5/8/2009

HB 2128 Giddings

SUBJECT: Allowing prosecutors to investigate illegal sale of plastic crates

COMMITTEE: Business and Industry — favorable, without amendment

VOTE: 8 ayes — Deshotel, Elkins, Giddings, Keffer, S. Miller, Orr, Quintanilla,

S. Turner

0 nays

3 absent — Christian, England, Gattis

WITNESSES: For — (Registered, but did not testify, Chuck Girard, PepsiCo; Lee

Lockard, Coca-Cola Enterprises; David Sords, Texas Beverage

Association)

Against - None

BACKGROUND: The 80th Legislature enacted HB 1871 by Giddings, which created

requirements and penalties for the illegal sale of bulk merchandise

containers.

A violation of the requirement to gather and record transaction

information is subject to a civil penalty of \$10,000 per violation. Falsely documenting a transaction in an effort to skirt the provisions of the statute

is subject to a civil penalty of \$30,000 for each violation.

DIGEST: HB 2128 would allow the attorney general or prosecutor to investigate

instances of illegal plastic container sale. The bill would also permit the

attorney general or prosecutor to recover expenses associated with

investigating an instance of illegal plastic container sale.

The bill would take effect September 1, 2009.

NOTES: A related bill, HB 2127 by Giddings, which would establish a class C

misdemeanor for unlawful purchase of plastic containers for recycling, passed the House by 142-0 on May 1 and has been referred to the Senate

Business and Commerce Committee.