on State Affairs on April 18. The committee conducted a hearing on HB 367 on May 8: Notice. Those who are interested can watch the proceedings here. Testimony about the bill begins around the 42:50 mark. On May 9, HB 367 was vote out of committee without amendments. The Senate passed the bill on May 15.

HB 841 - Gathering and Maintenance of Certain Judicial Statistics by the Texas Judicial Council

- Summary: HB 841, filed by Rep. Claudia Ordaz (D El Paso), requires the Texas Judicial Council to
 gather and maintain more detailed statistics about case-level information related to the amount and
 character of the business transacted by courts.
- Effective date: September 1, 2023.
- [Note: Rep. Ordaz filed a similar bill (<u>HB 4335</u>) in 2021. The bill was voted out of committee, but failed to reach the House floor.]
- <u>Fiscal Note</u>: Legislative Budget Board
- Bill Analysis: Senate Research Center
- Status: On March 8, <u>Judiciary & Civil Jurisprudence</u> conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Witnesses who testified on, for, or against HB 841 are listed <u>here</u>. Testimony begins around the 49:20 mark. On March 15, HB 841 was unanimously voted out of committee without amendments. By a 135-13 <u>vote</u>, the House passed the bill on April 28. HB 841 was forwarded to the Senate and referred to <u>Jurisprudence</u>. On May 10, the committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Witnesses who registered a position or testified on, for, or against HB 841 are listed <u>here</u>. Testimony begins around the 37:00 mark. The bill was later unanimously voted out of committee without amendments. On May 17, the Senate passed HB 841 without amendments.

HB 2384 – Court Administration/Knowledge, Efficiency, Training, and Transparency Requirements for Judicial Office Holders and Candidates

- Summary: HB 2384, filed by Rep. Jeff Leach (R Allen), amends applicable sections of the Election Code and Government Code to do the following:
- Require a judicial candidate's ballot application to include the candidate's bar number, disclose any public sanction or censure or disciplinary sanctions in Texas or another state, state for the previous five-year period the nature of the candidate's practice, any legal specialization, the candidate's professional courtroom experience, and any final conviction for a Class A or B misdemeanor in the past 10 years. HB 2384 would further require candidates for appellate courts to describe appellate court briefs and oral arguments for the past five years.
- Make public any sanction against a judicial candidate for making a false declaration on the ballot application
- Direct the Supreme Court to adopt rules on the judicial training a judge must complete within one year of election to the bench, including a requirement that a minimum of 30 hours of instruction and that judges receive 16 hours of continuing education annually. The rules should also require the Judicial Conduct Commission to suspend a judge who does not complete the training.
- Provide that a judge who is noncompliant with the education requirement for more than one year engages in "wilful or persistent conduct that is clearly inconsistent with the proper performance of a judge's duties" sufficient to subject the judge to removal from office under Art. V, § 1-a, Texas Constitution.
- Direct the Office of Court Administration (OCA) to develop standards for identifying courts that need additional assistance to promote the efficient administration of justice.
- Direct OCA to include disaggregated performance measures for each appellate, district, statutory county, probate court, and county court as part of its annual performance report.
- Direct OCA to report the annual clearance rate for each trial court.
- Direct local district grievance committees to sanction attorneys that make false declarations on a ballot application.
- Direct the Supreme Court to adopt rules establishing a specialty certification for attorneys in judicial administration and that the Texas Board of Legal Specialization make it available to judges. Judge

Field Code Changed

should also be permitted to receive additional compensation for those who hold a specialty certification in judicial administration provided that the legislature makes an appropriation for that purpose.

- Effective date: September 1, 2023
- Bill Analysis: House Research Organization
- Fiscal Note: Legislative Budget Board
- Status: On March 29, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings here. Testimony on HB 2384 begins around the 4:14:30 mark. Witnesses who registered a position or testified for, on, or against the bill are listed here (page 23). On April 3, HB 2384 was unanimously voted out of committee. By a 146-2 vote, the House passed the bill on April 18. HB 2384 was referred to the Senate committee on State Affairs. On May 4, the committee conducted a hearing on the bill: Notice. Those who are interested can watch the proceedings here. Testimony on HB 2384 begins around the 3:15:00 mark. Witnesses who registered a position or testified for, on, or against the bill are listed here (page 3). On May 4, HB 2384 was unanimously voted out of committee. The Senate passed the bill, without amendments, on May 17.

HB 3474 - Omnibus Courts Bill (Companion: SB 1462)

- Summary: HB 3474, filed by Rep. Jeff Leach (R Allen), does (among other things) the following:
- Entitles an appellate justice engaged in the discharge of official duties in a county other than the justice's county of residence to reimbursement of traveling and other expenses.
- Entitles appellate justices to receive from the state the actual and necessary postage, telegraph, and telephone expenses incurred in the discharge of official duties.
- Creates at least 14 new district courts, including courts in Denton, Collin (2 courts—one civil, one family law), Bastrop, Brazos, Brewster, Culberson, El Paso, Harris, Hudspeth, Jeff Davis, Kaufman, and Presidio counties.
- Adds district, criminal district, or county attorneys to the state base salary calculation for judges and justices.
- Expands the jurisdiction of the Grayson County county court at law to include concurrent jurisdiction with the district court in family law cases.
- Converts Montgomery County Court at Law No. 2 to a statutory probate court and give it jurisdiction over eminent domain proceedings.
- Allows remote proceedings without the consent of the parties.
- Creates three new probate courts, including a second statutory probate court in Travis County for mental health matters.
- Creates a new county courts at law in Aransas, Waller, and Wilson counties.
- o Create a second multicounty court at law for Bee, Live Oak, and McMullen counties.
- Creates criminal magistrate courts in Denton County and provides appointment parameters for courts in Bexar, Dallas, Denton, Harris, Tarrant, Travis, and other counties throughout Texas.
- Requires JPs to report annually to the Ethics Commission the total amount of fees, commissions, and payments received during the year.
- Raises the jurisdictional limit for justice courts from \$10,000 to \$20,000.
- Authorizes the Grayson County commissioners court to allow the district and statutory county court judges to appoint part-time or full-time criminal magistrates.
- Specifies the reasons for which an administrative region presiding judge may appoint a visiting associate judge.
- Exempts a county official or employee while transacting county business from paying fees for the issuance of transcripts if the county maintains court reporting equipment for the court.
- Provides for the appropriate time for the State of the Judiciary Address
- Provides for grand juror and petit juror service qualifications, procedures, and compensation.
- $\circ \quad \text{Addresses the appointment of official court reporters and interpreters}.$
- Addresses deposition, transcription, and interpretation services.
- Exempts a party from providing or paying for an interpreter unless another party contests a statement
 of inability to afford payment and the court orders the party to pay the costs.
- Addresses the transfer of cases and proceedings in probate, guardianship, and family matters.
- Effective date: September 1, 2023

- [Note: Sen. Bryan Hughes (R Mineola) filed the Senate companion.]
- Bill Analysis of HB 3474: Senate Research Center
- Fiscal Note for HB 3474: Legislative Budget Board
- Status of HB 3474: On April 5, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on the bill begins around the 3:23:10 mark. Witnesses who registered a position or testified on, for, or against HB 3474 are listed <u>here</u> (page8). The bill (as amended) was unanimously voted out of committee. On May 4, the House passed HB 3474 (as amended). The floor amendments included the following provisions (among other things): (1) the creation of other district courts, county courts at law, and probate courts; (2) a process in which an appealing party can create an appendix in lieu of a clerk's record (*compare to* <u>HB 2431</u>); and (3) requires trial and appellate courts to deliver through the electronic filing system all orders that a court enters in a case to all parties (*compare* <u>HB 525</u>).
- HB 3474 was subsequently forward to the Senate and referred to <u>Jurisprudence</u>. On May 10, the committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on the bill begins around the 31:20 mark. Witnesses who registered a position or testified in favor of, on, or against HB 3474 are listed here: <u>Witness List</u>. The bill, as amended, was subsequently voted out of committee. On May 21, the Senate passed HB 3474, as amended.
- Status of SB 1462: Referred to <u>Jurisprudence</u> on March 16, 2023.

Rideshare Liability

HB 1745 - Civil Actions or Arbitrations Involving Transportation Network Companies

- Summary: HB 1745, as originally filed by Rep. Jeff Leach (R Allen), would add Chapter 150E to the CPRC and require a claimant bringing a personal injury action against a transportation network company (as defined in the Section 2402.001 of the Occupations Code) to file with the petition (or at the initiation of arbitration) an affidavit by claimant's counsel setting forth specifically for each theory of recovery (1) the negligence, if any, or other action, error, or omission of the company; and (2) the factual basis for each claim. HB 1745 would further require a third-party expert affidavit attesting that the damages exceed the applicable insurance coverage and require a court or arbitration tribunal to dismiss the action for failure to file the affidavits.
- HB 1745 would also make an order granting or denying a motion to dismiss immediately appealable as
 an interlocutory appeal or grounds to file an application to a court to review the order of the arbitration
 tribunal.
- Further, HB 1745 would prevent a transportation network company from being held vicariously liable if
 the company did not commit a state or federal crime and has fulfilled its obligations with respect to the
 company driver under Chapter 2402 of the Occupations Code.
- Effective date: September 1, 2023. The changes in the law addressed in HB 1745 would apply only to causes of action that accrues on or after the effective date.
- [Note: Rep. Leach filed a similar bill (<u>HB 2788</u>) in 2021. The bill was voted out of committee, but did not reach the House floor.]
- <u>Bill Analysis</u>: House Research Organization
- Fiscal Note: Legislative Budget Board
- Status: On March 22, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Witnesses who registered a position or testified for, on, or against the bill are listed <u>here</u> (pp. 5-6). Testimony about the bill begins around the 6:30:00 mark. On April 10, the bill (as amended) was unanimously voted out of committee. The amendments included the removal of the affidavit-related provisions (proposed section 150E.003 and 150E.004) and the addition of a limitation of liability subsection (the new 150E.003) that deals with gross negligence claims. On May 2, by a <u>vote</u> of 110-35, the House passed HB 1745, as amended. The bill was referred to the Senate committee on <u>State Affairs</u> on May 4. The committee conducted a hearing on the bill on May 8: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony about HB 1745 begins around the 1:50 mark. On May 9, the bill was

voted out of committee without amendments. The Senate passed HB 1745, without amendments, on May 15.

Texas Citizens Participation Act

HB 527 – Persons Exercising Certain Constitutional Rights for Purposes of a Motion to Dismiss under the TCPA

- Summary: HB 527, filed by Rep. Gene Wu (D Houston), amends section 27.010(a) of the CPRC and adds a new subsection (13) that expressly exempts "a legal malpractice claim brought by a client or former client" from the scope of the TCPA.
- Effective date: September 1, 2023. The changes in the law addressed in HB 527 would apply to an action that commences on or after the effective date.
- [Note: Rep. Wu filed a similar bill (<u>HB 4166</u>) in 2021. The House unanimously passed HB 1466, but
 it died in the Senate.]
- Bill Analysis: Senate Research Center
- Fiscal Note: Legislative Budget Board
- Status: On March 15, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings here. Testimony begins around the 42:10 mark. Witnesses who registered a position or testified for, against, or on the bill are listed here. On March 29, HB 527 (as amended) was unanimously voted out of committee. The House passed the bill (by a 121-27 here. On May 11, the committee conducted a hearing on the bill: Notice. Those who are interested can watch the proceedings <a href="here. Testimony begins around the 1:31:45 mark. On May 17, the bill (as amended) was voted out of committee. The Senate passed HB 527 on May 19.

Resolutions Sent to the Secretary of State

HJR 107 – Proposing a Constitutional Amendment to Increase the Mandatory Retirement Age for Judges and Justices (Companion: SJR 40)

- Summary: HJR 107, filed by Rep. Four Price (R Amarillo), seeks to amend Art. V, § 1-a(1) of the Texas Constitution and increase the mandatory retirement age for judges from 75 to 79.
- [Note: Sen. Juan "Chuy" Hinojosa (D McAllen) filed the Senate companion resolution.]
- <u>Bill Analysis for HJR 107</u>: House Research Organization
- Fiscal Note for HJR 107: Legislative Budget Board
- <u>Status of SJR 40</u>: Referred to <u>Jurisprudence</u> on March 1, 2023.
- Status of HJR 107: On March 29, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on HJR 107 begins around the 1:26:00 mark. Witnesses who registered a position or testified for, on, or against the resolution are listed <u>here</u> (page 32). On April 5, the resolution was unanimously voted out of committee without amendments. By a 141-5 <u>vote</u>, the House passed HJR 107 on April 26. The resolution has been forwarded to the Senate and referred to <u>Jurisprudence</u> on May 2. The committee conducted a hearing on the resolution on May 10: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on HJR 107 begins around the 9:10 mark. Witnesses who registered a position or testified for, on, or against the resolution are listed <u>here</u>. HJR 107 was later unanimously voted out of committee without amendments. The Senate passed HJR 107, without amendments, on May 15.

Bills That Failed to Pass

Administrative Law

HB 1947 - De Novo Review and Interpretation of State Laws and Agency Rules by Reviewing Court Judges

- Summary: HB 1947, filed by Rep. Brian Harrison (R Midlothian), would require a judge or administrative law judge (ALJ) to interpret a statute, rule, or other guidance issued by a state agency de novo, without deference to an agency's interpretation of the provision. HB 1947 would also require a judge or ALJ to resolve the question of an ambiguous provision of state law in favor of limiting state agency authority.
- Effective date: September 1, 2023.
- Fiscal Note: Legislative Budget Board
- Status: On April 19, the House <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u> Those who are interested can watch the proceedings <u>here</u>: Testimony begins around the 1:28:30 mark. On April 20, by a 5-4 vote, HB 1947 was voted out of committee without any amendments.

Attorneys/Practice of Law

SB 559 - Discrimination Against or Burdening Constitutional Rights of Law License Holder or Applicant

- Summary: SB 559, filed by Sen. Bryan Hughes (R Mineola), would amend the State Bar Act to prohibit rules or policies that: (1) limit an applicant's ability to obtain a license to practice law in Texas, or a bar member's ability to maintain or renew the license, based on a sincerely held religious belief; or (2) burden an applicant's or bar member's free exercise of religion, freedom of speech regarding a sincerely held religious belief; membership in any religious organization; or freedom of association. A person could seek injunctive relief for violating this prohibition. However, the prohibition would not apply to a State Bar rule or policy adopted or penalty imposed that results in a limitation or burden if the rule, policy, or penalty is: (1) essential to enforcing a compelling governmental purpose and narrowly tailored to accomplish that purpose; or (2) restricts wilful expressions of bias or prejudice in connection with an adjudicatory proceeding.
- SB 559 also provides that, in an administrative hearing or a judicial proceeding under the Texas
 Uniform Declaratory Judgments Act, a person may assert as a defense that a prohibited bar rule,
 policy, or penalty violates the State Bar Act. However, the person may not raise the violation as a
 defense to an allegation of sexual misconduct or the prosecution of an offense.
- Effective date: September 1, 2023. However, if SB 559 is passed by a vote of two-thirds of all
 members elected to each chamber, the changes in the law under SB 559 would be effective
 immediately.
- [Note: In 2021, <u>Sen. Charles Perry (R Lubbock)</u> authored a similar bill (<u>SB 247</u>) that passed in the Senate, but died in the House after being voted out of committee. The House companion (<u>HB 3940</u>) was voted out of committee, but died without receiving a floor vote.]
- Bill Analysis for SB 559: Senate Research Center
- Fiscal Note for SB 559: Legislative Budget Board
- <u>Bill Analysis for HB 2846</u>: House Research Organization
- Fiscal Note for HB 2846: Legislative Budget Board
- Status of SB 559: On February 27, State Affairs conducted a hearing on the bill: Notice. Those
 who are interested can watch the proceedings here. Testimony begins around the 02:05:25
 mark. Witnesses who registered a position or testified in favor of, on, or against SB 559 are listed
 here: Witness List. The bill was voted out of committee (8-2) without amendments. On March 15,
 by a 21-9 vote, the full Senate passed SB 559.
- The bill was forwarded to the House and, on April 3, was referred to <u>Judiciary & Civil</u> <u>Jurisprudence</u>. On May 3, by a 5-4 vote, SB 559 was voted out of committee without amendments. The bill died without receiving a full House vote.
- Status of HB 2846: On April 5, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing
 on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony begins
 around the 3:50:15 mark. Witnesses who registered a position or testified in favor of, on, or against
 HB 2846 are listed here: <u>Witness List</u> (page 4). On April 17, the bill was voted out of committee
 (5-3) without amendments.

HB 1627 - Implicit Bias Training for Judges, Judicial Officers, Court Personnel, and Attorneys

- Summary: HB 1627, filed by Rep. Ana Hernandez (D Houston), would require judges, certain court personnel, and attorneys to receive training or continuing education on implicit bias regarding racial, ethnic, gender, religious, age, mental disability, and physical disability and sexual harassment issues, and on bias-reducing strategies to address the manner in which unintended biases and sexual harassment issues undermine confidence in the legal system. There would be different requirements for attorneys and the judiciary and other court-related personnel under the proposed law. Attorneys would be required to complete one hour of continuing education for each compliance period. Those employed within the judicial branch would be required to complete two hours of training every two years.
- Effective date: September 1, 2023. Rules necessary to provide the training required under HB 1627 would have to be adopted by January 1, 2024.
- [Note: In 2021, Rep. Hernandez filed a similar bill (HB 2714), but it died in committee.]
- Fiscal Note: Legislative Budget Board
- Status: On April 5, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on the bill begins around the 1:03:55 mark. Witnesses who registered a position or testified in favor of, on, or against HB 1627 are listed here: <u>Witness List</u> (page 2). HB 1627 was left pending.

HB 5101 - Procedures for a Complaint Filed with the State Bar of Texas (Companion: SB 2461)

- Summary: HB 5101, filed by Rep. Mike Schofield (R Katy), would amend section 81.075 of the Government Code and authorize the Supreme Court, on its own motion or the motion of the respondent attorney, to order a stay and reconsider the findings of the chief disciplinary counsel, place the complaint on a dismissal docket, or affirm the finding of just cause. HB 5101 would also provide that (1) the filing of a motion to stay does not affect the filing deadline or other time prescribed for a trial or hearing, and (2) if the Supreme Court does not grant or deny a motion for stay on or before the 45th day of filing, the motion is considered denied.
- Effective date: September 1, 2023.
- [Note: Sen. Bob Hall (R Edgewood) filed the Senate companion.]
- Bill Analysis for HB 5101: House Research Organization
- Fiscal Note for HB 5101: Legislative Budget Board
- Status of HB 5101: On April 5, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing
 on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on the
 bill begins around the 3:35:30 mark. Witnesses who registered a position or testified in favor of,
 on, or against HB 5010 are listed here: <u>Witness List</u> (page 13). On April 17, by a 5-3 vote, HB
 5101 was voted out of committee without amendments.
- Status of SB 2461: Referred to State Affairs on March 23, 2023.

Attorney's Fees

HB 5253 - Recovery of Attorney's Fees for Statutory Causes of Action and Common Law Tort Claims

- Summary: HB 5253, filed in Rep. Julie Johnson (D Farmers Branch), would amend section 38.001 of the CPRC to allow for the recovery of attorney's fees if the claim is for a common law tort or a cause of action created by statute for which an award of actual damages is authorized.
- Status: Referred to <u>Judiciary & Civil Jurisprudence</u> on March 24, 2023.

Attorney General

HB 1610 – Defense of the State of Texas or a State Agency in Actions Challenging the Constitutionality of a Texas Statute

• Summary: HB 1610, filed by Rep. Jeff Leach (R – Allen), would amend section 402.010 of the Government Code to provide that the attorney general may not settle or compromise any claim in an action against the state or a state agency if the settlement or compromise has the effect of holding that a state statute is unconstitutional. HB 1610 also provides that, if a state agency in the executive or legislative branch of state government is a defendant in an action in which a party to

the litigation files a petition, motion, or other pleading challenging the constitutionality of a state statute and the attorney general elects not to defend the agency, the attorney general shall pay or reimburse the reasonable expenses incurred by the agency in defending the action, including court costs, investigative costs, deposition expenses, witness fees, and attorney 's fees. However, this change in the law under HB 1610 would not apply to representation of the agency before the Supreme Court in violation of Section 22, Article IV, Texas Constitution.

- Effective date: September 1, 2023.
- Fiscal Note: Legislative Budget Board
- <u>Status</u>: On April 12, the <u>State Affairs</u> committee conducted a hearing on the bill: <u>Notice</u>. Those
 who are interested can watch the proceedings <u>here</u>. Testimony on the bill begins around the
 3:19:40 mark. Witnesses who registered a position or testified in favor of, on, or against HB 1610
 are listed here: <u>Witness List</u> (page 32). HB 1610 was left pending.

Civil Causes of Action Involving Injuries to Minors

HB 206 – Elimination of Limitations Periods for Personal Injury Cases Arising from Certain Offenses Against a Child (Companion: SB 751)

- Summary: HB 206, filed by Rep. Ann Johnson (D Houston), would amend section 16.0046 of the CPRC and eliminate the limitations period (currently 30 years) for a personal injury suit arising from sexual offenses against a child.
- Effective date: September 1, 2023.
- [Note: Sen. Pete Flores (R Austin) filed the Senate companion (SB 751). Rep. Jeff Leach (R Allen) has filed a similar, but not identical, bill (HB 3533).]
- Status of HB 206: Referred to Judiciary & Civil Jurisprudence on February 23, 2023.
- Status of HB 3533: Referred to Judiciary & Civil Jurisprudence on March 16, 2023.
- Status of SB 751: Referred to State Affairs on March 1, 2023.

HB 4601 – Personal Injury Suits Arising from Conduct that Violates Penal Code Provisions Concerning Sexual Offenses Against a Child

- Summary: HB 4601, filed by Jeff Leach (R-Allen), would amend section 16.0045 of the CPRC to require a person to bring suit for personal injury against a non-perpetrator of a sexual offense against a child no later than 15 years after the cause of action accrues if the injury arises as a result of conduct that violates various Penal Code provisions and the person against whom the suit is filed had a safe environment program at the time the injury occurred. However, HB 4601 would not create a private cause of action against a person "concerning a safe environment program." Under HB 4601, the burden of proof to establish liability would be clear and convincing evidence for each element of the cause of action.
- Status: Referred to <u>Judiciary & Civil Jurisprudence</u> on March 22, 2023.

Damages

HB 955 - Relating to Affidavits Concerning Costs and Necessity of Services

- Summary: HB 955, filed by Rep. Harold Dutton (D Houston), would amend section 18.001 of
 the Texas Civil Practice & Remedies Code (CPRC) to exempt a medical bill or other itemized
 statement of a medical or health care service charging \$50,000 or less from the requirements of
 18.001. An affidavit would not be required to support a finding of fact that the amount charged was
 reasonable and necessary.
- Effective date: September 1, 2023. The changes in the law addressed by HB 955 would apply to an action that commences on or after the effective date.
- Fiscal Note: Legislative Budget Board
- Status: On March 22, the <u>Judiciary & Civil Jurisprudence</u> conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony begins around the 4:44:00 mark. On April 5, the committee conducted another hearing on HB 955: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Witnesses who registered a position or

testified on, for, or against HB 955 are listed <u>here</u> (page1). Testimony on the bill begins around the 1:22:45 mark. HB 955 was left pending.

Education/Civil Remedy

SB 393 - Public Schools, Grievance Process, and Civil Remedy

- Summary: SB 393, filed by <u>Sen. Bob Hall (R Edgewood)</u>, would (among other things) create a
 cause of action for damages, costs, and attorney's fees by a parent against a school district if the
 district's grievance procedure fails to resolve an issue within thirty (30) days after the receipt of a
 parent's complaint.
- Effective date: September 1, 2023. However, if SB 393 is passed by a vote of two-thirds of all
 members elected to each chamber, the changes in the law under SB 393 would be effective
 immediately.
- Status: Referred to <u>Education</u> on February 15, 2023.

Employment

HB 1999 – Unlawful Employment Practices Based on Sexual Harassment, Including Related Complaints and Civil Actions (Companion: SB 1041)

- Summary: HB 1999, filed by Rep. Julie Johnson (D Farmers Branch), would add section 21.2545 to the Labor Code and authorize a person to bring a civil suit for damages arising from an unlawful employment practice based on sexual harassment, regardless of whether the person has filed a complaint or has received a right to sue letter. Under HB 1999, such actions would be subject to a two-year statute of limitations and make the actions subject to the punitive damages limitations in section 41.008 of the CPRC instead of the statutory limits in section 21.2585 of the Labor Code.
- Effective date: September 1, 2023.
- [Note: Sen. Bryan Hughes (R Mineola) filed the Senate companion bill.]
- Status of HB 1999: Referred to <u>International Relations & Economic Development</u> on March 8, 2023
- Status of SB 1041: Referred to Natural Resources & Economic Development on March 3, 2023.

Healthcare Liability

HB 536 - Liability Limits in a Health Care Liability Claim

- Summary: HB 536, filed by Rep. Gene Wu (D Houston), would amend CPRC sections 74.301 and 74.302 and provide for an adjustment to the noneconomic damages caps based on the consumer price index (CPI). More specifically, the bill provides that, when there is an increase or decrease in the CPI, the liability limit prescribed by the noneconomic damage limitation sections will be increased or decreased, as applicable, by a sum equal to the amount of such limit multiplied by the percentage increase or decrease in the CPI that measures the average changes in prices of goods and services purchased by urban wage earners and clerical workers' families and single workers living alone (CPI-W: Seasonally Adjusted U.S. City Average--All Items), between September 1, 2003, and the time at which damages subject to such limits are awarded by final judgment or settlement.
- Effective date: September 1, 2023. The changes in the law addressed in HB 536 would apply to
 a health care liability claim that accrues on or after the effective date.
- [Note: Similar bills have been filed in previous sessions. For example, bills filed in 2017 (<u>HB 719</u>), 2019 (<u>HB 765</u>), and 2021 (<u>HB 501</u>) all died in committee.]
- Status: Referred to Judiciary & Civil Jurisprudence on February 23, 2023.

Insurance

HB 1320 - Recovery under Uninsured and Underinsured Motorist Insurance Coverage

- Summary: HB 1320, filed by Rep. Charlie Geren (R Fort Worth), would amend the Insurance Code to, among other things, expressly: (1) define, at least to some degree, what constitutes sufficient notice under the Insurance Code for uninsured/underinsured motorists (UIM) claims; (2) state that an insurer may not require, as a prerequisite to asserting a claim under UIM coverage, a judgment or other legal determination establishing the other motorist's liability or uninsured/underinsured status; (3) state that an insurer may not require, as a prerequisite to payment of UIM benefits, a judgment or other legal determination establishing the other motorist's liability or the extent of the insured's damages before benefits are paid; and (4) require an insurer to attempt, in good faith, to effectuate a prompt, fair, and equitable settlement of a claim once liability and damages have become reasonably clear. HB 1320 would also amend the Insurance Code to address when prejudgment interest begins to accrue on UIM claims and when a claim for attorney's fees is considered to be "presented" for UIM claim purposes.
- Effective date: September 1, 2023. The changes in the law addressed in HB 1320 would apply to
 causes of action that accrue on or after the effective date, but does not affect the enforceability of
 any provision in an insurance policy delivered, issued for delivery, or renewed before January 1,
 2024, that conflicts with the change in law made by HB 1320.
- [Note: Rep. Geren filed similar bills in 2019 (<u>HB 1739</u>) and 2021 (<u>HB 359</u>). Both bills passed in the House, but died in the Senate.]
- Status: Referred to Insurance on March 3, 2023.

HB 3391 - Disclosure of Liability Insurers and Policyholders to Third Party Claimants

- Summary: HB 3391, filed in Rep. Julie Johnson (D Farmers Branch), would amend the Insurance Code and require an insurance carrier and a policyholder to disclose to a third party claimant certain information about the insurance coverage of the party against who a claim is being made. More specifically, HB 3391 would have required an insurance carrier to provide the claimant with a sworn statement of an officer or claims manager of the insurer that contained the following information for each policy known by the insurer that provides or may provide relevant coverage, including excess or umbrella coverage: (1) the name of the insurer; (2) the name of each insured; (3) the limits of liability coverage; (4) any policy or coverage defense the insurer reasonably believes is available to the insurer at the time the sworn statement is made; and (5) a copy of each policy under which the insurer provides coverage. An insurer that failed to comply with the request would be subject to an administrative penalty up to \$500. An insured who received such a request had to: (a) disclose to the claimant the name of and type of coverage provided by each insurer that provides or may provide liability coverage for the claim; and (b) forward the claimant's request to each insurer included in the disclosure.
- Effective date: September 1, 2023.
- [Note: HB 3391 is identical to bills filed previously filed in 2019 and 2021. Both bills died in committee I
- Status: Referred to Insurance on March 15, 2023.

Judiciary

Although the judiciary bills listed below failed to pass, the text of some of the proposals were added to other bills that did pass. All such bills are noted with a double asterisk (**).

SB 802 - Annual Base Salary of a District Judge (Similar Bill: HB 2779)

- Summary: SB 802, filed by <u>Sen. Bryan Hughes (R Mineola)</u>, would increase the annual base salary of a district judge from \$140,000 to \$172,494, which would also result in annual base salary increases for all appellate court judges and justices.
- Effective date: September 1, 2023.
- [Note: Rep. Jeff Leach (R Allen) has filed a similar (but not identical) bill, HB 2779. HB 2779 includes the same pay increase but would delink legislative retirement from a district judge's salary].
- <u>Bill Analysis for HB 2779</u>: House Research Organization

- Fiscal Note for HB 2779: Legislative Budget Board
- Status of SB 802: Referred to Finance on March 1, 2023.
- Status of HB 2779: On March 29, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on HB 2779 begins around the 2:20 mark. Witnesses who registered a position or testified for, on, or against the bill are listed <u>here</u> (page 24). On April 20, HB 2779 (as amended) was unanimously voted out of committee. On May 9, the House passed the bill (as amended). The bill was forwarded to the Senate and referred to the <u>Finance</u> Committee.
- On May 18, Senate <u>Finance</u> conducted a hearing on the bill: <u>Notice</u>. Those who are interested can
 watch the proceedings <u>here</u>. Testimony on HB 2779 begins around the 32:10 mark. Witnesses
 who registered a position or testified for, on, or against the bill are listed <u>here</u>. The bill was
 subsequently voted out of committee as amended. The committee substitute removed the acrossthe-board pay raise language and created a third tier of compensation for judges who have served
 for more than 12 years

SB 900 - Reimbursement of Certain Expenses of Appellate Court Justices and Judges **

- Summary: SB 900, filed by <u>Sen. Bryan Hughes (R Mineola)</u>, would amend the Government Code and permit an appellate justice or judge engaged in the discharge of official duties in a county other than the justice's or judge's county of residence to be reimbursed for traveling and other expenses. SB 900 would also permit appellate justices and judges to receive from the state the actual and necessary postage, telegraph, and telephone expenses incurred in the discharge of official duties.
- Effective date: September 1, 2023.
- Status: Referred to <u>Jurisprudence</u> on March 1, 2023. Although SB 900 did not advance, the text
 of the bill was added to the omnibus courts bill discussed above (<u>HB 3474</u>). **

SB 930 - Prohibition of Per Curiam Opinions (Joint Resolution: SJR 54)

- **Summary:** SB 930, filed by <u>Sen. Mayes Middleton (R Galveston)</u>, would amend the Government Code to prohibit per curiam opinions on the basis that the authorship of court opinions is public information. Sen. Middleton has also filed <u>SJR 54</u>, which proposes a constitutional amendment that prohibits per curiam opinions.
- Effective date: The changes in the law under SB 930 would be effective September 1, 2023. The constitutional amendment proposed by SJR 54 would be subject to voter approval and placed on the ballot for an election to be held on November 7, 2023.
- <u>Bill Analysis of SB 930</u>: Senate Research Center
- Fiscal Note for SB 930: Legislative Budget Board
- Bill Analysis of SJR 54: Senate Research Center
- Fiscal Note for SJR 54: Legislative Budget Board
- Status of SB 930: On March 9, State Affairs conducted a hearing on the bill: Notice. Those who are interested can watch the proceedings here. Testimony begins around the 48:50 mark. No witnesses registered a position or testified in favor of, on, or against SB 930. On March 27, by an 8-1 vote, the bill was voted out of committee, as amended (to remove a reporting requirement). On April 13, by a 25-5 vote, the Senate passed SB 930 (as amended). SB 930 was forwarded to the House and referred to Judiciary & Civil Jurisprudence on April 24. On May 17, the committee conducted a hearing on the bill: Notice. Those who are interested can watch the proceedings here. Testimony begins around the 16:10 mark. SB 930 was subsequently voted out of committee without amendments, but never received a full Senate vote.
- Status of SJR 54: On March 9, State Affairs conducted a hearing on the resolution: Notice. Those
 who are interested can watch the proceedings here. Testimony begins around the 1:11:00
 mark. No witnesses registered a position or testified in favor of, on, or against SJR 54. On March
 27, by an 8-1 vote, the resolution was voted out of committee.

SB 1092 – Jurisdiction of the Texas Supreme Court and Court of Criminal Appeals (Companion: HB 4178)

- Summary: SB 1092, filed by <u>Sen. Tan Parker (R Flower Mound)</u>, would amend the Government Code to grant the Texas Supreme Court jurisdiction to "correct any error in a Court of Criminal Appeals (CCA) decision in which the CCA finds that a statute, rule, or procedure is unconstitutional. More specifically, SB 1092 provides that, on a petition of the attorney general or a district or county attorney, the Supreme Court would have original civil jurisdiction to issue writs of quo warranto and mandamus to correct any error in the court of criminal appeals' decision. The jurisdiction granted by SB 1092 would apply regardless of whether the CCA decision is (1) based on the state constitution, federal constitution, or both; (2) characterized as criminal or civil; or (3) characterized as final or non-final.
- Under SB 1092, a decision by the CCA that a statute, rule, or procedure violates the state or federal constitution would not be final and would not be effective until the later of: (1) the 60th day after the date of the decision; or (2) the denial or dismissal of a petition filed in the Supreme Court.
- Effective date: September 1, 2023.
- [Note: Rep. Mike Schofield (R Katy) filed the House companion.]
- Bill Analysis for SB 1092: Senate Research Center
- Fiscal Note for SB 1092: Legislative Budget Board
- Status of SB 1092: On March 23, State Affairs conducted a hearing on the bill: Notice. Those who
 are interested in watching the proceedings can do so here. Testimony on SB 1092 begins around
 the 17:45 mark. Witnesses who registered a position or testified on, for, or against the bill are
 listed here (page 27). On March 27, by a 7-2 vote, the bill was voted out of committee without
 amendments
- Status of HB 4178: Referred to Judiciary & Civil Jurisprudence on March 21, 2023.

SB 1196 - Jurisdiction of the Texas Supreme Court and Court of Criminal Appeals (Companion: HB 2930)

- Summary: SB 1196, filed by <u>Sen. Bryan Hughes (R Mineola)</u>, would amend the Code of
 Criminal Procedure to provide that the Texas Supreme Court has jurisdiction to resolve any
 conflicts between the Supreme Court and the CCA regarding the interpretation of a provision of
 the Texas Constitution on: (1) submission of a writ of certiorari to the Supreme Court by a party to
 any proceeding in any Texas court; or (2) certification of a question of law from any federal court.
- Effective date: September 1, 2023. However, if SB 1196 or HB 2930 are passed by a vote of twothirds of all members elected to each chamber, the changes in the law under those bills would be effective immediately.
- [Note: Rep. David Spiller (R Jacksboro) filed the House companion. Sen. Bandon Creighton (R Conroe) filed a duplicate bill (SB 2392).]
- Fiscal Note for HB 2930: Legislative Budget Board
- Status of SB 1196: Referred to State Affairs on March 9, 2023.
- Status of HB 2930: On March 29, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a
 hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony
 on HB 2930 begins around the 4:00:45 mark. Witnesses who registered a position or testified for,
 on, or against the bill are listed <u>here</u> (page 26). The bill was left pending.

SB 2299 – Identification of Constitutional or Statutory Provisions Invalidated or Limited by a State Appellate Court

- Summary: SB 229, filed by Sen. Judith Zaffirini (D Laredo), would amend the Government Code to require an appellate court, including the Supreme Court and CCA, to report any decision to OCA if such a decision (1) concludes that a Texas constitutional provision or statute conflicts wholly or partly with federal law; (2) concludes that a Texas statute conflicts wholly or partly with the Texas Constitution; (3) uses the statutory construction aids identified in the Code Construction Act because a statute is either facially ambiguous, or ambiguous as applied to the facts of the case; or (4) concludes that two or more Texas statutes or two or more amendments to the same statute are irreconcilable. Such reports would have to be sent to OCA within 30 days of issuing the decision.
- Also under SB 2299, no later than September 1 of each year, OCA would be required to prepare
 and submit to the governor, the lieutenant governor, the speaker of the House, and the Legislature

an electronic report describing information received by OCA for the period beginning July 1 of the previous year and ending June 30 of the year in which the report is issued. The report must provide the following in a searchable and sortable format: (1) for each appellate court decision reported, information specifying: the caption; case number; the court that issued the decision; and the current status of the case; (2) a citation to each constitutional provision or statute impacted by the decision to which the paragraph above applies with an indication of which subdivision applies; (3) for a Texas constitutional provision or statute to which the section above applies, identification of each federal law that the appellate court determines is in conflict with the constitutional provision or statute; (4) for a statute to which the subsection above applies, identification of each provision of the Texas Constitution that the appellate court determines is in conflict with the statute; and (5) for each constitutional provision or statute listed in the report that became law during the 40-year period before the date of the report, identification of the applicable legislative session; resolution or bill number; author; and sponsor.

- SB 2299 would also require OCA to publish its reports on the OCA website.
- Effective date: September 1, 2023.
- Status: Referred to State Affairs on March 22, 2023.

HB 437 - Annual Base Salaries of State Judges and Justices

- Summary: HB 437, filed by Rep. Mike Schofield (R Katy), would amend the Government Code
 to provide for a cost-of-living adjustment for judicial salaries based on changes in the Consumer
 Price Index. HB 437 would also abolish the Judicial Compensation Commission. Rep. Schofield
 also filed a similar bill (HB 438) that would accomplish the same result using a different formula.
- Effective date: September 1, 2023, but the changes in the law under HB 437 and HB 438 would
 apply starting with the state fiscal biennium beginning on September 1, 2025.
- [Note: Rep. Schofield filed similar bills in 2021 (<u>HB 1876</u> and <u>HB 1880</u>), but they died in committee.]
- Bill Analysis for HB 438: House Research Organization
- Fiscal Note for HB 438: Legislative Budget Board
- Status of HB 437: Referred to Judiciary & Civil Jurisprudence on February 23, 2023.
- <u>Status of HB 438</u>: On March 29, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings: <u>here</u>. Testimony on HB 438 begins around the 33:55 mark. Witnesses who registered a position or testified for, on, or against the bill are listed <u>here</u> (page 1). On April 3, HB 438 was unanimously voted out of committee without amendments. By a 134-10 <u>vote</u>, the House passed the bill on May 2. HB 438 was forwarded to the Senate and referred to <u>Finance</u> on May 4.

HB 525 - Delivery of Court Orders Through Electronic Filing System **

- Summary: HB 525, filed by Rep. Cody Vasut (R Angleton), would amend the Government Code
 to require a statutory county court, district court, or appellate court to deliver, via the electronic
 filing system, all court orders to all parties in each case in which the use of the electronic filing
 system is required or authorized.
- Effective date: September 1, 2023.
- Bill Analysis: House Research Organization
- Fiscal Note: Legislative Budget Board
- Status: On April 5, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on the bill begins around the 3:09:50 mark. Witnesses who registered a position or testified in favor of, on, or against HB 525 are listed here: <u>Witness List</u> (page 1). On April 17, the bill was unanimously voted out of committee without amendments. On May 6, by a <u>vote</u> of 132-2, the House passed HB 525, as amended on the floor. The floor amendment added the option of delivering the orders in person to each individual entitled to service. HB 525 was forwarded to the Senate and referred to <u>Jurisprudence</u> on May 9. Although HB 525 did not advance, the text of the bill was added to the omnibus courts bill discussed above (<u>HB 3474</u>). **

Field Code Changed

HB 556 - Sealing of Documents Containing Trade Secrets

- Summary: HB 556, filed by Rep. Cody Vasut (R Angleton), would amend the Government Code to require the Supreme Court to adopt rules allowing for documents alleged to contain trade secrets to be filed under seal. The rules must: (1) require the document to be accompanied by an affidavit that describes the document and the basis for claiming a trade secret privilege; (2) provide that the affidavit is open to public inspection; (3) allow any person to move to unseal the document; and (4) provide for the unsealing of the document or a portion of the document only on: (a) a sufficient showing by the moving party of a specific, serious, and substantial interest that clearly outweighs a presumption in favor of preserving the secrecy of trade secrets; or (b) a determination by the court that the document or the portion of the document does not contain a trade secret.
- Effective date: September 1, 2023, but the Supreme Court would have until January 1, 2024 to adopt rules implementing the changes to the Government Code.
- Status: Referred to Judiciary & Civil Jurisprudence on February 23, 2023.

HB 2014 - Reimbursement for Jury Service **

- Summary: HB 2014, filed by Rep. Jeff Leach (R Allen), would amend section 61.001(a) of the
 Government Code to raise juror reimbursement from \$6 to \$20 for the first day and from \$40 to
 \$58 for each day thereafter.
- Effective date: September 1, 2023.
- Bill Analysis: House Research Organization
- Fiscal Note: Legislative Budget Board
- Status: On March 15, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on the bill begins around the 5:06:30 mark. Witnesses who registered a position or testified on, for, or against the bill are listed <u>here</u>. On March 22, HB 2014 was unanimously voted out of committee without amendments. The House unanimously passed the bill on April 27. HB 2014 was forwarded to the Senate and referred to <u>Jurisprudence</u> on May 4. Although HB 2014 did not advance in the Senate, the text of the bill was added to the omnibus courts bill discussed above (<u>HB 3474</u>). **

HB 2139 - Construction of Code, Laws, and Statutes

- Summary: HB 2139, filed by Rep. Dustin Burrows (R Lubbock), would amend Chapter 311 of
 the Texas Government (Code Construction Act) and require courts, when interpreting a statute, to
 enforce the statutory text as written and in accordance with the meaning that the words of the
 statute would have to "an ordinary speaker of the English language" (i.e., prohibits
 "intentionalism"). HB 2139 would also provide that "severability" applies down to every word,
 phrase, clause, or sentence in a statute.
- Further, HB 2139 attempts to limit judicial interpretations of the constitutionality of the statute to the parties in the specific case.
- HB 2139 would also make the same changes to Chapter 312 of the Government Code (construction of statutes) and prohibit courts from referring to legislative intent.
- Effective date: September 1, 2023. However, if HB 2139 is passed by a vote of two-thirds of all
 members elected to each chamber, the changes in the law under HB 2139 would be effective
 immediately.
- <u>Bill Analysis</u>: House Research Organization
- Fiscal Note: Legislative Budget Board
- Status: On March 22, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony begins around the 5:00:25 mark. Witnesses who registered a position or who testified on, for, or against the bill are listed <u>here</u>. On April 5, by a vote of 7-1, HB 2139 (as amended) was voted out of committee.

HB 2383 - Court Deposition and Transcription Services **

• Summary: HB 2383, filed by Rep. Jeff Leach (R – Allen), would amend the Texas Government Code, to permit (1) the judges of two or more courts of record that are not located in the same judicial district to agree to jointly appoint an official court reporter to serve the courts; (2) the judges

- to appoint a certified shorthand reporter and permit the reporter to serve more than one court and serve remotely; (3) a deputy court reporter to serve remotely; and (4) a certified shorthand reporter to administer oaths to witnesses without being at the same location as the witnesses.
- HB 2383 would also require an uncertified court reporter to engage in reporting to report an oral
 deposition only if the reporter delivers the required affidavit before the deposition begins (under
 current law, affidavit must be provided to those "present at" the deposition) and requires the
 reporter to file the affidavit with the court. The court reporter will be subject to civil penalty for any
 failure to comply.
- HB 2383 also seeks to modify section 20.001 (b)-(d) of the CPRC to address those who may take
 depositions upon written questions of those who either reside outside the state of Texas or are
 members of (or civilians employed by) the armed forces.
- Effective date: September 1, 2023. However, the Supreme Court would be required to revise the Texas Rules of Civil Procedure, if necessary to conform to the changes in the law under HB 2383, as soon as practicable.
- Fiscal Note: Legislative Budget Board
- Status: On March 29, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on HB 2383 begins around the 4:33:15 mark. Witnesses who registered a position or testified for, on, or against the bill are listed <u>here</u> (page 22). On April 3, HB 2383 (as amended) was unanimously voted out of committee. Although HB 2383 did not receive a full House vote, the text of the bill was added to the omnibus courts bill discussed above (HB 3474). **

HB 2431 - Preparation of Appellate Records in Civil Cases **

- Summary: HB 2431, as originally filed by Rep. Julie Johnson (D Farmers Branch), would amend the CPRC and Code of Criminal Procedure to permit appealing parties to file an appendix in lieu of a clerk's record. More specifically, under HB 2431, a party would be required to notify the court of appeals within ten (10) days of filing a notice of appeal that the party will file an appendix that replaces the clerk's record. The appealing party would then be required to file the appendix what the appellant's brief. Except in an expedited proceeding or by court order, the brief and appendix would be due no later than the 30th day after the later of (1) the date notice of intent to use the appendix was provided, or (2) the date a reporter's record is filed with the court of appeals.
- However, the version of the bill adopted by the House <u>Judiciary & Civil Jurisprudence</u> committee
 applied only to civil cases, so the provisions dealing with criminal proceedings no longer apply. HB
 2431 would also require the appealing parties to notify both the trial court and the court of appeals
 during the allotted time frame.
- An appendix filed under HB 2431 must contain a file-stamped copy of each document required by Rule 34.5 of the Texas Rules of Appellate Procedure and any other item the party intends to reference in the party's brief. The appendix could not contain a document that has not been filed with the trial court except by agreement of the parties to the appeal.
- An appendix filed according to the process under HB 2431 would become part of the appellate record. The court clerk would not prepare or file a clerk's record or assess a fee for preparing a clerk's record if a party files an appendix.
- Effective date: September 1, 2023.
- Bill Analysis: House Research Organization
- Fiscal Note: Legislative Budget Board
- Status: On March 22, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings here. Testimony begins around the 6:12:30 mark. Witnesses who registered a position or testified on, for, or against the bill are listed here (page 10). On March 27, the bill (as amended) was unanimously voted out of committee. Although HB 2431 did not receive a full House vote, the text of the bill was added to the omnibus courts bill discussed above (<u>HB 3474</u>). **

HB 3952 - Jurisdiction of Courts in Forcible Entry and Detainer and Forcible Detainer Cases

- Summary: HB 3952, filed by Rep. Mike Schofield (R Katy), would give statutory county courts
 concurrent jurisdiction with justice courts in forcible entry and detainer and forcible detainer suits.
- Effective date: September 1, 2023.
- Bill Analysis: House Research Organization
- Fiscal Note: Legislative Budget Board
- Status: On March 29, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony on HB 3952 begins around the 5:56:25 mark. Witnesses who registered a position or testified for, on, or against the bill are listed <u>here</u> (page 30). On April 5, by a 5-3 vote, the bill (as amended) was voted out of committee.

HJR 39 – Proposing a Constitutional Amendment to Repeal the Mandatory Retirement Age for Judges and Justices

- Summary: HJR 39, filed by filed by Rep. Cody Vasut (R Angleton), seeks to amend Art. V, § 1-a(1) of the Texas Constitution and repeal the mandatory retirement age for judges.
- [Note: Rep. Vasut filed a similar resolution (<u>HJR 66</u>) in 2021. The resolution was referred to committee, but was never scheduled for hearing.]
- Fiscal Note: Legislative Budget Board
- <u>Status</u>: On March 22, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a hearing on the
 resolution: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony about
 the resolution begins around the 6:14:50 mark. Witnesses who registered a position or testified
 for, on, or against the bill are listed <u>here</u> (page 12). The resolution was left pending.

Nuisance

HB 1372 - Tort of Public Nuisance (Similar Bill: SB 1034)

- Summary: HB 1372, filed by Cody Harris (R Palestine) and amended in committee, would add Chapter 100C to the CPRC and limit the cause of action for public nuisance. More specifically, HB 1372 would exclude the following claims, actions, or conditions from giving rise to a public nuisance cause of action: (1) an action or condition authorized, licensed, approved, or mandated by a statute, ordinance, regulation, permit, order, rule, or other measure issued, adopted, promulgated, or approved by the federal government, a federal agency, this state or an agency, or a political subdivision of this state; (2) an action or condition that occurs or exists in a context where a statutory cause of action or administrative enforcement mechanism already exists to address conduct that is injurious to the public; or (3) a product or the manufacturing, distribution, selling, labeling, or marketing of a product, regardless of whether the product is defective.
- HB 1372 also prohibits a governmental entity from recovering economic, noneconomic, or
 exemplary damages in a public nuisance action and provides that a financial expenditure made by
 a governmental entity related to the remediation, abatement, or injunction of an unlawful condition
 does not constitute an injury sufficient to confer standing to file or maintain a public nuisance action.
- Under HB 1372, an individual would be allowed to bring a public nuisance action only for compensatory damages for an injury caused to the individual that is different in kind, not just in degree, from an injury suffered by the public.
- HB 1372 would also bar (a) a public nuisance action for interference with the use or damage to
 public land, air, or water with only personal, spiritual, cultural, or emotional significance to the
 individual; and (b) the aggregation of private nuisance claims to produce a violation of established
 public rights.
- Effective date: September 1, 2023. However, if HB 1372 is passed by a vote of two-thirds of all
 members elected to each chamber, the changes in the law under HB 1372 would be effective
 immediately. The changes to the law under HB 1372 would apply only to a cause of action that
 accrues on or after the effective date.
- [Note: Sen. Mayes Middleton (R Galveston) has filed a similar bill (SB 1034).]
- Bill Analysis for HB 1372: House Research Organization
- Fiscal Note for HB 1372: Legislative Budget Board

- Bill Analysis for SB 1034: Senate Research Center
- Fiscal Note for SB 1034: Legislative Budget Board
- Status of SB 1034: On April 13, the State Affairs committee conducted a hearing on the bill: Notice. Those who are interested can watch the proceedings here: Part 1 and Part 2. In Part 1, testimony on SB 1034 begins around the 15:30 mark. Part 2 begins with additional testimony on the bill. SB 1034 was left pending.
- Status for HB 1372: On March 15, the <u>Judiciary & Civil Jurisprudence</u> committee conducted a
 hearing on the bill: <u>Notice</u>. Those who are interested can watch the proceedings <u>here</u>. Testimony
 begins around the 1:01:19 mark. Witnesses who registered a position or testified for, on, or against
 the bill are listed <u>here</u>. On March 27, by a 5-4 vote, HB 1372 (as amended) was voted out of
 committee

Qualified Immunity

SB 575 - Creation of Cause of Action for Deprivation of Rights and Waiver of Immunity

- Summary: SB 575, filed by <u>Sen. Roland Gutierrez (D San Antonio)</u>, would add Chapter 106A to the CPRC and create a cause of action by an injured person against a local government peace officer if the officer subjects or causes to be subjected, including a failure to intervene, the person to a deprivation of individual rights that create binding obligations on government actors. The peace officer would be liable to the injured party for legal or equitable relief as permitted by law.
- Under SB 575, a court would be authorized to award reasonable attorney fees and costs to a
 prevailing plaintiff. For purposes of injunctive relief, a plaintiff would be deemed to have prevailed
 if the plaintiff's suit was a substantial factor or significant catalyst in obtaining the results sought by
 the litigation. If a judgment is entered in favor of defendant, a court would have discretion to award
 reasonable costs and attorney fees to the defendant for defending any claims the court finds to be
 frivolous
- SB 575 would require the local government employer to indemnify a peace officer for any liability
 incurred or any judgment or settlement entered against the peace officer; except that, if the peace
 officer's employer determines that the officer did not act upon a good faith and reasonable belief
 that the action was lawful, then the peace officer is personally liable and shall not be indemnified
 by the employer for five percent of the judgment or settlement or twenty-five thousand dollars,
 whichever is less.
- An employer would not be required to indemnify the peace officer if the officer was convicted of a criminal violation. Qualified immunity would not be a defense to liability.
- Effective date: September 1, 2023. However, if SB 575 is passed by a vote of two-thirds of all
 members elected to each chamber, the changes in the law under SB 575 would be effective
 immediately.
- Status: Referred to State Affairs on February 17, 2023.

Texas Citizens Participation Act

<u>SB 896 - Automatic Stay of Proceedings During Interlocutory Appeals of TCPA Motions to Dismiss</u>(Companion: <u>HB 2781</u>)

- Summary: SB 896, filed by <u>Sen. Bryan Hughes (R Mineola)</u>, would amend section 51.014 of the CPRC to provide that the denial of a motion to dismiss under the TCPA is not subject to the automatic stay if the order denying the motion states that the motion was: (1) denied as not timely filed under section 27.003(b); (2) determined to be frivolous or solely intended to delay under section 27.009(b); or (3) denied because the action is exempt under section 27.010(a).
- Effective date: September 1, 2023. The changes in the law addressed in SB 896 would apply to causes of action filed on or after the effective date.
- [Note: Rep. Jeff Leach (R Allen) filed the House companion bill (HB 2781).]
- <u>Bill Analysis for SB 896</u>: Senate Research Center
- <u>Fiscal Note for SB 896</u>: Legislative Budget Board

- Status of SB 896: On March 9, State Affairs conducted a hearing on the bill: Notice. Those who are interested can watch the proceedings here. Testimony begins around the 1:25:50 mark. Witnesses who testified for, against, or on the bill are listed here. The bill was subsequently unanimously voted out of committee. On March 21, the Senate unanimously passed SB 896 and forwarded it to the House. On April 10, the bill was referred to the House Judiciary & Civil Jurisprudence committee. The committee conducted a hearing on April 26: Notice. Those who are interested can watch the proceedings here (Part 1 testimony begins around the 1:06:00 mark) and here (Part 2 testimony begins around the 17:30 mark). Witnesses who registered a position or testified for, on, or against the bill are listed here. On May 3, by a 6-3 vote, the committee voted SB 896 (as amended) out of committee.
- Status of HB 2781: Referred to Judiciary & Civil Jurisprudence on March 13, 2023.

Texas Deceptive Trade Practices Act

HB 515 - Relating to the Diagnosis, Maintenance, and Repair of Electronics-Enabled Heavy Equipment

- Summary: HB 515, filed by Rep. Terry Meza (D-Irving), would add Chapter 121 to the TexasBusiness & Commerce Code and require an original manufacturer of electronics-enabled heavy equipment (including parts for the equipment) sold or used in Texas to make available on fair and reasonable terms to any independent repair provider or owner of such equipment: (1) documentation, replacement parts, and tools; and (2) documentation, replacement part, or tool necessary to disable and reset a lock when disabled in the course of diagnosis, maintenance, or repair of the equipment.
- HB 515 would also prohibit an agreement between an authorized repair provider and original equipment manufacturer that waives or otherwise limits the original manufacturer's obligation under the Chapter 121.
- Further, HB 515 would make it a violation of the new Chapter 121 a deceptive trade practice under the Texas Deceptive Trade Practices Act.
- Effective date: September 1, 2023.
- Status: Referred to Business & Industry on February 23, 2023.

Texas Sovereignty Act

HB 384 - Texas Sovereignty Act (Companion: SB 313)

- Summary: HB 384, filed by Rep. Cecil Bell (R Magnolia), would amend the Government Code and do the following:
- Establish a 12-member Joint Legislative Committee in Constitutional Enforcement as a permanent joint committee of the Texas Legislature to review specified federal actions that challenge the state's sovereignty and that of the people for the purpose of determining if the federal action is unconstitutional. The bill would authorize the committee to review any applicable federal action to determine whether the action is an unconstitutional federal action and establish the factors the committee is required to consider when reviewing a federal action. The bill would require the committee, no later than the 180th day after the date the committee holds its first public hearing to review a specific federal action, to vote to determine whether the action is an unconstitutional federal action and authorize the committee to make such a determination by majority vote.
- Require the Speaker of the House and the Lieutenant Governor to appoint the initial committee members no later than the 30th day following the bill's effective date and would require the Secretary of State, no later than the 30th day following the bill's effective date, to forward official copies of the bill to the President of the United States, the Speaker of the U.S. House of Representatives, the President of the U.S. Senate, and to all members of the Texas congressional delegation with the request that the bill be officially entered in the Congressional Record. The bill would require the Speaker and the Lieutenant Governor to forward official copies of the bill to the presiding officers of the legislatures of the several states no later than the 45th day following the bill's effective date.

- Require the committee to report its determination that a federal action is an unconstitutional federal action to the Texas House of Representatives and to the Texas Senate during the current legislative session if the legislature is convened when the committee makes the determination, or the next regular or special legislative session if the legislature is not convened when the committee makes the determination. The bill would require each house of the legislature to vote on whether the federal action is an unconstitutional federal action and, if a majority of the members of each house determine that the federal action is an unconstitutional federal action, would require the determination to be sent to the Governor for approval or disapproval as provided by the Texas Constitution regarding the approval or disapproval of bills. The bill would establish that a federal action is declared by the state to be an unconstitutional federal action on the day the Governor approves the vote of the legislature making the determination or on the day the determination would become law if presented to the Governor as a bill and not objected to by the Governor. The bill would also require the Secretary of State to forward official copies of the declaration to the President of the United States, the Speaker of the U.S. House of Representatives, the President of the U.S. Senate, and to all members of the Texas congressional delegation with the request that the declaration of unconstitutional federal action be entered in the Congressional Record.
- Establish that a federal action declared to be an unconstitutional federal action under the bill's provisions regarding such a legislative determination has no legal effect in Texas and prohibit such an action from being recognized by the state or a political subdivision of the state as having legal effect. The bill's provisions regarding the enforcement of the United States Constitution expressly do not prohibit a public officer who has taken an oath to defend the United States Constitution from interposing to stop acts of the federal government which, in the officer's best understanding and judgment, violate the United States Constitution.
- Authorize the Texas Attorney General to defend the state to prevent the implementation and enforcement of a federal action declared to be an unconstitutional federal action. The bill would authorize the Attorney General to prosecute a person who attempts to implement or enforce a federal action declared to be an unconstitutional federal action and to appear before a grand jury in connection with such an offense.
- Amend the CPRC to establish that any court in Texas has original jurisdiction of a proceeding seeking a declaratory judgment that a federal action effective in Texas is an unconstitutional federal action. The bill would entitle a person to declaratory relief if the court determines that a federal action is an unconstitutional federal action and would prohibit the court, in determining whether to grant declaratory relief to the person, from relying solely on the decisions of other courts interpreting the United States Constitution. The bill would also require the court to rely on the plain meaning of the text of the United States Constitution and any applicable constitutional doctrine as understood by the framers of the Constitution.
- Effective date: If HB 384 passes by a vote of two-thirds of all members elected to each chamber, the changes in the law would be effective immediately. Otherwise, the change in the law under HB 384 would become effective on September 1, 2023.
- [Note: Sen. Bob Hall (R Edgewood) filed the Senate companion (SB 313). Similar bills were filed in 2017, 2019 and 2021. In 2017, HB 2338 was voted out of committee, but it never reached the House floor. HB 1215 and HB 1347 were filed in 2019 and 2021 respectively, but both died in committee.]
- Status of SB 313: Referred to State Affairs on February 15, 2023.
- Status of HB 384: Referred to State Affairs on February 23, 2023.

Texas Tort Claims Act

HB 1309 - Suits Against Certain Governmental Employees

Summary: HB 1309, filed by Rep. Harold Dutton (D – Houston), would amend section 101.106 of
the CPRC to allow a plaintiff to sue a governmental employee for assault, battery, false
imprisonment, or any other intentional tort, including a tort involving disciplinary action by school
authorities.

- Effective date: September 1, 2023. The changes in the law addressed in HB 1309 would apply only to causes of action that accrues on or after the effective date.
- Status: Referred to Judiciary & Civil Jurisprudence on March 3, 2023.

I will keep everyone informed of other developments, if any, as I become aware of them. In the interim, if you have any questions about these topics or any other matter, feel free to contact me.

Sincerely,

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