HB 1250 Frullo

SUBJECT: Enabling facsimile signature use on certain municipal liens and contracts

COMMITTEE: Urban Affairs — favorable, without amendment

VOTE: 9 ayes — Dutton, Alvarado, Callegari, Gutierrez, P. King, Mallory

Caraway, Parker, Paxton, Simpson

0 nays

WITNESSES: For — John Grace, City of Lubbock; (Registered, but did not testify: Laura

Mueller, Texas Municipal League)

Against — None

BACKGROUND: Health and Safety Code, ch. 342, subch. A addresses municipal regulation

of sanitation. Sec. 342.006 authorizes a municipality to perform needed sanitation work on a property lot if the owner has not complied with a municipal ordinance within seven days of notice of a violation. The municipality also may charge the owner for expenses for the work performed. Sec. 342.007 authorizes the municipality to file a lien against

the owner's property for the expenses incurred under sec. 342.006.

Government Code, ch. 618 is the Uniform Facsimile Signature of Public Officials Act. Sec. 681.002(4) defines a "facsimile signature" as a reproduction of a manual signature of an authorized officer made by any method. Sec. 681.002(3) defines an "eligible contract" as written evidence of an agreement, other than a public security or instrument of payment, that is executed, authenticated, certified, or endorsed on behalf of a home-

rule municipality with a population of 1.9 million or more (Houston).

DIGEST: HB 1250 would amend Health and Safety Code, sec. 342.007(b) to allow a

municipality to use a facsimile signature, as defined in Government Code, sec. 681.002, on property lien statements related to assessed sanitation

expenses.

The bill also would amend Government Code, sec. 618.002(3) to change

the definition of an "eligible contract" by lowering the minimum population of a municipality that could use a facsimile signature on a

contract from 1.9 million to 200,000.

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The bill would take immediate effect if it received a two-thirds vote of the elected membership of each house. Otherwise, it would take effect September 1, 2011.

SUPPORTERS SAY:

HB 1250 would improve municipal government efficiency by allowing cities to use facsimile signatures on sanitation liens. The mayor of Lubbock, for example, currently has to hand-sign 1,500 to 2,000 environmental liens every year, which occupies a considerable amount of his time. The bill simply would allow municipalities to take advantage of a common technology to execute their lien-signing duties more quickly and easily. The bill would have no significant fiscal implication for the state.

OPPONENTS SAY:

HB 1250 would unnecessarily lower the minimum population needed by a municipality to be able to use a facsimile signature on a contract because the definition of "eligible contract" specifically excludes public securities, such as the liens in question. As a result, the bill unintentionally would make a change to statute that was disconnected from the intent of the legislation, which was to enable the use of facsimile signatures on certain liens.

NOTES:

The companion bill, SB 577 by Duncan, passed the Senate by 31-0 on the Local and Uncontested Calendar and was received by the House on April 14.