By: Romero, Jr., Capriglione

H.B. No. 53

Substitute the following for H.B. No. 53:

By: Gutierrez

C.S.H.B. No. 53

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to certain limitations on settlement agreements with a
- 3 governmental unit.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Title 5, Civil Practice and Remedies Code, is
- 6 amended by adding Chapter 116 to read as follows:
- 7 CHAPTER 116. SETTLEMENT OF CLAIM OR ACTION AGAINST GOVERNMENTAL
- 8 UNIT
- 9 Sec. 116.001. DEFINITION. In this chapter, "governmental
- 10 unit" has the meaning assigned by Section 101.001.
- 11 Sec. 116.002. CERTAIN SETTLEMENT TERMS PROHIBITED. (a) A
- 12 governmental unit may not enter into a settlement of a claim or
- 13 <u>action against the governmental unit in which:</u>
- 14 (1) the amount of the settlement is equal to or greater
- 15 than \$30,000; and
- 16 (2) a condition of the settlement requires a party
- 17 seeking affirmative relief against the governmental unit to agree
- 18 not to disclose any fact, allegation, evidence, or other matter to
- 19 any other person, including a journalist or other member of the
- 20 media.
- 21 (b) A settlement agreement provision entered into in
- 22 violation of Subsection (a) is void and unenforceable.
- Sec. 116.003. EFFECT OF CHAPTER. This chapter does not
- 24 affect information that is privileged or confidential under other

C.S.H.B. No. 53

- 1 <u>law.</u>
- 2 SECTION 2. The change in law made by this Act applies only
- 3 with respect to a claim or action that is based on a cause of action
- 4 that accrues on or after the effective date of this Act.
- 5 SECTION 3. This Act takes effect September 1, 2017.