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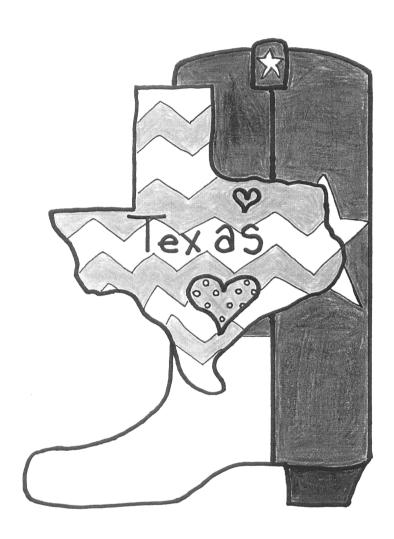


IN THIS ISSUE

GOVERNOR	HEALTH EDUCATION, TRAINING, AND
Appointments6575	RESEARCH FUNDS
EMERGENCY RULES	19 TAC §6.73660
TEXAS ALCOHOLIC BEVERAGE COMMISSION	FINANCIAL PLANNING
EMERGENCY RULES	19 TAC §13.129660
16 TAC §51.1, §51.26577	STUDENT SERVICES
PROPOSED RULES	19 TAC §21.5660
TEXAS ALCOHOLIC BEVERAGE COMMISSION	19 TAC §§21.50 - 21.55660
LICENSING	19 TAC §§21.191 - 21.193660
16 TAC §\$33.72, 33.77, 33.816581	19 TAC §§21.610 - 21.614660
SCHEDULE OF SANCTIONS AND PENALTIES	STUDENT FINANCIAL AID PROGRAMS
16 TAC §34.106583	19 TAC §§22.1, 22.2, 22.7660
AUDITING	19 TAC §§22.255, 22.260, 22.261, 22.264661
16 TAC §41.286584	19 TAC §22.302, §22.310661
MARKETING PRACTICES	EDUCATION LOAN REPAYMENT PROGRAMS
16 TAC §45.40, §45.44	19 TAC §§23.32 - 23.35661
16 TAC §45.132	19 TAC §23.187, §23.189661
TEXAS DEPARTMENT OF LICENSING AND	19 TAC §§23.287 - 23.289661
REGULATION	TEXAS EDUCATION AGENCY
PROCEDURAL RULES OF THE COMMISSION AND THE DEPARTMENT	ADAPTATIONS FOR SPECIAL POPULATIONS 19 TAC §89.1662
16 TAC §60.226591	TEXAS ESSENTIAL KNOWLEDGE AND SKILLS
16 TAC §60.34, §60.38	FOR CAREER DEVELOPMENT AND CAREER AND TECHNICAL EDUCATION
TEXAS HIGHER EDUCATION COORDINATING	19 TAC §127.270662
BOARD	19 TAC §127.472, §127.512662
AGENCY ADMINISTRATION	19 TAC §§127.824, 127.828 - 127.830662
19 TAC §§1.220, 1.224, 1.226	TEXAS STATE BOARD OF PLUMBING EXAMINERS
ACADEMIC AND WORKFORCE EDUCATION	LICENSING AND REGISTRATION
19 TAC §2.3, §2.5	22 TAC §365.22663
19 TAC §§2.410 - 2.413	DEPARTMENT OF STATE HEALTH SERVICES
RULES APPLYING TO ALL PUBLIC AND PRIVATE OR INDEPENDENT INSTITUTIONS OF HIGHER	MATERNAL AND INFANT HEALTH SERVICES
EDUCATION IN TEXAS REGARDING ELECTRONIC	25 TAC §§37.21 - 37.28663
REPORTING OPTION FOR CERTAIN OFFENSES; AMNESTY	HEALTH AND HUMAN SERVICES COMMISSION
19 TAC §§3.40 - 3.43	FAMILY VIOLENCE PROGRAM
RULES APPLYING TO ALL PUBLIC INSTITUTIONS	26 TAC §356.603665
OF HIGHER EDUCATION IN TEXAS	26 TAC §356.1303, §356.1316665
19 TAC §4.406600	26 TAC §356.1323665
19 TAC §4.1936602	26 TAC §356.1403665
19 TAC §§4.400 - 4.4056602	26 TAC §356.2003, §356.2016665
	26 TAC §356.2023665

26 TAC §356.21036653	43 TAC §§7.120 - 7.134
TEXAS DEPARTMENT OF INSURANCE	RULE REVIEW
LIFE, ACCIDENT, AND HEALTH INSURANCE AND	Proposed Rule Reviews
ANNUITIES	Texas Department of Agriculture6689
28 TAC §3.9901	Texas Higher Education Coordinating Board6689
TEXAS DEPARTMENT OF INSURANCE, DIVISION OF WORKERS' COMPENSATION	Comptroller of Public Accounts6690
GENERAL MEDICAL PROVISIONS	Texas Civil Commitment Office
28 TAC §133.4, 133.5	Adopted Rule Review
28 TAC §133.309	Texas Department of Public Safety6691
ADOPTED RULES	TABLES AND GRAPHICS
TEXAS EDUCATION AGENCY	
	IN ADDITION
STUDENT ATTENDANCE 19 TAC §129.1025	Office of the Attorney General
STATE BOARD FOR EDUCATOR CERTIFICATION	Texas Health and Safety Code and Texas Water Code Settlement No-
CLASSROOM TEACHER CERTIFICATION	tice
STANDARDS	Texas Water Code and Texas Health and Safety Code Settlement Notice
19 TAC §235.115, §235.1176668	Office of Consumer Credit Commissioner
19 TAC §§235.115, 235.117, 235.131, 235.135, 235.137	Notice of Rate Ceilings6703
19 TAC §§235.131, 235.133, 235.135	Commission on State Emergency Communications
HEALTH AND HUMAN SERVICES COMMISSION	Notice Concluding Annual Review of 1 TAC §255.46704
LIDDA SERVICE COORDINATION	Texas Commission on Environmental Quality
26 TAC §§331.1, 331.3, 331.5, 331.7, 331.9, 331.11, 331.13, 331.15, 331.17, 331.19, 331.21, 331.23	Agreed Orders
TEXAS COMMISSION ON ENVIRONMENTAL	Enforcement Orders
QUALITY	Notice of an Application to Amend a Certificate of Adjudication Application No. 12-4318F6708
CONTROL OF AIR POLLUTION FROM MOTOR VEHICLES	Notice of Correction to Agreed Order Number 216709
30 TAC §§114.1, 114.2, 114.7	Notice of Public Hearing on Assessment of Administrative Penalties and Requiring Certain Actions of D & D Dawson Enterprises L.L.C. SOAH Docket No. 582-26-01425 TCEQ Docket No. 2024-1146-
30 TAC §§114.50, 114.51, 114.53	
30 TAC §§114.60, 114.64, 114.66, 114.72	AIR-E
30 TAC §§114.80 - 114.82, 114.84, 114.87	Notice of Public Hearing on Assessment of Administrative Penalties and Requiring Certain Actions of Elvira Zavala-Patton SOAH Docket
DEPARTMENT OF AGING AND DISABILITY	No. 582-26-01424 TCEQ Docket No. 2022-0333-MSW-E6709
SERVICES	Notice of Water Quality Application6710
STATE AUTHORITY RESPONSIBILITIES	General Land Office
40 TAC §§1.301 - 1.303, 1.305, 1.307 - 1.3126683	Notice and Opportunity to Comment on Requests for Consistency
LOCAL AUTHORITY RESPONSIBILITIES	Agreement/Concurrence Under the Texas Coastal Management Program
40 TAC §§2.51 - 2.64	Texas Health and Human Services Commission
40 TAC §2.151, §2.152	Notice of Public Hearing on Proposed Updates to Non-Medicaid &
TEXAS DEPARTMENT OF TRANSPORTATION	Medicaid Payment Rates
RAIL FACILITIES	Notice of Public Hearing on the Rural Health Transformation Program

Texas Department of Insurance	Supreme Court of Texas
Notice of Public Hearings6713	Order Amending Article XI of the State Bar Rules672
Texas Department of Licensing and Regulation Scratch Ticket Game Number 2695 "MILLIONAIRE"6714	Preliminary Approval of Amendments to Rule 1 of the Rules Governing Admission to the Bar of Texas
North Central Texas Council of Governments	
Notice of Contract Award for Predictive Crash Analysis Software 6720	
Texas Parks and Wildlife Department	
Notice of a Public Comment Hearing on an Application for a Sand and Gravel Permit6721	





As required by Government Code, §2002.011(4), the *Texas Register* publishes executive orders issued by the Governor of Texas. Appointments and proclamations are also published. Appointments are published in chronological order. Additional

information on documents submitted for publication by the Governor's Office can be obtained by calling (512) 463-1828.

Appointments

Appointments for September 24, 2025

Appointed to the Lower Neches Valley Authority Board of Directors for a term to expire July 28, 2027, James M. Scott of Beaumont, Texas (Mr. Scott is being reappointed).

Appointed to the Lower Neches Valley Authority Board of Directors for a term to expire July 28, 2029, Steven R. "Steve" Lucas of Beaumont, Texas (Mr. Lucas is being reappointed).

Appointed to the Lower Neches Valley Authority Board of Directors for a term to expire July 28, 2029, Charles "Caleb" Spurlock, D.D.S. of Woodville, Texas (Mr. Spurlock is being reappointed).

Designating Charles "Caleb" Spurlock, D.D.S. of Woodville as president of the Lower Neches Valley Authority Board of Directors for a term to expire at the pleasure of the Governor.

Appointments for September 25, 2025

Appointed to the Real Estate Research Advisory Committee for a term to expire January 31, 2029, Jessica L. "Jessie" Ramirez of Bulverde, Texas (replacing Kristi L. Davis of Carrollton who resigned).

Appointed pursuant to HB 4638, 89th Legislature, Regular Session, to the Texas Pharmaceutical Initiative Governing Board for a term to expire February 1, 2027, William A. "Tony" Schell, of Austin, Texas.

Appointed pursuant to HB 4638, 89th Legislature, Regular Session, to the Texas Pharmaceutical Initiative Governing Board for a term to expire February 1, 2029, Michael D. "Mike" McKinney, M.D., of Bryan, Texas.

Appointed pursuant to HB 4638, 89th Legislature, Regular Session, to the Texas Pharmaceutical Initiative Governing Board for a term to expire February 1, 2029, Randall P. "Randy" Wright of Houston, Texas.

Appointed pursuant to HB 4638, 89th Legislature, Regular Session, to the Texas Pharmaceutical Initiative Governing Board for a term to expire February 1, 2031, Golinda Erowele, Pharm.D., of Missouri City, Texas.

Appointments for September 26, 2025

Designating Megan W. Deen of Fort Worth as president of the Trinity River Authority Board of Directors for a term to expire at the pleasure of the Governor.

Appointed to the Texas Water Development Board for a term to expire February 1, 2031, William B. "Brady" Franks of Austin, Texas (replacing Brooke T. Paup of Austin whose term expired).

Appointed to the Texas Workforce Commission for a term to expire February 1, 2031, Brent D. Connett of Austin, Texas (replacing Robert B. "Bryan" Daniel of Georgetown whose term expired).

Designating Jose A. "Joe" Esparza of Oatmeal as chair of the Texas Workforce Commission for a term at the pleasure of the Governor for a two-year term. Commissioner Esparza is replacing Robert B. "Bryan" Daniel of Georgetown as chair.

Appointments for September 29, 2025

Appointed to the Texas Alcoholic Beverage Commission for a term to expire November 15, 2027, Robert A. Eckels of Spring, Texas (replacing Kevin J. Lilly of Houston who resigned).

Designating Robert A. Eckels of Spring as presiding officer of the Texas Alcoholic Beverage Commission for a term to expire at the pleasure of the Governor. Judge Eckels is replacing Kevin J. Lilly of Houston as presiding officer.

Appointments for September 30, 2025

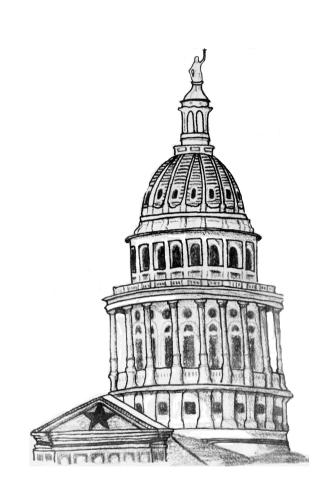
Appointed to the Gulf Coast Authority Board of Directors for a term to expire August 31, 2026, Daniel W. "Dan" Syphrett, III of Stowell, Texas (replacing Lamont E. Meaux of Stowell whose term expired).

Appointed to the Gulf Coast Authority Board of Directors for a term to expire August 31, 2027, Amber M. Batson of Tomball, Texas (Ms. Batson is being reappointed).

Greg Abbott, Governor

TRD-202503499

*** * ***



EMERGENCY

Emergency Rules include new rules, amendments to existing rules, and the repeals of existing rules. A state agency may adopt an emergency rule without prior notice or hearing if the agency finds that an imminent peril to the public health, safety, or welfare, or a requirement of state or

federal law, requires adoption of a rule on fewer than 30 days' notice. An emergency rule may be effective for not longer than 120 days and may be renewed once for not longer than 60 days (Government Code, §2001.034).

TITLE 16. ECONOMIC REGULATION

PART 3. TEXAS ALCOHOLIC BEVERAGE COMMISSION

CHAPTER 51. EMERGENCY RULES

16 TAC §51.1, §51.2

Consistent with Executive Order GA-56 (Sept. 10, 2025), the Texas Alcoholic Beverage Commission (TABC) adopts, on an emergency basis, new Chapter 51, relating to Emergency Rules; new rule 16 TAC §51.1, relating to Prohibited Sales of Consumable Hemp Products to Minors; and new rule 16 TAC §51.2, relating to Mandatory Age Verification for Consumable Hemp Product Sales. The emergency rules are effective September 23, 2025. This emergency adoption is necessary to help prevent minors from accessing and using consumable hemp products (CHP) that will negatively impact the minors' health, which in turn negatively impacts the general welfare and public safety.

REASONED JUSTIFICATION. TABC is generally tasked with regulating every phase of the business of manufacturing, importing, exporting, transporting, storing, selling, advertising, labeling, and distributing alcoholic beverages. Tex. Alco. Bev. Code §5.31. But the agency is also directed to "supervise and regulate licensees and permittees and their places of business in matters affecting the public." Id. §5.33. And that "authority is not limited to matters specifically mentioned in" the Alcoholic Beverage Code. Id. TABC must also ensure that the place and manner in which a permittee or licensee conducts its business is consistent with the general welfare, health, peace, morals, and safety of the people and the public sense of decency. Id. §§11.61(b)(7), 61.71(a)(16). It is under these provisions that TABC acts now. See Executive Order GA-56 ("Whereas, unrestricted sales of such substances to minors by state licensed retailers imperils "the general welfare, health, peace, morals, and safety of the people' and "the public sense of decency[.]").

CHP is defined by the Department of State Health Services (DSHS) as "Any product processed or manufactured for consumption that contains hemp, including food, a drug, a device, and a cosmetic, as those terms are defined by Texas Health and Safety Code §431.002, but does not include any consumable hemp product containing a hemp seed, or hemp seed-derived ingredient being used in a manner that has been generally recognized as safe (GRAS) by the FDA." 25 TAC §300.101(8). CHP retailers must generally be registered with DSHS. Tex. Health & Safety Code §443,2025. TABC has learned that many of its licensed alcoholic beverage businesses engage in the retail sale of CHPs of varying types and potency, and many of those businesses allow minors to purchase those products. Additionally, consumer delivery and carrier permit holders also deliver CHPs to ultimate consumers who are minors. As explained below, TABC believes that businesses providing CHPs

to minors are operating in a manner that is inconsistent with the general welfare, health, peace, morals, and safety of the people and the public sense of decency. To combat this conduct, TABC adopts these emergency rules to: (1) prohibit a TABC licensee or permittee from selling, offering for sale, serving, or delivering CHPs to a person younger than 21 years of age; and (2) require a TABC licensee or permittee to check the identification of any person wanting to purchase CHPs to confirm their age.

Under the emergency rules, a license or permit holder will generally be held accountable if an employee or agent sells, offers to sell, serves, or delivers CHPs to a minor or fails to check the identification of anyone purchasing CHPs. However, under emergency rule §51.1(d), TABC will not hold a license or permit holder accountable for selling, offering to sell, serving, or delivering CHPs to a minor if the minor presents an apparently valid identification that complies with §51.2(a), the permittee or licensee inspects the identification as provided by §51.2(b), and the permittee or licensee reasonably concludes that the purchaser or recipient is at least 21 years of age.

A violation of either emergency rule will result in the cancellation of the holder's TABC permit or license. The license or permit holder will not be allowed to serve a suspension or pay a civil fine in lieu of the license or permit cancellation. TABC recognizes that cancellation of a license or permit is a severe sanction, but the agency believes a significant sanction is warranted in order to effectively prevent CHP sales to minors.

An emergency rule is necessary

Pursuant to Government Code §2001.034 and §2001.036(a)(2), the new rules are adopted on an emergency basis and with an expedited effective date because an imminent peril to the public health, safety, or welfare requires adoption on fewer than 30 days' notice.

Consumable products derived from the cannabis plant, whether classified as marijuana or hemp, contain substances called cannabinoids, "which are known to exhibit a range of psychological and physiological effects." Congressional Research Service, R44742, *Defining Hemp: A Fact Sheet*, p.6 (March 22, 2019) (citing Clarke and Merlin, Cannabis: Evolution and Ethnobotany, p.255). Studies indicate these effects can be harmful for underdeveloped brains possessed by adolescents, with possible protracted effects on a young user's neural systems. See Yasmin L. Hurd et al., Cannabis and the Developing Brain: Insights Into Its Long-Lasting Effects, 39 J. NEUROSCIENCE 8250 (2019).

Delta-8 tetrahydrocannabinol, also known as delta-8 THC, is a psychoactive cannabinoid found in many of the CHPs sold in Texas. CHPs with delta-8 THC have not been evaluated or approved by the U.S. Food and Drug Administration (FDA) for safe use by minors. See FDA Consumer Update (May 4, 2022), available at https://www.fda.gov/consumers/con-

sumer-updates/5-things-know-about-delta-8-tetrahydro-cannabinol-delta-8-thc.

The harms associated with cannabis/THC use by minors are well documented:

- -"THC use, particularly among youth, is associated with an increased risk of psychosis, suicide attempts, and self-harm, with risks heightened in individuals with co-occurring mental health conditions such as depression." Testimony by Lindy McGee, MD, on behalf of the Texas Medical Association and Texas Pediatric Society, before the Senate State Affairs Committee (July 22, 2025), (citing Cannabis Use Disorder, Suicide Attempts, and Self-Harm Among Adolescents: A national inpatient study across the United States, available at https://pmc.ncbi.nlm.nih.gov/articles/PMC10581466/ and When Cannabis Use Goes Wrong: Mental Health Side Effects of Cannabis Use That Present to Emergency Services, available at https://pmc.ncbi.nlm.nih.gov/articles/PMC7917124/).
- -"The association between cannabis and schizophrenia is stronger in people who start using cannabis at an earlier age and use cannabis more frequently." Centers for Disease Control and Prevention, Cannabis and Teens Webpage (February 15, 2024).
- -"The teen brain is actively developing and continues to develop until around age 25. Cannabis use during adolescence and young adulthood may harm the developing brain." *Id.* (citing National Academies of Sciences Engineering and Medicine. *The health effects of cannabis and cannabinoids: Current state of evidence and recommendations for research.* Washington, DC: The National Academies Press (2017) and Batalla A, Bhattacharyya S, Yücel M, et al. *Structural and functional imaging studies in chronic cannabis users: a systematic review of adolescent and adult findings.* Plos One (2013)).
- -"Compared with teens who do not use cannabis, teens who use cannabis are more likely to quit high school or not get a college degree." *Id*.

The credible sources cited above clearly demonstrate the potential dangers CHPs pose to minors. Certain TABC-licensed establishments currently provide minors easy access to CHPs, which ultimately imperils those minors' health and the public's safety and welfare. Immediate action is needed to block (or at least reduce) minors' access to CHPs, as Governor Abbott noted in his executive order. Any further delays in enacting these rules would increase the likelihood of harm to Texas minors and the public. As such, TABC believes adopting these rules on an emergency basis is warranted under Government Code §2001.034.

While the emergency rules will go into effect immediately, TABC will not begin to enforce the rules until October 1, 2025. TABC will take this extra time to notify affected businesses of the new restrictions and requirements in these rules.

Future rulemaking

Under Government Code §2001.034, this emergency rule may not be in effect for longer than 180 days total. TABC intends to propose these or similar rules under the normal rulemaking process and will consider any additional action necessary in the event unforeseen issues arise with the adopted sections. Future rulemaking may also provide additional guidance.

STATUTORY AUTHORITY. The new rules are adopted on an emergency basis, effective on September 23, 2025, under Alcoholic Beverage Code §§5.31 and 5.33; and Government

Code §§2001.034 and 2001.036(a)(2). Alcoholic Beverage Code §5.31 provides that "the commission may exercise all powers, duties, and functions conferred by this code, and all powers incidental, necessary, or convenient to the administration of this code." and further states that "it may prescribe and publish rules necessary to carry out the provisions of this code." Alcoholic Beverage Code §5.33 provides that "the commission shall supervise and regulate licensees and permittees and their places of business in matters affecting the public." And that "this authority is not limited to matters specifically mentioned in [the] code." Government Code §2001.034 provides that a state agency may adopt an emergency rule without prior notice or hearing if the agency finds that an imminent peril to the public health, safety, or welfare requires adoption of a rule on fewer than 30 days' notice and the agency states in writing the reasons for its finding. Government Code §2001.036(a)(2) provides that if a state agency finds that an expedited effective date is necessary because of imminent peril to the public health, safety, or welfare, and subject to applicable constitutional or statutory provisions, a rule is effective immediately on filing with the secretary of state, or on a stated date less than 20 days after the filing date.

§51.1. Prohibited Sales of Consumable Hemp Products to Minors.

- (a) Definitions. In this chapter:
- (1) "Consumable hemp product" has the meaning assigned by 25 TAC §300.101 or a successor rule adopted by the Department of State Health Services;
- (2) "Licensee" and "permittee" have the meaning assigned by Alcoholic Beverage Code §1.04; and
 - (3) "Minor" means a person under 21 years of age.
- (b) A licensee or permittee violates Alcoholic Beverage Code §§11.61(b)(7) or 61.71(a)(16), as applicable, if the licensee or permittee sells, offers to sell, serves, or delivers a consumable hemp product to a minor.
- (c) Notwithstanding Chapter 34 of this title, the commission shall cancel the license or permit of a licensee or permittee that violates subsection (b). The licensee or permittee does not have the option to serve a suspension or pay a civil fine in lieu of cancellation.
- (d) A licensee or permittee that sells, offers to sell, serves, or delivers a consumable hemp product to a minor does not violate subsection (b) if the minor falsely claims to be 21 years of age or older, the permittee or licensee otherwise complies with §51.2, and the permittee or licensee reasonably believes the minor is actually 21 years of age or older.
- §51.2. Mandatory Age Verification for Consumable Hemp Product Sales.
- (a) A licensee or permittee may not sell, serve, or deliver a consumable hemp product to a person unless the person presents an apparently valid, unexpired proof of identification issued by a governmental agency that contains a physical description and photograph consistent with the person's appearance and that purports to establish that the person is 21 years of age or older.
- (b) Before completing the sale, service, or delivery of a consumable hemp product to an ultimate consumer, a licensee or permittee shall verify that the purchaser or recipient is 21 years of age or older by carefully inspecting the provided proof of identification.
- (c) Notwithstanding Chapter 34 of this title, if a licensee or permittee fails to abide by the requirements of this section, the

licensee or permittee violates Alcoholic Beverage Code §§11.61(b)(7) or 61.71(a)(16), as applicable, and the commission shall cancel the license or permit. The licensee or permittee does not have the option to serve a suspension or pay a civil fine in lieu of cancellation.

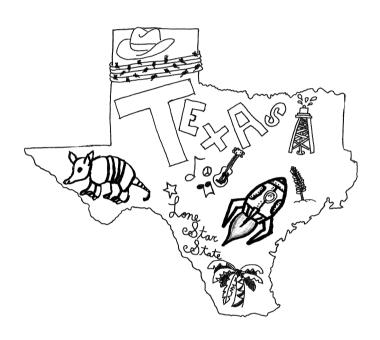
The agency certifies that legal counsel has reviewed the emergency adoption and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 23, 2025.

TRD-202503408 Matthew Cherry Senior Counsel

Texas Alcoholic Beverage Commission Effective date: September 23, 2025 Expiration date: January 20, 2026

For further information, please call: (512) 206-3491



PROPOSED.

Proposed rules include new rules, amendments to existing rules, and repeals of existing rules.

A state agency shall give at least 30 days' notice of its intention to adopt a rule before it adopts the rule. A state agency shall give all interested persons a reasonable opportunity to

submit data, views, or arguments, orally or in writing (Government Code, Chapter 2001).

Symbols in proposed rule text. Proposed new language is indicated by <u>underlined text</u>. [Square brackets and strikethrough] indicate existing rule text that is proposed for deletion. "(No change)" indicates that existing rule text at this level will not be amended.

TITLE 16. ECONOMIC REGULATION

PART 3. TEXAS ALCOHOLIC BEVERAGE COMMISSION

CHAPTER 33. LICENSING SUBCHAPTER E. EVENTS AT A TEMPORARY LOCATION

16 TAC §§33.72, 33.77, 33.81

The Texas Alcoholic Beverage Commission (TABC) proposes amendments to 16 TAC §33.72, relating to Term of Authorization, Annual Limitation on Authorizations; 16 TAC §33.77, relating to Request for Temporary Event Approval; and 16 TAC §33.81, relating to Purchase of Alcohol for a Temporary Event. The proposed amendments are necessary to implement legislation. Senate Bill 1577 (89th Regular Session) amended Alcoholic Beverage Code §28.20 by authorizing a mixed beverage permit holder to temporarily sell distilled spirits at certain racing facilities. Before SB 1577 became effective, only wine and malt beverages could be sold under §28.20. The bill also expanded the types of events at which alcohol may be sold to include all types of events held at an authorized racing facility.

The proposed amendments to §33.72(a) and §33.77(f) implement SB 1577 by removing references to "racing events" to account for the additional types of events authorized under Alcoholic Beverage Code §28.20(a). The proposed amendments to §33.81(e) implement SB 1577 by accounting for the new authorization to sell distilled spirits.

The proposed amendments to §33.81(b)(1) and §33.81(f) incorporate the purchase authorization for distilled spirits in Alcoholic Beverage Code §28.07(b). Generally, mixed beverage permittees must purchase all distilled spirits from the holder of a local distributor's permit located in the same county as the mixed beverage permittee. See Tex. Alco. Bev Code §28.07(a). Additionally, for a temporary event at an authorized racing facility, Alcoholic Beverage Code §28.20(e)(1) requires mixed beverage permittees to "purchase [alcoholic] beverages from a distributor or wholesaler authorized under [the] code to sell the beverages" who is located in the same county as the racing facility. In the context of distilled spirits, the only authorized distributor or wholesaler is the holder of a local distributor's permit. See id. §§19.01(3), 23.01(a)(2), and 28.07(a). However, if there are no local distributor permittees within the same county as a mixed beverage permit holder, section 28.07(b) authorizes the mixed beverage permittee to purchase distilled spirits in the nearest county that has a local distributor. The proposed amendments account for scenarios wherein there are no local distributors in the same county as a mixed beverage permittee's primary premises (§33.81(b)(1)) or in the same county as an authorized racing facility (§33.81(f)) so mixed beverage permittees' purchases of distilled spirits adhere to the Alcoholic Beverage Code's purchase location requirements.

Lastly, the proposed amendments to §33.72(e) and §33.77(a)-(b) make non-substantive grammatical changes to fix prior clerical errors.

TABC presented the proposed amendments at a stakeholder meeting on August 14, 2025, and considered comments received from stakeholders in drafting the proposed amendments.

FISCAL NOTE AND LOCAL EMPLOYMENT IMPACT STATE-MENT. Andrea Maceyra, Chief of Regulatory Affairs, has determined that during each year of the first five years the proposed amendments are in effect, there will be no fiscal impact on state or local governments because of enforcing or administering the amended rules. Mrs. Maceyra made this determination because the proposed amendments do not add to or decrease state revenues or expenditures, and because local governments are not involved in enforcing or complying with the amended rules. Mrs. Maceyra also does not anticipate any measurable effect on local employment or the local economy because of this proposal.

PUBLIC BENEFIT AND COST NOTE. For each year of the first five years the proposed amendments are in effect, Mrs. Maceyra expects that enforcing or administering the amended rules will have the public benefit of implementing new legislation, ensuring current rules align with existing statutes, and clarifying existing regulations. Mrs. Maceyra does not expect the proposed amendments will impose economic costs on persons required to comply with the amended rules.

ECONOMIC IMPACT STATEMENT AND REGULATORY FLEX-IBILITY ANALYSIS. TABC has determined that the proposed amendments will not have an adverse economic effect on small or micro businesses, or on rural communities. As a result, and in accordance with Government Code §2006.002(c), TABC is not required to prepare a regulatory flexibility analysis.

GOVERNMENT GROWTH IMPACT STATEMENT. TABC has determined that for each year of the first five years that the proposed amendments are in effect, they:

- will not create or eliminate a government program;
- will not require the creation of new employee positions or the elimination of existing employee positions;
- will not require an increase or decrease in future legislative appropriations to the agency;
- will not require an increase or decrease in fees paid to the agency;
- will create a new regulation;

- will expand, limit, or repeal an existing regulation;
- will not increase or decrease the number of individuals subject to the rule's applicability; and
- will not positively or adversely affect the Texas economy.

TAKINGS IMPACT ASSESSMENT. TABC has determined that no private real property interests are affected by this proposal and that this proposal does not restrict or limit an owner's right to property that would otherwise exist in the absence of government action. As a result, this proposal does not constitute a taking or require a takings impact assessment under Government Code §2007.043.

REQUEST FOR PUBLIC COMMENT. TABC requests comments on the proposed amendments from any person interested in the amendments. Additionally, TABC requests information related to the cost, benefit, or effect of the proposed amendments, including any applicable data, research, or analysis, from any person required to comply with the proposed amendments or any other interested person. TABC will consider any written comments on the proposal that are received by TABC no later than 5:00 p.m., central time. November 9, 2025. Send vour comments to rules@tabc.texas.gov or to the Office of the General Counsel, Texas Alcoholic Beverage Commission, P.O. Box 13127, Austin, Texas 78711-3127. TABC staff will hold a public hearing to receive oral comments on the proposed rule at 10:00 a.m. on October 23, 2025. Interested persons should visit TABC's public website at www.tabc.texas.gov or contact TABC Legal Assistant Amada Clopton at (512) 206-3367, prior to the meeting date to receive further instructions.

STATUTORY AUTHORITY. TABC proposes the amendments pursuant to TABC's rulemaking authority under Texas Alcoholic Beverage Code §§5.31 and 28.20(g). Section 5.31 authorizes TABC to prescribe and publish rules necessary to carry out the provisions of the Alcoholic Beverage Code. Section 28.20(g) authorizes TABC to adopt rules to implement temporary events at certain racing facilities.

CROSS-REFERENCE TO STATUTE. The proposed amendments to §§33.72, 33.77, and 33.81 implement Alcoholic Beverage Code §§28.07 and 28.20.

- §33.72. Term of Authorization; Annual Limitation on Authorizations.
 - (a) (No change.)
- (b) Temporary Event Approvals issued to holders of a mixed beverage permit for events conducted in accordance with Alcoholic Beverage Code §28.20 may be effective for:
 - (1) no more than five consecutive days; or
- (2) up to six consecutive days if necessary to accommodate the postponement of a scheduled [racing] event due to an act of nature.
 - (c) (d) (No change.)
- (e) Upon written request, the executive director or the executive director's designated representative may make an exception to the limitations of subsections (a), (c), and (d) of this section on a case-by-case basis. An exception request will be granted or denied in writing.
 - (f) (h) (No change.)
- §33.77. Request for Temporary Event Approval.
- (a) A request for a Temporary Event Approval shall be made on forms provided by the commission and shall be signed and sworn to by the requestor [requester].

- (b) The requestor [requester] shall e-mail the completed Temporary Event Approval request form to the Events email address for the TABC Region in which the event will be held or, if the requestor holds another TABC permit or license, shall submit the request form through the TABC online portal.
 - (c) (e) (No change.)
- (f) Upon written notice to the commission, the effective dates for an [a racing] event conducted pursuant to Alcoholic Beverage Code §28.20 may be extended if necessary to accommodate the postponement of a scheduled [racing] event due to an act of nature. The effective dates may not exceed six consecutive days, as provided in §28.20(c).
- §33.81. Purchase of Alcoholic Beverages for a Temporary Event.
 - (a) (No change.)
- (b) Except as provided by subsection (c) of this section, a Mixed Beverage Permit holder purchasing alcoholic beverages for an event at a temporary location in a county other than the county in which the premises covered by its primary permit is located must:
- (1) purchase the alcoholic beverages from a seller authorized under this code to sell the alcoholic beverages to members of the retail tier in the county in which the permit holder sells the alcoholic beverages under this section, or in the nearest county as provided by Alcoholic Beverage Code §28.07(b); and
- (2) keep a record of the amount of alcoholic beverages purchased and sold under this section, by type, for no less than two years following the last day of the event.
 - (c) (No change.)
- (d) Except as restricted by subsection (e) <u>and (f)</u> for certain events, this section does not preclude a Mixed Beverage Permit holder from transporting alcoholic beverages in stock at its primary location to a temporary event.
- (e) Holders of Mixed Beverage Permits who sell <u>distilled spirits</u>, wine, and malt beverages at an event authorized by Alcoholic Beverage Code §28.20 in a county other than the county in which the premises covered by the permit is located must:
- (1) purchase all <u>alcoholic</u> [wine and malt] beverages sold at the event from a distributor or wholesaler authorized to sell the beverages in the county in which the permit holder sells the alcoholic beverages under this subsection;
- (2) comply with subsections (b)(2) and (c) of this section; and
- (3) report to the commission, on forms provided by the commission, the amount of beverages purchased and sold at the event.
- (f) Notwithstanding the purchase requirement in Alcoholic Beverage Code §28.20(e), and in accordance with Alcoholic Beverage Code §28.07(b), if the county in which a racing facility under Alcoholic Beverage Code §28.20 is located does not have a local distributor, the mixed beverage permittee may purchase distributor's permittee.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 23, 2025.

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Matthew Cherry Senior Counsel

Texas Alcoholic Beverage Commission

Earliest possible date of adoption: November 9, 2025 For further information, please call: (512) 206-3491



CHAPTER 34. SCHEDULE OF SANCTIONS AND PENALTIES

16 TAC §34.10

The Texas Alcoholic Beverage Commission (TABC) proposes amendments to 16 TAC §34.10, relating to Sanctions for Regulatory Violations. The amendments to §34.10 implement Senate Bill 1355 (89th Regular Session) by adding a new administrative violation and corresponding penalty to the existing list of violations and penalties in subsection (g). SB 1355 made it a violation of the Alcoholic Beverage Code for the holder of a wholesaler's permit to become delinquent in payments to a distiller's and rectifier's permit holder for liquor sales. SB 1355 is codified at Alcoholic Beverage Code §102.33.

The proposed amendments also add new subsection (h), which establishes a base penalty of \$250 for violations of §102.33. However, that amount may be modified by TABC based on the totality of the circumstances, including the factors outlined in §102.33(d): (1) the duration of the delinquency; (2) the amount of the delinquent payment; (3) any previous violations of §102.33 committed by the wholesaler; (4) the financial resources of the wholesaler; and (5) any other factors TABC determines relevant.

In a simultaneous rulemaking, TABC is proposing new 16 TAC §45.132, which further implements SB 1355. TABC presented the proposed amendments at a stakeholder meeting on August 14, 2025, and considered comments received from stakeholders in drafting the proposed amendments.

FISCAL NOTE AND LOCAL EMPLOYMENT IMPACT STATE-MENT. Andrea Maceyra, Chief of Regulatory Affairs, has determined that during each year of the first five years the proposed amendments are in effect, there will be no fiscal impact on state or local governments because of enforcing or administering the amended rules. Mrs. Maceyra made this determination because the proposed amendments do not add to or decrease state revenues or expenditures, and because local governments are not involved in enforcing or complying with the amended rules. Mrs. Maceyra also does not anticipate any measurable effect on local employment or the local economy because of this proposal.

PUBLIC BENEFIT AND COST NOTE. For each year of the first five years the proposed amendments are in effect, Mrs. Maceyra expects that enforcing or administering the amended rules will have the public benefit of reducing delinquent payments to distillers and implementing new legislation. Mrs. Maceyra does not expect the proposed amendments will impose economic costs beyond any costs attributable to SB 1355.

ECONOMIC IMPACT STATEMENT AND REGULATORY FLEX-IBILITY ANALYSIS. TABC has determined that the proposed amendments will not have an adverse economic effect on small or micro businesses, or on rural communities. As a result, and in accordance with Government Code §2006.002(c), TABC is not required to prepare a regulatory flexibility analysis.

GOVERNMENT GROWTH IMPACT STATEMENT. TABC has determined that for each year of the first five years that the proposed amendments are in effect, they:

- will not create or eliminate a government program;
- will not require the creation of new employee positions or the elimination of existing employee positions;
- will not require an increase or decrease in future legislative appropriations to the agency;
- will not require an increase or decrease in fees paid to the agency;
- will create new regulations;
- will expand, limit, or repeal an existing regulation;
- will not increase or decrease the number of individuals subject to the rule's applicability; and
- will not positively or adversely affect the Texas economy.

TAKINGS IMPACT ASSESSMENT. TABC has determined that no private real property interests are affected by this proposal and that this proposal does not restrict or limit an owner's right to property that would otherwise exist in the absence of government action. As a result, this proposal does not constitute a taking or require a takings impact assessment under Government Code \$2007.043.

REQUEST FOR PUBLIC COMMENT. TABC requests comments on the proposed amendments from any person interested in the amendments. Additionally, TABC requests information related to the cost, benefit, or effect of the proposed amendments, including any applicable data, research, or analysis, from any person required to comply with the proposed amendments or any other interested person. TABC will consider any written comments on the proposal that are received by TABC no later than 5:00 p.m., central time, November 9, 2025. Send your comments to rules@tabc.texas.gov or to the Office of the General Counsel, Texas Alcoholic Beverage Commission, P.O. Box 13127, Austin, Texas 78711-3127. TABC staff will hold a public hearing to receive oral comments on the proposed rule at 10:00 a.m. on October 23, 2025. Interested persons should visit TABC's public website at www.tabc.texas.gov or contact TABC Legal Assistant Amada Clopton at (512) 206-3367, prior to the meeting date to receive further instructions.

STATUTORY AUTHORITY. TABC proposes amendments to §34.10 pursuant to TABC's rulemaking authority under Texas Alcoholic Beverage Code §§5.31, 5.362, and 102.33(e). Section 5.31 authorizes TABC to prescribe and publish rules necessary to carry out the provisions of the Alcoholic Beverage Code. Section 5.362 directs TABC to "adopt a schedule of sanctions that may be imposed on a license or permit holder" for violations of the Alcoholic Beverage Code or commission rules. Section 102.33(e) directs TABC to adopt rules to implement the credit restrictions for the sale of liquor by a distiller to a wholesaler under section 102.33.

CROSS-REFERENCE TO STATUTE. The proposed amendments to §34.10 implement Alcoholic Beverage Code §§5.362 and 102.33.

§34.10. Sanctions for Regulatory Violations.

(a) - (f) (No change.)

(g) The commission shall review the Penalty Policy and update or revise it as necessary at least once every seven (7) years.

Figure: 16 TAC §34.10(g)
[Figure: 16 TAC §34.10(g)]

(h) Wholesalers who violate Alcoholic Beverage Code §102.33 will be assessed a base penalty of \$250 as shown in Figure §34.10(g), but this sanction may be augmented or discounted based upon all relevant facts and circumstances, including the factors listed in Alcoholic Beverage Code §102.33(d).

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 23, 2025.

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Matthew Cherry
Senior Counsel
Texas Alcoholic Beverage Commission
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For further information, please call: (512) 206-3491

CHAPTER 41. AUDITING

16 TAC §41.28

The Texas Alcoholic Beverage Commission (TABC) proposes new 16 TAC §41.28, relating to Passenger Transportation Permit Storage Registration. The proposed rule implements House Bill 4285 (89th Regular Session) by establishing registration and notice requirements for certain commercial airlines who wish to store alcoholic beverages at a location other than an airport. Prior to the passage of HB 4285, Alcoholic Beverage Code §48.03 authorized commercial airlines that hold a passenger transportation permit to store alcoholic beverages at only one type of location an airport regularly served by the permittee. HB 4285 expanded §48.03 by also authorizing the storage of alcoholic beverages at a location within five miles of the airport that is also in the same county as the airport.

Proposed §41.28 requires passenger transportation permittees to submit the address of any storage location outside of an airport to TABC prior to storing alcohol at the location. The submission must be made using a form provided by the agency and the permittee must also include any other information requested on the form. Lastly, any changes to the provided information must be submitted to TABC within 30 days of the change. TABC requires this information to fulfill its regulatory duties under the Alcoholic Beverage Code. See, e.g., Alco. Bev. Code §§5.31(b), 5.32.

FISCAL NOTE AND LOCAL EMPLOYMENT IMPACT STATE-MENT. Andrea Maceyra, Chief of Regulatory Affairs, has determined that during each year of the first five years the proposed rule is in effect, there will be no fiscal impact on state or local governments because of enforcing or administering the proposed rule. Mrs. Maceyra made this determination because the proposed new rule does not add to or decrease state revenues or expenditures, and because local governments are not involved in enforcing or complying with the proposed rule. Mrs. Maceyra also does not anticipate any measurable effect on local employment or the local economy because of this proposal.

PUBLIC BENEFIT AND COST NOTE.

For each year of the first five years the proposed rule is in effect, Mrs. Maceyra expects that administering the new rule will have the public benefit of aiding TABC in its enforcement of the Alcoholic Beverage Code by giving the agency the information necessary to identify where alcoholic beverages are being stored under §48.03. Mrs. Maceyra does not expect the proposed rule will impose economic costs on persons required to comply with it, except the minimal time necessary to provide TABC with the required information. See Alco. Bev. Code §5.32 ("The commission may require persons engaged in the alcoholic beverage business to provide information . . . the commission finds necessary to accomplish the purposes of this code.").

ECONOMIC IMPACT STATEMENT AND REGULATORY FLEX-IBILITY ANALYSIS.

TABC has determined that the proposed rule will not have an adverse economic effect on small or micro businesses, or on rural communities. As a result, and in accordance with Government Code §2006.002(c), TABC is not required to prepare a regulatory flexibility analysis.

GOVERNMENT GROWTH IMPACT STATEMENT.

TABC has determined that for each year of the first five years that the proposed rule is in effect, it:

- will not create or eliminate a government program;
- will not require the creation of new employee positions or the elimination of existing employee positions;
- will not require an increase or decrease in future legislative appropriations to the agency;
- will not require an increase or decrease in fees paid to the agency;
- will create a new regulation;
- will not expand, limit, or repeal an existing regulation;
- will not increase or decrease the number of individuals subject to the rule's applicability; and
- will not positively or adversely affect the Texas economy.

TAKINGS IMPACT ASSESSMENT.

TABC has determined that no private real property interests are affected by this proposal and that this proposal does not restrict or limit an owner's right to property that would otherwise exist in the absence of government action. As a result, this proposal does not constitute a taking or require a takings impact assessment under Government Code §2007.043.

REQUEST FOR PUBLIC COMMENT.

TABC requests comments on the proposed rule from any person interested in the rule. Additionally, TABC requests information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research, or analysis, from any person required to comply with the proposed rule or any other interested person. TABC will consider any written comments on the proposal that are received by TABC no later than 5:00 p.m., central time, November 9, 2025. Send your comments to rules@tabc.texas.gov or to the Office of the General Counsel, Texas Alcoholic Beverage Commission, P.O. Box 13127, Austin, Texas 78711-3127. TABC staff will hold a public hearing to receive oral comments on the proposed rule at 10:00 a.m. on October 23, 2025. Interested persons should visit TABC's public website at www.tabc.texas.gov or contact TABC Legal Assistant

Amada Clopton at (512) 206-3367, prior to the meeting date to receive further instructions.

STATUTORY AUTHORITY.

TABC proposes the new rule pursuant to TABC's rulemaking authority under Texas Alcoholic Beverage Code §§5.31 and 48.03(b). Section 5.31 authorizes TABC to prescribe and publish rules necessary to carry out the provisions of the Alcoholic Beverage Code. Section 48.03 authorizes TABC to promulgate rules relating to the storage of alcoholic beverages by commercial airlines who hold a passenger transportation permit.

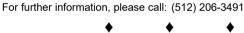
CROSS-REFERENCE TO STATUTE. Proposed §41.28 implements Alcoholic Beverage Code §48.03.

- §41.28. Passenger Transportation Permit Storage Registration.
- (a) This section implements Alcoholic Beverage Code §48.03(b).
- (b) A commercial airline that holds a passenger transportation permit issued under Alcoholic Beverage Code §48.03 may store alcoholic beverages in sealed containers of any size at:
 - (1) any airport regularly served by the permittee; or
- (2) a location within five miles of any airport regularly served by the permittee in the same county as the airport.
- (c) Prior to storing alcoholic beverages at a location authorized under subsection (b)(2) of this section, the permittee shall report to the commission the address of the storage location and all other information required on a form prescribed by the commission.
- (d) Should any information provided to the commission under this section change, the permittee must submit a new form with updated information to the commission within 30 days of the change.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 23, 2025.

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Matthew Cherry
Senior Counsel
Texas Alcoholic Beverage Commission
Earliest possible date of adoption: November 9, 2025



CHAPTER 45. MARKETING PRACTICES SUBCHAPTER D. SPECIFIC REQUIREMENTS FOR MALT BEVERAGES

16 TAC §45.40, §45.44

The Texas Alcoholic Beverage Commission (TABC) proposes amendments to 16 TAC §45.40, relating to Certificate of Registration for a Malt Beverage Product, and new 16 TAC §45.44, relating to Requirements Relating to Nonresident Brewer's Licenses. The proposed amendments and new rule are necessary to implement House Bill 4463 (89th Regular Session), which adopted a primary American source of supply requirement for nonresident brewers who import malt beverages into Texas. This requirement was codified at Alcoholic Beverage Code §63.06.

HB 4463 also amended Alcoholic Beverage Code §63.01(b) to authorize issuance of a single nonresident brewer's license to cover all of the brewer's locations outside the state.

Proposed §45.40(e) implements HB 4463 by establishing notification requirements for nonresident brewers applying for product registration. Alcoholic Beverage Code §63.06 defines "primary American source of supply" as "the brewer, the producer, the owner of the commodity at the time it becomes a marketable product, the bottler, or the exclusive agent of any of those." It additionally provides that "to be the 'primary American source of supply' the nonresident brewer must be the first source, that is, the manufacturer or the source closest to the manufacturer, in the channel of commerce from whom the product can be secured by Texas distributors or brewers." This allows either the actual manufacturer of malt beverages or the manufacturer's exclusive agent to apply for product registration. Proposed §45.40(e) will help TABC ensure product registration applicants meet these requirements.

Proposed §45.40(e)(1) requires a sworn statement that the applicant is the primary American source of supply for the product to be registered. Proposed §45.40(e)(2) - (3) require sworn statements from the person listed on the product's COLA or TTB formulation currently required in applications under §45.40(d), but only if the applicant is not identified on those documents. It's the agency's intent that these statements would not need to be provided if the applicant is the actual manufacturer.

Proposed §45.40(e)(4) requires a sworn authorization to revoke a prior registration if the malt beverage product has previously been registered by a different license holder. Currently, product registrations do not expire. However, Alcoholic Beverage Code §63.06(c) states that a malt beverage "product may have only one primary American source of supply to Texas." The proposed amendment will help TABC ensure malt beverage products are not registered to multiple license holders.

Proposed §45.40(f) provides TABC with flexibility in implementing this new provision by authorizing a waiver to the requirements in §45.40(e)(2) - (4) for good cause shown by the applicant. The requirements in current §45.40(e) have been relocated to proposed §45.40(g).

Proposed new §45.44 implements Alcoholic Beverage Code §63.01(b) by clarifying that a nonresident brewer must hold a license before shipping malt beverages into Texas or registering malt beverage products in Texas, but is not required to hold a separate license with TABC for each brewing location outside the state. Proposed §45.44(a) provides a citation to the controlling statutes in the Alcoholic Beverage Code. Proposed §45.44(b) implements the general requirement in Alcoholic Beverage Code §61.01 to obtain a license before importing malt beverages, and the related personal importation and military installation exceptions in Alcoholic Beverage Code §§107.06(c), 107.07(a), 107.11(a), and 203.05(a)(3).

Proposed §45.44(c) implements the product registration requirement in Alcoholic Beverage Code §101.67. Proposed §45.44(d) implements HB 4463's amendments to Alcoholic Beverage Code §63.01(b) authorizing a single nonresident brewer's license for each location outside of Texas. Proposed §45.44(e) requires nonresident brewer's license holders to maintain a list of their out-of-state locations from which the brewer causes malt beverages to be transported into Texas. This information must be provided to TABC upon request. This requirement will help TABC fulfill its regulatory obligations. See, e.g., Tex. Alco. Bev. Code

§§5.31(b) (listing the agency's general duties) and 5.32 (authorizing TABC to require licensees to provide the agency with information necessary to accomplish the purposes of the Alcoholic Beverage Code).

TABC presented the proposed rulemaking at a stakeholder meeting on August 14, 2025, and considered comments received from stakeholders in drafting this proposal.

FISCAL NOTE AND LOCAL EMPLOYMENT IMPACT STATE-MENT. Andrea Maceyra, Chief of Regulatory Affairs, has determined that during each year of the first five years the proposed amendments and new rule are in effect, there will be no fiscal impact on state or local governments because of enforcing or administering the amendments and new rule. Mrs. Maceyra made this determination because the proposed amendments and new rule do not add to or decrease state revenues or expenditures, and because local governments are not involved in enforcing or complying with the amendments or new rule. Mrs. Maceyra also does not anticipate any measurable effect on local employment or the local economy because of this proposal.

PUBLIC BENEFIT AND COST NOTE. For each year of the first five years the proposed amendments and new rule are in effect, Mrs. Maceyra expects that enforcing or administering the amendments and new rule will have the public benefit of implementing new legislation, helping TABC enforce the Alcoholic Beverage Code, and expanding the types of businesses who may engage in the sale of malt beverages in this state. Mrs. Maceyra does not expect the proposed amendments and new rule will impose economic costs on persons required to comply with the proposal, other than the negligible cost of maintaining relevant information and providing it to TABC.

ECONOMIC IMPACT STATEMENT AND REGULATORY FLEX-IBILITY ANALYSIS. TABC has determined that the proposed amendments and new rule will not have an adverse economic effect on small or micro businesses, or on rural communities. As a result, and in accordance with Government Code §2006.002(c), TABC is not required to prepare a regulatory flexibility analysis.

GOVERNMENT GROWTH IMPACT STATEMENT. TABC has determined that for each year of the first five years that the proposed amendments and new rule are in effect, they:

- will not create or eliminate a government program;
- will not require the creation of new employee positions or the elimination of existing employee positions;
- will not require an increase or decrease in future legislative appropriations to the agency;
- will not require an increase or decrease in fees paid to the agency;
- will create new regulations;
- will expand, limit, or repeal an existing regulation;
- will not increase or decrease the number of individuals subject to the rule's applicability; and
- will not positively or adversely affect the Texas economy.

TAKINGS IMPACT ASSESSMENT. TABC has determined that no private real property interests are affected by this proposal and that this proposal does not restrict or limit an owner's right to property that would otherwise exist in the absence of government action. As a result, this proposal does not constitute a taking or

require a takings impact assessment under Government Code \$2007.043.

REQUEST FOR PUBLIC COMMENT. TABC requests comments on the proposed amendments and new rule from any person interested in the amendments and rule. Additionally, TABC requests information related to the cost, benefit, or effect of the proposed amendments and rule, including any applicable data, research, or analysis, from any person required to comply with the proposed amendments and rule or any other interested person. TABC will consider any written comments on the proposal that are received by TABC no later than 5:00 p.m., central time, November 9, 2025. Send your comments to rules@tabc.texas.gov or to the Office of the General Counsel, Texas Alcoholic Beverage Commission, P.O. Box 13127, Austin, Texas 78711-3127. TABC staff will hold a public hearing to receive oral comments on the proposed rule at 10:00 a.m. on October 23, 2025. Interested persons should visit TABC's public website at www.tabc.texas.gov or contact TABC Legal Assistant Amada Clopton at (512) 206-3367, prior to the meeting date to receive further instructions.

STATUTORY AUTHORITY. TABC proposes amendments to §45.40 and new §45.44 pursuant to TABC's rulemaking authority under Texas Alcoholic Beverage Code §5.31 and under Section 5 of HB 4463. Section 5.31 authorizes TABC to prescribe and publish rules necessary to carry out the provisions of the Alcoholic Beverage Code. Section 5, HB 4463, directs TABC to, as soon as practicable, promulgate rules to implement changes in law made by the bill.

CROSS-REFERENCE TO STATUTE. The proposed amendments to §45.40 and implement Alcoholic Beverage Code §§63.01, 63.06, and 101.67. Proposed new §45.44 implements Alcoholic Beverage Code §§61.01, 63.01, 63.06, 101.67, 107.06, 107.07, 107.11, and 203.05.

- §45.40. Certificate of Registration for a Malt Beverage Product.
- (a) No malt beverage may be shipped into the state or sold within the state without a certificate of product registration issued by the commission.
- (b) An applicant for a certificate under this section must hold a brewer's license, nonresident brewer's license, or brewpub license issued by the commission.
- (c) A nonresident brewer's agent may file an application for a certificate of product registration on behalf of a holder of a nonresident brewer's license.
- (d) The application to register a malt beverage product must contain the following:
 - (1) If the product is eligible for a COLA:
 - (A) a legible copy of the product's COLA;
 - (B) all information required to complete the application

form; and

- (C) an application fee of \$25.
- (2) If the product is not eligible for a COLA:
 - (A) a legible exact color copy of the label;
 - (B) a TTB formulation;
- (C) all information required to complete the applica-

tion; and

(D) an application fee of \$25.

- (e) In addition to the requirements in subsection (d), an application submitted by or on behalf of a nonresident brewer shall also include: [Labels for beverages that meet the definition of malt beverage but are ineligible for a COLA must also comply with 21 C.F.R. Part 101; 27 C.F.R. Parts 16 and 25; 21 U.S.C. §§341-350; 26 U.S.C. Ch. 51; and 27 U.S.C. §215.]
- (1) a sworn statement that the nonresident brewer is the primary American source of supply as defined in Alcoholic Beverage Code §63.06(c);
- (2) if the applicant is not listed on the COLA, a written authorization sworn to by the COLA holder appointing the applicant as the "exclusive agent" or "primary American source of supply" of the malt beverage for Texas;
- (3) if the product is not eligible for a COLA, a written authorization sworn to by the person to whom the TTB formulation has been issued appointing the applicant as the "exclusive agent" or "primary American source of supply" of the malt beverage for Texas; and
- (4) if the application pertains to a malt beverage currently registered to a separate brewer or nonresident brewer, a written authorization to revoke the prior registration sworn to by the prior registrant.
- (f) The executive director or their designee may waive the requirement to provide the documentation in subsection (e)(2)-(4) of this section for good cause shown by the applicant.
- (g) Labels for beverages that meet the definition of malt beverage but are ineligible for a COLA must also comply with 21 C.F.R. Part 101; 27 C.F.R. Parts 16 and 25; 21 U.S.C. §§341-350; 26 U.S.C. Ch. 51; and 27 U.S.C. §215.
- §45.44. Requirements Relating to Nonresident Brewer's Licenses.
- (a) This section implements Alcoholic Beverage Code §§63.01(b) and 63.06.
- (b) A person may not import, or cause to be imported, malt beverages into this state unless the person has first obtained a nonresident brewer's license issued by the commission. This subsection does not apply to malt beverages that are:
- (1) imported by a person in accordance with Alcoholic Beverage Code §§107.07 or 107.11;
- (2) part of an interstate shipment in which the ultimate receiver of the malt beverages is located outside this state; or
- (3) consigned and transported to an installation of the national military establishment under federal jurisdiction for consumption by military personnel on that installation.
- (c) The holder of a nonresident brewer's license may not import, or cause to be imported, malt beverages into this state unless the holder has first registered the malt beverages with the commission in accordance with Alcoholic Beverage Code §101.67.
- (d) The holder of a nonresident brewer's license is not required to hold a separate license for each of the license holder's locations outside of this state.
- (e) The holder of a nonresident brewer's license shall maintain a list of all the license holder's locations from which the license holder transports, or causes to be transported, malt beverages into this state. The list shall be made available to the commission upon request.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt. Filed with the Office of the Secretary of State on September 23, 2025.

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Matthew Cherry

Senior Counsel

Texas Alcoholic Beverage Commission

Earliest possible date of adoption: November 9, 2025 For further information, please call: (512) 206-3491



SUBCHAPTER G. REGULATION OF CASH AND CREDIT TRANSACTIONS

16 TAC §45.132

The Texas Alcoholic Beverage Commission (TABC) proposes new 16 TAC §45.132, relating to Wholesaler Delinquent to Distiller and Rectifier. The proposed rule is necessary to implement legislation. Senate Bill 1355 (89th Regular Session) sets forth requirements for liquor sales on credit by the holder of a distiller's and rectifier's permit to a wholesaler. The bill requires TABC to adopt implementing rules, including rules regarding the submission of supporting documentation by the holder of a distiller's and rectifier's permit. The proposed rule implements SB 1355 by providing a framework for reporting a wholesaler's delinquent payment and by establishing a process for agency action when a delinquency is reported.

Proposed §45.132(a) provides a citation to the controlling statute in the Alcoholic Beverage Code. Proposed §45.132(b) establishes the factors that must occur before a delinquency rises to an actionable violation. Pursuant to Alcoholic Beverage Code §102.33(c), a wholesaler does not become delinguent until the wholesaler, in accordance with the terms of a contract or written agreement with a distiller: (1) fails to pay the amount due to a distiller on or before the date payment is due under the agreement's terms; and (2) subsequently fails to pay the amount due after receipt of a demand for payment. Thus, a violative delinquency does not occur until a wholesaler fails to pay by an initial payment deadline, receives a demand for the missed payment, and again fails to pay by a second payment deadline. Stakeholders have informed the agency that the standard industry practice for these types of agreements is to have an initial payment due date, but not a second due date after a demand for payment is made. Subsection (b) accounts for this practice by setting forth a default payment deadline of 30 days from receipt of a demand for payment, which may be modified through a written agreement.

Proposed §45.132(c) establishes the process for reporting a delinquent wholesaler. Subsection (c)(1) requires the distiller to submit a complaint in accordance with 16 TAC §31.10. Subsection (c)(2) outlines the supporting documentation and information that must accompany a written complaint, including (1) the name and permit numbers of the involved permittees; (2) a copy of the invoice for the liquor ordered by the wholesaler; (3) evidence proving up the wholesaler's order, the date of delivery, and the agreed payment terms; and (4) proof that a demand for payment was sent to the wholesaler along with the date the demand was sent. Subsection (c)(3) clarifies that a delinquent payment is not actionable by TABC unless the distiller and wholesaler have entered into a written agreement clearly setting forth payment terms, which, at a minimum, include the number of days from which payment is due after the delivery of liquor to the wholesaler.

Proposed §§45.132(d) and 45.132(e) provide timelines for a wholesaler to dispute an alleged delinquency after receiving notice of the complaint and for a distiller to report a wholesaler who becomes delinquent under §45.132(b), respectively.

Proposed §45.132(f) creates a rebuttable presumption for the date on which a demand for payment is considered received by a wholesaler, depending on the method of transmission. Demands sent by US mail or a common or contract carrier are presumed to be received on the third day from the date the demand is deposited with the postal service or carrier. If a delivery tracking service is used, the presumed date of receipt is the delivery date indicated by the service. Demands sent electronically are presumed to be received the same day if sent during business hours. Demands sent electronically on a weekend, a federal holiday, or after 5:00 p.m. (central time) are presumed to be received the following business day. The subsection's presumptions may be modified by agreement or rebutted by sufficient evidence proving a different date of receipt.

Lastly, proposed §45.132(g) clarifies that a distiller is not required to report a delinquent wholesaler and that TABC will not attribute a violation to a wholesaler unless the delinquency is reported in accordance with the proposed rule, including the reporting deadlines.

In a simultaneous rulemaking, TABC is proposing amendments to 16 TAC §34.10, which further implement SB 1355. TABC presented the proposed rule at a stakeholder meeting on August 14, 2025, and considered comments received from stakeholders in drafting the proposed rule.

FISCAL NOTE AND LOCAL EMPLOYMENT IMPACT STATE-MENT. Andrea Maceyra, Chief of Regulatory Affairs, has determined that during each year of the first five years the proposed rule is in effect, there will be no fiscal impact on state or local governments because of enforcing or administering the proposed rule. Mrs. Maceyra made this determination because the proposed rule does not add to or decrease state revenues or expenditures, and because local governments are not involved in enforcing or complying with the proposed rule. Mrs. Maceyra also does not anticipate any measurable effect on local employment or the local economy because of this proposal.

PUBLIC BENEFIT AND COST NOTE. For each year of the first five years the proposed rule is in effect, Mrs. Maceyra expects that enforcing or administering the proposed rule will have the public benefit of reducing delinquent payments to distillers and implementing new legislation. Mrs. Maceyra does not expect the proposed rule will impose economic costs beyond any costs attributable to SB 1355.

ECONOMIC IMPACT STATEMENT AND REGULATORY FLEX-IBILITY ANALYSIS. TABC has determined that the proposed rule will not have an adverse economic effect on small or micro businesses, or on rural communities. As a result, and in accordance with Government Code §2006.002(c), TABC is not required to prepare a regulatory flexibility analysis.

GOVERNMENT GROWTH IMPACT STATEMENT. TABC has determined that for each year of the first five years that the proposed rule is in effect, it:

- will not create or eliminate a government program;
- will not require the creation of new employee positions or the elimination of existing employee positions;

- will not require an increase or decrease in future legislative appropriations to the agency;
- will not require an increase or decrease in fees paid to the agency;
- will create new regulations;
- will not expand, limit, or repeal an existing regulation;
- will not increase or decrease the number of individuals subject to the rule's applicability; and
- will not positively or adversely affect the Texas economy.

TAKINGS IMPACT ASSESSMENT. TABC has determined that no private real property interests are affected by this proposal and that this proposal does not restrict or limit an owner's right to property that would otherwise exist in the absence of government action. As a result, this proposal does not constitute a taking or require a takings impact assessment under Government Code §2007.043.

REQUEST FOR PUBLIC COMMENT. TABC requests comments on the proposed rule from any person interested in the rule. Additionally, TABC requests information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research, or analysis, from any person reguired to comply with the proposed rule or any other interested TABC will consider any written comments on the proposal that are received by TABC no later than 5:00 p.m., central time, November 9, 2025. Send your comments to rules@tabc.texas.gov or to the Office of the General Counsel, Texas Alcoholic Beverage Commission, P.O. Box 13127, Austin, Texas 78711-3127. TABC staff will hold a public hearing to receive oral comments on the proposed rule at 10:00 a.m. on October 23, 2025. Interested persons should visit TABC's public website at www.tabc.texas.gov or contact TABC Legal Assistant Amada Clopton at (512) 206-3367, prior to the meeting date to receive further instructions.

STATUTORY AUTHORITY. TABC proposes new §45.132 pursuant to TABC's rulemaking authority under Texas Alcoholic Beverage Code §§5.31 and 102.33(e). Section 5.31 authorizes TABC to prescribe and publish rules necessary to carry out the provisions of the Alcoholic Beverage Code. Section 102.33(e) directs TABC to adopt rules to implement the credit restrictions for the sale of liquor by a distiller to a wholesaler under section 102.33.

CROSS-REFERENCE TO STATUTE. Proposed §45.132 implements Alcoholic Beverage Code §102.33.

- §45.132. Wholesaler Delinquent to Distiller and Rectifier.
- (a) This section implements Alcoholic Beverage Code §102.33.
- (b) An administrative violation of Alcoholic Beverage Code §102.33 does not occur until the holder of a wholesaler's permit:
- (1) fails to pay the amount due to the holder of the distiller's and rectifier's permit on or before the date payment is required under the agreed terms of a contract or written agreement between the holder of the distiller's and rectifier's permit and the wholesaler; and
- (2) fails to pay the amount due to the holder of the distiller's and rectifier's permit within 30 days, or another deadline agreed upon in writing, after receiving a demand for payment from the holder of the distiller's and rectifier's permit.
 - (c) Reporting Violations:

- (1) A distiller's and rectifier's permit holder may report a delinquent wholesaler by submitting a complaint to the commission in accordance with \$31.10.
- (2) A complaint alleging a delinquent payment under Alcoholic Beverage Code §102.33 must be made in writing and include the following supporting documentation and information:
- (A) the name and permit numbers of the involved permit holders;
- (B) a copy of the invoice required by Alcoholic Beverage Code §102.33(a) applicable to the alleged delinquent payment;
- (C) sufficient evidence showing proof of the whole-saler's order, the date of delivery, and the payment terms agreed to by both parties; and
- (D) proof that a demand for payment was sent to the wholesaler, including the date the demand was sent.
- (3) The commission will not take action on a complaint alleging a delinquent payment under Alcoholic Beverage Code §102.33 unless the permittees have entered into a written contract or agreement that clearly sets forth the terms of payment, including the number of days from which payment is due after the delivery of liquor purchased by the wholesaler.
- (d) A wholesaler may dispute an alleged delinquency by submitting supporting documentation, including evidence of payment, within 10 days of notice by the commission of the complaint.
- (e) Timeline to Report Violations. Alleged violations shall be reported to the commission within 45 days from the date a wholesaler becomes delinquent under subsection (b) of this section. Violations reported to the commission after 45 days from the delinquency are not actionable by the commission.
- (f) Unless otherwise agreed in writing, it is a rebuttable presumption that a demand for payment sent under this section is received by a wholesaler as follows:
- (1) A demand sent by United States mail or by common or contract carrier is considered received on the third day after the date the demand is deposited with the postal service or carrier, provided that the demand was properly addressed and postage or carrier charges were paid. If a tracking or delivery verification service is used, including certified mail or a similar method, a demand is considered received on the delivery date indicated by such service.
- (2) A demand sent by electronic mail or some other electronic means during business hours is considered received on the same date it was sent, provided that the demand was sent to a valid electronic address used by the wholesaler. A demand sent electronically on the weekend, a federal holiday, or after 5:00 p.m. Central Time is considered received the next business day.
- (g) The holder of a distiller's and rectifier's permit is not required to report a delinquent wholesaler. An administrative violation will not be attributed to a wholesaler who becomes delinquent unless the delinquency is reported to the commission in accordance with this section.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 23, 2025.

TRD-202503405

Matthew Cherry Senior Counsel

Texas Alcoholic Beverage Commission

Earliest possible date of adoption: November 9, 2025 For further information, please call: (512) 206-3491

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PART 4. TEXAS DEPARTMENT OF LICENSING AND REGULATION

CHAPTER 60. PROCEDURAL RULES OF THE COMMISSION AND THE DEPARTMENT

The Texas Department of Licensing and Regulation (Department) proposes amendments to existing rules at 16 Texas Administrative Code (TAC), Chapter 60, Subchapter B, §60.22, and Subchapter C, §60.34, and a new rule at Subchapter C, §60.38, regarding the Procedural Rules of the Commission and the Department. These proposed changes are referred to as "proposed rules."

EXPLANATION OF AND JUSTIFICATION FOR THE RULES

The rules under 16 TAC, Chapter 60, Procedural Rules of the Commission and the Department, implement Texas Occupations Code, Chapter 51, Texas Department of Licensing and Regulation, and other laws applicable to state agencies.

The proposed rules implement House Bill (HB) 11, 89th Legislature, Regular Session (2025). The bill amends the Department's enabling act, Chapter 51, Occupations Code, to require the Department to maximize the creation of occupational license reciprocity agreements with licensing authorities in other states. Rulemaking is required to establish procedures to both compare the licensing requirements of other states to those of Texas, and to enter in to and implement reciprocity agreements with those states with substantially equivalent license requirements. The Department must consider the scope of practice for each license; required training, testing, and work experience; and the iurisdiction's procedures to resolve complaints and determine if a license holder is in good standing. HB 11 builds on existing authority in Ch. 51 to enter into reciprocity agreements and to waive prerequisites for licensure for applicants who hold a similar license issued by another jurisdiction that has a reciprocity agreement with Texas.

The proposed rules add the power to enter into reciprocity agreements to the basic powers of the Department and the Executive Director. The proposed rules provide a list of the specific criteria the Department will use to evaluate the licensing requirements of another jurisdiction to determine if they are substantially equivalent to those of Texas. Further, the proposed rules include a concise list of the minimum requirements a license applicant must satisfy to obtain a Texas license when a reciprocity agreement is in place. In addition to establishing that the reciprocity and license requirements in Chapter 60 are subject to any different or more stringent requirements in Chapter 60, TAC; Ch. 51, Occupations Code; or the program statutes and rules governing the particular license, the Department reserves sole discretion to determine if the licensing requirements of the other jurisdiction are substantially equivalent to those of Texas. These rules are necessary to aid the Department to affirmatively seek to create more reciprocity agreements by providing clear notice to other jurisdictions of the criteria and conditions the Department will examine and consider going forward.

SECTION-BY-SECTION SUMMARY

The proposed rules amend §60.22, General Powers and Duties of the Department and the Executive Director, to include the responsibility to enter into reciprocity agreements with licensing authorities in other jurisdictions.

The proposed rules amend §60.34, Substantially Equivalent License Requirements, to update and clarify the applicability of the section to persons holding a license in another jurisdiction, and to specify the requirements for that license that the Department will examine. These include requirements related to: scope of practice, experience, training, education, examination, accreditation by other entities, financial security or insurance, standards of conduct, criminal history, and procedures to resolve complaints and to determine good standing of license holders. The section includes several edits for conciseness and clarity.

The proposed rules add new §60.38, Reciprocity Agreements, to lay out the Department's authority to enter into reciprocity agreements and to list the minimum requirements a license holder must satisfy to obtain a Texas license under a reciprocity agreement with another jurisdiction. The requirements relate to how the license was obtained, how long it has been held, if it is in good standing, whether the applicant has a disqualifying criminal history or has had a license revoked, whether any complaints or allegations are pending in the other jurisdiction, and whether the license holder satisfactorily met examination or other substantially equivalent requirements to obtain the other jurisdiction's license.

FISCAL IMPACT ON STATE AND LOCAL GOVERNMENT

Tony Couvillon, Senior Policy Research and Budget Analyst, has determined that for each year of the first five years the proposed rules are in effect, there are no estimated additional costs or reductions in costs to state or local governments as a result of enforcing or administering the proposed rules.

Tony Couvillon, Senior Policy Research and Budget Analyst, has determined that for each year of the first five years the proposed rules are in effect, there is no estimated increase or loss in revenue to local governments as a result of enforcing or administering the proposed rules. No loss in revenue is predicted for state government, however an increase in state revenue due to increased numbers of license holders due to reciprocity agreements can be expected. More applicants will be eligible to apply for a Texas license due to changes to the substantial equivalence requirements and increased reciprocity with other states. However, it is unknown how many applicants will apply based on the changes made by these proposed rules; therefore, it cannot be estimated how much additional revenue may be collected in any given year. Likewise, any decrease in revenue due to Texas license holders choosing to stop renewing a Texas license when moving elsewhere to work is not subject to prediction.

Mr. Couvillon has also determined that for each year of the first five years the proposed rules are in effect, enforcing or administering the proposed rules does not have foreseeable implications relating to costs or revenues of state or local governments.

LOCAL EMPLOYMENT IMPACT STATEMENT

Mr. Couvillon has determined that the proposed rules may affect employment in some localities because the proposed rules should make it easier for license applicants from other states to become licensed in Texas, which could have a positive impact on local employment. However, it is unknown how many of these applicants will apply and in what areas of the state they will be

located. It is therefore unknown but unlikely that there will be enough additional license holders to have an impact on any particular area's local employment numbers. Additionally, licensing reciprocity will allow Texas license holders to more easily relocate to other states to live and work there, so gains in local employment could be countered by some losses as Texas licensees make choices as to where to live and work. Precise impact on local employment therefore is not susceptible to prediction.

PUBLIC BENEFITS

Mr. Couvillon has determined that for each year of the first fiveyear period the proposed rules are in effect, the public benefit will be that applicants with out-of-state licenses will more easily become licensed and relocate to Texas to work. These applicants could get licensed and begin working more quickly under a reciprocity agreement. Additional license holders will make more workers available to the public and give the public more options.

PROBABLE ECONOMIC COSTS TO PERSONS REQUIRED TO COMPLY WITH PROPOSAL

Mr. Couvillon has determined that for each year of the first fiveyear period the proposed rules are in effect, there are no anticipated economic costs to persons who are required to comply with the proposed rules.

FISCAL IMPACT ON SMALL BUSINESSES, MICRO-BUSINESSES, AND RURAL COMMUNITIES

There will be no adverse economic effect on small businesses, micro-businesses, or rural communities as a result of the proposed rules. Because the agency has determined that the proposed rule will have no adverse economic effect on small businesses, micro-businesses, or rural communities, preparation of an Economic Impact Statement and a Regulatory Flexibility Analysis, as detailed under Texas Government Code §2006.002, is not required.

ONE-FOR-ONE REQUIREMENT FOR RULES WITH A FISCAL IMPACT

The proposed rules do not have a fiscal note that imposes a cost on regulated persons, including another state agency, a special district, or a local government. Therefore, the agency is not required to take any further action under Texas Government Code §2001.0045.

GOVERNMENT GROWTH IMPACT STATEMENT

Pursuant to Texas Government Code §2001.0221, the agency provides the following Government Growth Impact Statement for the proposed rules. For each year of the first five years the proposed rules will be in effect, the agency has determined the following:

- 1. The proposed rules do not create or eliminate a government program.
- 2. Implementation of the proposed rules does not require the creation of new employee positions or the elimination of existing employee positions.
- 3. Implementation of the proposed rules does not require an increase or decrease in future legislative appropriations to the agency.
- 4. The proposed rules do not require an increase or decrease in fees paid to the agency.
- 5. The proposed rules create a new regulation.

- 6. The proposed rules expand an existing regulation.
- 7. The proposed rules increase the number of individuals subject to the rules' applicability.
- 8. The proposed rules do not positively or adversely affect this state's economy.

TAKINGS IMPACT ASSESSMENT

The Department has determined that no private real property interests are affected by the proposed rules and the proposed rules do not restrict, limit, or impose a burden on an owner's rights to his or her private real property that would otherwise exist in the absence of government action. As a result, the proposed rules do not constitute a taking or require a takings impact assessment under Texas Government Code §2007.043.

PUBLIC COMMENTS AND INFORMATION RELATED TO THE COST, BENEFIT, OR EFFECT OF THE PROPOSED RULES

The Department is requesting public comments on the proposed rules and information related to the cost, benefit, or effect of the proposed rules, including any applicable data, research, or analysis. Any information that is submitted in response to this request must include an explanation of how and why the submitted information is specific to the proposed rules. Please do not submit copyrighted, confidential, or proprietary information.

the proposed rules Comments on and responses the request for information may be submitthe electronically Department's website ted on at https://ga.tdlr.texas.gov:1443/form/Ch60 Rule Making; by facsimile to (512) 475-3032; or by mail to Monica Nuñez, Legal Assistant, Texas Department of Licensing and Regulation, P.O. Box 12157, Austin, Texas 78711. The deadline for comments is 30 days after publication in the Texas Register.

SUBCHAPTER B. POWERS AND RESPONSIBILITIES

16 TAC §60.22

STATUTORY AUTHORITY

The proposed rules are proposed under Texas Occupations Code, Chapter 51, which authorizes the Texas Commission of Licensing and Regulation, the Department's governing body, to adopt rules as necessary to implement the chapter and any other law establishing a program regulated by the Department.

The statutory provisions affected by the proposed rules are those set forth in Texas Occupations Code. Chapter 51, and the program statutes for all of the Department programs in which a licensing reciprocity agreement could be created: Agriculture Code, Chapter 301 (Weather Modification and Control); Education Code, Chapter 1001 (Driver and Traffic Safety Education); Government Code, Chapters 171 (Court-Ordered Programs); and 469 (Elimination of Architectural Barriers); Health and Safety Code, Chapters 401, Subchapter M (Laser Hair Removal); 754 (Elevators, Escalators, and Related Equipment); and 755 (Boilers); Labor Code, Chapter 91 (Professional Employer Organizations); Occupations Code, Chapters 202 (Podiatrists); 203 (Midwives); 401 (Speech-Language Pathologists and Audiologists); 402 (Hearing Instrument Fitters and Dispensers); 403 (Dyslexia Practitioners and Therapists); 451 (Athletic Trainers); 455 (Massage Therapy); 506 (Behavior Analysts); 605 (Orthotists and Prosthetists); 701 (Dietitians); 802 (Dog or Cat Breeders); 1151 (Property Tax Professionals);

1152 (Property Tax Consultants); 1202 (Industrialized Housing and Buildings); 1302 (Air Conditioning and Refrigeration Contractors); 1304 (Service Contract Providers and Administrators); 1305 (Electricians); 1603 (Barbers and Cosmetologists); 1802 (Auctioneers); 1806 (Residential Solar Retailers); 1901 (Water Well Drillers); 1902 (Water Well Pump Installers): 1952 (Code Enforcement Officers); 1953 (Sanitarians); 1958 (Mold Assessors and Remediators); 2052 (Combative Sports); 2303 (Vehicle Storage Facilities); 2308 (Vehicle Towing and Booting); 2309 (Used Automotive Parts Recyclers); 2310 (Motor Fuel Metering and Quality); 2311 (Electric Vehicle Charging Stations); and 2402 (Transportation Network and Delivery Network Companies); and Transportation Code, Chapters 551A (Off-Highway Vehicle Training and Safety); and 662 (Motorcycle Operator Training and Safety).

The legislation that enacted the statutory authority under which the proposed rules are proposed to be adopted is House Bill 11, 89th Legislature, Regular Session (2025).

§60.22. General Powers and Duties of the Department and the Executive Director.

- (a) The executive director shall have primary responsibility to manage the operations and administration of the department and its programs as provided by Texas Occupations Code, Chapter 51 and other applicable law, including but not limited to:
 - (1) (3) (No change.)
- (4) imposing sanctions and administrative penalties for agreed orders and default orders; [and]
- (5) approving, administering, or providing for the administration of exams; and $\lceil \cdot \rceil$
- (6) entering into reciprocity agreements with licensing authorities in other jurisdictions.
 - (b) (e) (No change.)

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 26, 2025.

TRD-202503436

Doug Jennings

General Counsel

Texas Department of Licensing and Regulation Earliest possible date of adoption: November 9, 2025 For further information, please call: (512) 475-4879

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SUBCHAPTER C. LICENSE APPLICATIONS AND RENEWALS

16 TAC §60.34, §60.38

STATUTORY AUTHORITY

The proposed rules are proposed under Texas Occupations Code, Chapter 51, which authorizes the Texas Commission of Licensing and Regulation, the Department's governing body, to adopt rules as necessary to implement the chapter and any other law establishing a program regulated by the Department.

The statutory provisions affected by the proposed rules are those set forth in Texas Occupations Code. Chapter 51, and the program statutes for all of the Department programs in which a licensing reciprocity agreement could be created: Agriculture Code. Chapter 301 (Weather Modification and Control); Education Code, Chapter 1001 (Driver and Traffic Safety Education); Government Code, Chapters 171 (Court-Ordered Programs); and 469 (Elimination of Architectural Barriers); Health and Safety Code, Chapters 401, Subchapter M (Laser Hair Removal); 754 (Elevators, Escalators, and Related Equipment); and 755 (Boilers); Labor Code, Chapter 91 (Professional Employer Organizations); Occupations Code, Chapters 202 (Podiatrists); 203 (Midwives); 401 (Speech-Language Pathologists and Audiologists); 402 (Hearing Instrument Fitters and Dispensers); 403 (Dyslexia Practitioners and Therapists); 451 (Athletic Trainers); 455 (Massage Therapy); 506 (Behavior Analysts); 605 (Orthotists and Prosthetists); 701 (Dietitians); 802 (Dog or Cat Breeders); 1151 (Property Tax Professionals); 1152 (Property Tax Consultants): 1202 (Industrialized Housing and Buildings); 1302 (Air Conditioning and Refrigeration Contractors); 1304 (Service Contract Providers and Administrators); 1305 (Electricians): 1603 (Barbers and Cosmetologists): 1802 (Auctioneers): 1806 (Residential Solar Retailers): 1901 (Water Well Drillers); 1902 (Water Well Pump Installers): 1952 (Code Enforcement Officers); 1953 (Sanitarians); 1958 (Mold Assessors and Remediators); 2052 (Combative Sports); 2303 (Vehicle Storage Facilities); 2308 (Vehicle Towing and Booting); 2309 (Used Automotive Parts Recyclers); 2310 (Motor Fuel Metering and Quality); 2311 (Electric Vehicle Charging Stations); and 2402 (Transportation Network and Delivery Network Companies); and Transportation Code, Chapters 551A (Off-Highway Vehicle Training and Safety); and 662 (Motorcycle Operator Training and Safety).

The legislation that enacted the statutory authority under which the proposed rules are proposed to be adopted is House Bill 11, 89th Legislature, Regular Session (2025).

- §60.34. Substantially Equivalent License Requirements.
- (a) This section is applicable to an applicant who holds a current license issued by another jurisdiction that is similar to a license issued by the department. [for:]
- [(1) an applicant who holds a current license issued by another jurisdiction that is similar to a license issued by the department; orl
- [(2)] an applicant who is a military service member, military veteran, or military spouse and who is applying for a license under Subchapter K.]
 - (b) (No change.)
- (c) A person holding a license issued by [Based on the specific license, a license holder from] another jurisdiction may be eligible for a Texas license if the other jurisdiction's [jurisdiction has] licensing requirements [that] are substantially equivalent to those of [the] Texas [licensing requirements].
- (d) Unless provided otherwise in the statutes and rules governing a program or license type, the [The] department will review and evaluate the following criteria to determine if another jurisdiction's licensing requirements are substantially equivalent to those of Texas: [in determining "substantially equivalent" as it relates to and is applicable to a specific license:]
- (1) Scope of practice--the scope of work authorized to be performed under the license;

- (2) Experience and training requirements--including the length of time or number of hours of on-the-job experience or training that the other jurisdiction requires applicants to possess to qualify for the particular license;
- (3) [(1)] Education requirements--including the amount of time (hours, months or years) or credits needed to complete any course, program, or curriculum that is a prerequisite for licensure the course/program/curriculum;
- (4) [(2)] Examination requirements--including whether the other jurisdiction requires an applicant to pass any examinations [in order] to obtain the license;[5] the type and content of any such examination(s); and the minimum score needed for an applicant to pass the examination(s) [of examinations (written, practical or both), and whether the applicant passed the required examinations in the other jurisdiction];
- (5) Accreditation requirements--including credentials or accreditation by federal agencies or national or other professional organizations or entities that a person must have to practice a profession.
- (6) Financial security or insurance requirements--whether and to what extent the other jurisdiction requires license holders to hold certain insurance policies, secure a bond, or provide other forms of financial security;
- (7) Standards of conduct--including requirements for honesty and fair dealing with the public when providing services or goods, in advertising, and in business dealings;
- (8) Criminal history--including whether the jurisdiction takes an applicant's or license holder's criminal history into account when determining license eligibility or disqualification; and.
- (9) Procedures used in the other jurisdiction to receive and resolve complaints and to determine whether a license holder is in good standing.
- [(3) Experience requirements—including the length of time that the applicant has held a license in another jurisdiction, and the amount of time (hours, months or years) the applicant has worked either independently or under the supervision of another license holder as defined by statute or rule for a specific license;]
- [(4) Training requirements—including training through apprenticeship programs or on-the-job training, as those terms are defined by statute or rule for a specific license; and]
- [(5) License requirements—including scope of work authorized to be performed under the license issued by the other jurisdiction, and the length of time that the applicant has held a license in another jurisdiction.]
- (e) The department may require an applicant under this section to provide additional supporting documentation or [and] information in order for the department to evaluate the criteria under subsection (d) as it relates to [and is applicable to] a specific license.
 - (1) (2) (No change.)
- (f) The department has sole discretion in determining [retains the exclusive authority to determine] whether [or not] the licensing requirements for a license issued by another jurisdiction are substantially equivalent to those of [the requirements for the] Texas [license sought].
- §60.38. Reciprocity Agreements.
- (a) The department is authorized by Texas Occupations Code §§51.4041, 51.551, and 51.552 to enter into license reciprocity agreements with licensing authorities in other jurisdictions.

- (b) A license holder from another jurisdiction may be eligible for a Texas license if the other jurisdiction has entered into a license reciprocity agreement with the department.
- (c) Subject to the requirements of Occupations Code Ch. 51, this chapter, and the statutes and rules applicable to the program and license type for which an individual license or a reciprocity agreement is sought, the department will issue a license to an applicant if the person:
- (1) has held the license in the other jurisdiction for at least one year;
- (2) did not obtain the license in the other jurisdiction through reciprocity or similar process;
- (3) was required to pass an examination or meet substantially equivalent education, training, work history, or other applicable requirements;
 - (4) possesses a license that is in good standing;
 - (5) does not have a disqualifying criminal history;
- (6) has not had a license revoked in another jurisdiction for misconduct or other noncompliance; and
- (7) does not have a complaint, investigation, or allegation pending in the other jurisdiction for misconduct or alleged criminal activity.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 26, 2025.

TRD-202503437 Doug Jennings General Counsel

Texas Department of Licensing and Regulation Earliest possible date of adoption: November 9, 2025 For further information, please call: (512) 475-4879

TITLE 19. EDUCATION

PART 1. TEXAS HIGHER EDUCATION COORDINATING BOARD

CHAPTER 1. AGENCY ADMINISTRATION SUBCHAPTER T. WORKFORCE EDUCATION COURSE MANUAL ADVISORY COMMITTEE

19 TAC §§1.220, 1.224, 1.226

The Texas Higher Education Coordinating Board (Coordinating Board) proposes amendments to Texas Administrative Code, Title 19, Part 1, Chapter 1, Subchapter T, §§1.220, 1.224, and 1.226, concerning the Workforce Education Course Manual Advisory Committee. Specifically, this amendment will revise and clarify the purpose, meeting requirements, and reporting requirements of the committee.

Amendments to this subchapter in 2024 clarified that the committee is required to advise the Coordinating Board and transmit Workforce Education Course Manual (WECM) courses to the

Coordinating Board for consideration for approval. This change effectively removed all approval authority from the committee. Now advisory, the committee is no longer subject to the Open Meetings Act. The committee was created to provide advice to the Coordinating Board regarding content, structure, currency, and presentation of the WECM and its courses; coordinate field engagement in processes, maintenance, and use of the WECM; and assist in identifying new courses and courses that are obsolete.

The Coordinating Board is authorized to adopt rules relating to the Workforce Education Course Manual Advisory Committee under Texas Education Code, §130.001 and §61.026.

Rule 1.220(b), Authority and Specific Purposes of the Workforce Education Course Manual Advisory Committee, is amended to assign the WECM Advisory Committee responsibilities to coordinate field engagement and maintenance of the WECM, to identify new courses, and to identify obsolete courses. This amendment will remove the responsibility of the WECM Advisory Committee to identify new or obsolete programs of study, and to identify vertical and horizontal alignments of courses within programs. This amendment is proposed to align this rule with Texas Administrative Code, Chapter 1, Subchapter X, regarding the responsibility of the Program of Study Advisory Committee, to ensure that there is only one committee responsible for programs of study.

Rule 1.224, Meetings, is amended to remove the requirements to conduct meetings that are open to the public, broadcast meetings via the internet, and to post meeting minutes. This amendment aligns with the advisory nature of the committee's responsibilities.

Rule 1.226, Report to the Board; Evaluation of Committee Costs and Effectiveness, is amended to remove the requirement to evaluate costs and report to the Legislative Budget Board. The rule title is also amended to "Report to the Board." This amendment aligns with the advisory nature of the committee's responsibilities.

Tina Jackson, Assistant Commissioner for Workforce Education, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rules. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rules.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Tina Jackson, Assistant Commissioner for Workforce Education, has also determined that for each year of the first five years the sections are in effect, the public benefit anticipated as a result of administering the sections will be clarifying and revising the purpose, meeting requirements, and reporting requirements of the Workforce Education Course Manual Advisory Committee. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

(1) the rules will not create or eliminate a government program;

- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency:
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rules; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rules or information related to the cost, benefit, or effect of the proposed rules, including any applicable data, research or analysis, may be submitted to Tina Jackson, Assistant Commissioner for Workforce Education, P.O. Box 12788, Austin, Texas 78711-2788, or via email at RulesComments@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The amendment is proposed under Texas Education Code, Section 130.001, which provides the Coordinating Board with the authority to adopt rules and regulations for public junior colleges; and Section 61.026, which grants the Coordinating Board authority to establish advisory committees.

The proposed amendment affects Texas Administrative Code, Title 19, Part 1, Chapter 1, Subchapter T.

- §1.220. Authority and Specific Purposes of the Workforce Education Course Manual Advisory Committee.
- (a) Authority: The authority for this subchapter is provided in the Texas Education Code, §130.001.
- (b) Purposes. The Workforce Education Course Manual (WECM) Advisory Committee is created to provide the Board with advice regarding content, structure, currency and presentation of the Workforce Education Course Manual (WECM) and its courses; coordinating field engagement in processes, maintenance, and use of the WECM; and assistance in identifying new courses and obsolete courses. [5] new programs of study, developments within existing programs represented by courses in the manual, vertical and horizontal alignment of courses within programs, and obsolescence of programs of study and courses.]

§1.224. Meetings.

The committee shall meet at least twice yearly. Special meetings may be called as deemed appropriate by the presiding officer. [Meetings shall be open to the public and broadcast via the web, unless prevented by technical difficulties. Minutes shall be available to the public after they have been prepared by Board staff and reviewed by members of the committee.]

§1.226. Report to the Board[; Evaluation of Committee Costs and Effectiveness].

The committee chairperson shall report to the Board on no less than an annual basis. [The committee shall also report committee activities to the Board to allow the Board to properly evaluate the committee's work, usefulness, and the costs related to the committee's existence. The Board shall report its evaluation to the Legislative Budget Board in its biennial Legislative Appropriations Request.]

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson

General Counsel

Texas Higher Education Coordinating Board

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CHAPTER 2. ACADEMIC AND WORKFORCE EDUCATION SUBCHAPTER A. GENERAL PROVISIONS

19 TAC §2.3, §2.5

The Texas Higher Education Coordinating Board (Coordinating Board) proposes amendments to Texas Administrative Code, Title 19, Part 1, Chapter 2, Subchapter A, §2.3 and §2.5, concerning General Provisions. Specifically, this amendment will define competency-based baccalaureate degree, and clarify the criteria the Coordinating Board uses to determine whether a proposed degree program has adequate funding for implementation and sufficient labor market need.

House Bill 4848, 89th Texas Legislature, Regular Session, authorizes the Coordinating Board to adopt rules for the approval of competency-based baccalaureate degree programs in fields of study in high demand.

Senate Bill 37, 89th Texas Legislature, Regular Session, adds the consideration of nation labor market needs to the criteria for program approval.

State law requires the Coordinating Board to review new degree programs to ensure institutions have sufficient financing through legislative appropriations, funds allocated by the Coordinating Board, or other sources, and sufficient labor market need for the program. The proposed amendments related to financing identify acceptable revenue streams and clarify that grant funding and legislative appropriations must be in-hand and adequate to fund the program for the first five years of implementation. The proposed amendments related to labor market need clarify that national labor market needs shall be considered during the program approval process.

Rule 2.3, Definitions, is amended to define competency-based baccalaureate degree in alignment with the meaning in Texas Education Code, §56.521.

Rule 2.5, General Criteria for Program Approval, is amended to require institutions proposing a new degree program have grant funding and legislative appropriations available to support the program. The rule also specifies that the board may consider the location where the program is offered in determining the need for a new program. This criterion is implicit in the current rule providing that the board may coordinate to prevent the unnecessary duplication of programs, but this amendment makes explicit that the board may consider location, which is important for off-campus program approval.

Elizabeth Mayer, Assistant Commissioner Academic and Health Affairs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rule. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rule.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Elizabeth Mayer, Assistant Commissioner Academic and Health Affairs, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be the implementation of House Bill 4848, 89th Texas Legislature, Regular Session, and the clarification of program approval criteria regarding adequate financing for new degree programs. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will change the number of individuals subject to the rule; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Elizabeth Mayer, Assistant Commissioner Academic and Health Affairs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at AHAComments@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the Texas Register.

The amendments are proposed under Texas Education Code, Section 61.0512, which provides the Coordinating Board with the authority to review each new degree program proposed by an institution of higher education to ensure the program meets approval criteria, including adequate financing. Texas Education Code, Section 51.3535, authorizes the Coordinating Board to adopt rules regarding the approval of competency-based baccalaureates in fields of high demand.

The proposed amendments affect Texas Administrative Code, Chapter 2, Subchapter A.

§2.3. Definitions.

The following words and terms, when used in this chapter, shall have the following meanings, unless otherwise defined in the subchapter:

(1) Academic Associate Degree--A type of degree program generally intended to transfer to an upper-level baccalaureate program that will satisfy the lower-division requirements for a baccalaureate degree in a specific discipline. The Academic Associate Degree includes,

but is not limited to, the Associate of Arts (A.A.), Associate of Science (A.S.) or Associate of Arts in Teaching (A.A.T.) degrees.

- (2) Academic Course Guide Manual (ACGM)--The manual that provides the official list of approved courses for general academic transfer to public universities offered for funding by public community, state, and technical colleges in Texas.
- (3) Academic Program or Programs--A type of credential primarily consisting of course content intended to prepare students for study at the bachelor's degree or higher.
- (4) Administrative Unit--A department, college, school, or other unit at an institution of higher education, which has administrative authority over degree or certificate programs.
- (5) Applied Associate Degree--A type of degree program designed to lead the individual directly to employment in a specific career. The Applied Associate Degree Program includes, but is not limited to, the Associate of Applied Arts (A.A.A.) or Associate of Applied Science (A.A.S.).
- (6) Applied Baccalaureate Degree--Builds on an Associate of Applied Science (A.A.S.) degree, combined with enough additional core curriculum courses and upper-level college courses to meet the minimum semester credit hour requirements for a bachelor's degree. The degree program is designed to grow professional management skills of the learner and meet the demand for leadership of highly technical professionals in the workplace. May be called a Bachelor of Applied Arts and Science (B.A.A.S.), Bachelor of Applied Technology (B.A.T.) or Bachelor of Applied Science (B.A.S.).
- (7) Assistant Commissioner--In this subchapter or a subchapter that cross-references to the provisions of this subchapter, Assistant Commissioner means the Assistant, Associate, or Deputy Commissioner designated by the Commissioner.
- (8) Board--The governing body of the agency known as the Texas Higher Education Coordinating Board.
- (9) Board Staff--Staff of the Texas Higher Education Coordinating Board who perform the Texas Higher Education Coordinating Board's administrative functions and services.
- (10) Career and Technical Education Certificate--A post-secondary credential, other than a degree, which a student earns upon successful completion of a workforce or continuing education program offered by an institution of higher education. Courses that comprise career and technical education certificates are listed in the Workforce Education Course Manual and the Academic Course Guide Manual and are subject to Board approval. For purposes of this chapter, career and technical education certificate means a certificate program as defined in Texas Education Code, §61.003(12)(C).
- (11) Career and Technical Education Course--A collegelevel workforce or continuing education course offered by an institution of higher education which earns either semester credit hours or continuing education units toward satisfaction of a requirement necessary to obtain an industry-recognized credential, certificate, or applied associate degree. Career and technical education courses are listed in the Workforce Education Course Manual.
- (12) Certificate <u>Program</u> [program]--Certificate means a grouping of subject-matter courses which, when satisfactorily completed by a student, will entitle the student to a certificate or documentary evidence, other than a degree, of completion of a course of study at the postsecondary level. Under this chapter, certificate includes a post-baccalaureate certificate and excludes an associate degree unless otherwise provided.

- (13) CIP Codes--See "Texas Classification of Instructional Programs (CIP) Coding System."
- (14) Commissioner--The $\underline{\text{Texas}}$ Commissioner of Higher Education.
- (15) Competency-based Baccalaureate Degree Program--A baccalaureate degree program for which an institution of higher education awards academic credit based solely on a student's attainment of competencies.
- (16) [(15)] Contact Hour [hour]--A time unit of instruction used by community, technical, and state colleges consisting of 60 minutes, of which 50 minutes must be direct instruction.
- (17) [(16)] Continuing Education Unit (CEU)--Basic unit for continuing education courses. One continuing education unit (CEU) is 10 contact hours of participation in an organized continuing education experience under responsible sponsorship, capable direction, and qualified instruction.
- (18) [(17)] Credential--A grouping of subject matter courses or demonstrated mastery of specified content which entitles a student to documentary evidence of completion. This term encompasses certificate programs, degree programs, and other kinds of formal recognitions such as short-term workforce credentials or a combination thereof.
- (19) [(18)] Degree Program--Any grouping of subject matter courses which, when satisfactorily completed by a student, will entitle that student to an associate's, bachelor's, master's, research doctoral, or professional practice doctoral degree.
- (20) [(19)] Degree Title--Name of the degree and discipline under which one or more degree programs may be offered. A degree title usually consists of the degree designation (e.g., Bachelor of Science, Master of Arts) and the discipline specialty (e.g., History, Psychology).
- (21) [(20)] Embedded Credential--A course of study enabling a student to earn a credential that is wholly embedded within a degree program.
- (22) [(21)] Field of Study Curriculum--A set of courses that will satisfy lower-division requirements for an academic major at a general academic teaching institution, as defined in §4.23(10) [ehapter 4, subchapter B, §4.23(7)] of this title (relating to Definitions).
- (23) [(22)] Higher Education Regions--The Board adopts the economic regions of this state as defined by the Texas Comptroller of Public Accounts as the higher education state uniform service regions.
- (24) [(23)] Master's Degree--The first graduate level degree, intermediate between a Baccalaureate degree program and Doctoral degree program.
- (25) [(24)] New Content--As determined by the institution, content that the institution does not currently offer at the same instructional level as the proposed program. A program with sufficient new content to constitute a 'significant departure' from existing offerings under 34 CFR §602.22(a)(1)(ii)(C) meets the fifty percent [50%] new content threshold.
- (26) [(25)] Pilot Institution--Public junior colleges initially authorized to offer baccalaureate degrees through the pilot initiative established by SB 286 (78R 2003). Specifically, the four pilot institutions are Midland College, South Texas College, Brazosport College, and Tyler Junior College.
- (27) [(26)] Planning Notification--Formal notification that an institution intends to develop a plan and submit a degree program

- proposal or otherwise notify the Board of intent to offer a new degree program.
- (28) [(27)] Professional Practice Doctoral Degree--Certain degree programs that prepare students for a career as a practitioner in a particular profession, including certain credential types that are required for professional licensure.
- (29) [(28)] Program Inventory--The official list of all degree and certificate programs offered by a public community college, university, or health-related institution, as maintained by Board Staff.
- (30) [(29)] Public Health-Related Institution--Public health-related institutions that are supported by state funds.
- (31) [(30)] Public Junior College--A public institution of higher education as defined in <u>Texas Education Code</u>, [Tex. Educ. Code] §61.003(2).
- (32) [(31)] Public Two-year College.-Any public junior college, public community college, public technical institute, or public state college as defined in <u>Texas Education Code</u>, [Tex. Educ. Code] §61.003(16).
- (33) [(32)] Public University--A general academic teaching institution as defined by <u>Texas Education Code</u>, [Tex. Educ. Code] §61.003(3).
- (34) [(33)] Research Doctoral Degree--An academic degree that typically represents the highest level of formal study or research in a given field and requires completion of original research.
- (35) [(34)] Semester Credit Hour, or Credit Hour--A unit of measure of instruction consisting of 60 minutes, of which 50 minutes must be direct instruction, which is typically offered over a 15-week period in a semester system or a 10-week period in a quarter system.
- (36) [(35)] Texas Classification of Instructional Programs (CIP) Coding System--The Texas adaptation of the federal Classification of Instructional Programs taxonomy developed by the National Center for Education Statistics and used nationally to classify instructional programs and report educational data. The 8-digit CIP codes define the authorized teaching field of the specified program, based upon the occupation(s) for which the program is designed to prepare its graduates.
- (37) [(36)] Texas Core Curriculum--Curriculum required at each institution of higher education students are required to complete as required by §4.23(5) of this title (relating to Definitions) [49 TAC §4.23(3)].
- (38) [(37)] Texas Success Initiative (TSI)--A comprehensive program of assessment, advising, developmental education, and other strategies to ensure college readiness. The rules governing the Texas Success Initiative are established in chapter 4, subchapter C, of this title (relating to Texas Success Initiative) [Chapter 4, Subchapter C.].
- (39) [(38)] Tracks of Study--Specialized areas of study within a single degree program.
- (40) [(39)] Transcriptable Minor--A transcriptable minor is a group of courses around a specific subject matter marked on the student's transcript. The student must declare a minor for the minor to be included on the student's transcript. The student cannot declare a minor without also being enrolled in a major course of study as part of a baccalaureate degree program.
- (41) [(40)] Workforce Education Course Manual (WECM)--An online database composed of the Board's official statewide inventory of career technical/workforce education courses

available for two-year public colleges to use in certificate and associate degree programs.

- §2.5. General Criteria for Program Approval.
- (a) In addition to any criteria specified in statute or this chapter for a specific program approval, the Assistant Commissioner, Commissioner, or Board, as applicable, shall consider the following factors:
- (1) Evidence that the program is needed by the <u>national</u>, state and the local community, as demonstrated by student demand for similar programs, labor market information, <u>the location where the program is offered</u>, and value of the credential;
- (2) Whether the program unnecessarily duplicates programs offered by other institutions of higher education or private or independent institutions of higher education, as demonstrated by capacity of existing programs and need for additional graduates in the field:
- (3) Comments provided to the Board from institutions noticed under §2.7 of this subchapter (relating to Informal Notice and Comment on Proposed Local Programs);
- (4) Whether the program has adequate financing from formula funding, tuition and fees, awarded grant funds, or redistributed revenue streams to become financially self-sufficient within five years. Appropriations by the legislature to support a new degree program must be available to the institution before submitting the proposal [legislative appropriation, funds allocated by the Board, or funds from other sources];
- (5) Whether the program's cost is reasonable and provides a value to students and the state when considering the cost of tuition, source(s) of funding, availability of other similar programs, and the earnings of students or graduates of similar credential programs in the state to ensure the efficient and effective use of higher education resources:
- (6) Whether the program provides a credential of value as defined in Texas Education Code 130A.102, of this title (relating to Community College Finance Program: Base and Performance Tier Methodology) [chapter 13, subchapter S, of Board Rules];
- (7) Whether and how the program aligns with the metrics and objectives of the Board's Long-Range Master Plan for Higher Education;
- (8) Whether the program has necessary faculty and other resources including support staff to ensure student success;
- (9) Whether the program meets academic standards specified by law or prescribed by Board rule or skill standards recognized by the Texas Workforce Investment Council, if they exist for the discipline; and
- (10) Past compliance history and program quality of the same or similar programs, where applicable.
- (b) In the event of conflict between this rule and a more specific rule regarding program approval, the more specific rule shall control.
- (c) A request for approval of a joint degree program that does not include existing degree programs is considered a new degree program and is subject to new degree program approval requirements.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson

General Counsel

Texas Higher Education Coordinating Board

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SUBCHAPTER Q. REQUIREMENTS FOR STUDY ABROAD FOREIGN LANGUAGE CREDIT

19 TAC §§2.410 - 2.413

The Texas Higher Education Coordinating Board (Coordinating Board) proposes new rules in Texas Administrative Code, Title 19, Part 1, Chapter 2, Subchapter Q, §§2.410 - 2.413, concerning Requirements for Study Abroad Foreign Language Credit. Specifically, these new sections will establish guidelines for how enrolled students may earn foreign language credit during a study abroad experience as required by Senate Bill 2431, 89th Texas Legislature, Regular Session.

The new rules are proposed under Texas Education Code, §51.313, which requires the Coordinating Board to adopt rules related to the awarding of foreign language credit for students enrolled in baccalaureate degree programs that include a study abroad component or program.

Section 2.410, Authority, outlines the statutory authority for the Coordinating Board to adopt rules.

Section 2.411, Applicability, outlines degree programs to which the rules apply.

Section 2.412, Student Option to Earn Foreign Language Credit, outlines requirements for institutions to offer foreign language credit to students enrolled in certain study abroad programs.

Section 2.413, Institutional Responsibilities, outlines the institutional responsibilities for implementation of the rules.

Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rules. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rules.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, has also determined that for each year of the first five years the sections are in effect, the public benefit anticipated as a result of administering the sections will be providing consistent guidelines for how enrolled students may earn foreign language credit during a study abroad experience. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions:
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will create a new rule;
- (6) the rules will not limit an existing rule:
- (7) the rules will change the number of individuals subject to the rule: and
- (8) the rules will not affect this state's economy.

Comments on the proposed rules or information related to the cost, benefit, or effect of the proposed rules, including any applicable data, research or analysis, may be submitted to Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at AHAComments@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The new sections are proposed under Texas Education Code, Section 51.313, which provides the Coordinating Board with authority to adopt rules related to the awarding of foreign language credit for students enrolled in baccalaureate degree programs that include a study abroad component or program.

The proposed new sections affect Texas Education Code, Section 51.313.

§2.410. Authority.

The authority for this subchapter is Texas Education Code, §51.313, which requires the Coordinating Board to adopt rules related to the awarding of foreign language credit to a student that participates in a study abroad component or program as part of a baccalaureate degree program.

§2.411. Applicability.

(a) These rules apply to any baccalaureate degree program at an institution of higher education, as defined by Texas Education Code, §61.003, that offers a study abroad component or program in a location where a language other than English is the primary language of communication.

(b) The rules do not apply to:

- (1) A study abroad program or component in a location where English is the primary language; and
- (2) Any non-credit-bearing travel or internship program not associated with a degree program.

§2.412. Student Option to Earn Foreign Language Credit.

- (a) Each applicable study abroad component or program shall include an option for a student to earn foreign language credit.
- (b) An institution may offer this option through one or more of the following methods:
- (1) Enrollment in a credit-bearing foreign language course delivered to the student in-person or through distance education, as defined in §2.202(2) of this chapter (relating to Definitions), during the component or program with associated assignments and assessments);

- (2) Completion of a faculty-supervised language immersion experience with an associated assessment;
- (3) Achievement of a satisfactory score on a recognized language proficiency examination before or after the program; or
- (4) Other institution-approved demonstration of language competence.

§2.413. Institutional Responsibilities.

- (a) Each institution of higher education shall identify and publish the programs to which these rules apply and clearly communicate the foreign language credit option to students participating in an applicable study abroad component or program.
- (b) Each institution shall ensure appropriate academic oversight of the foreign language credit option and maintain documentation of student performance and credit awarded.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson

General Counsel

Texas Higher Education Coordinating Board

Earliest possible date of adoption: November 9, 2025

For further information, please call: (512) 427-6182



CHAPTER 3. RULES APPLYING TO ALL PUBLIC AND PRIVATE OR INDEPENDENT INSTITUTIONS OF HIGHER EDUCATION IN TEXAS REGARDING ELECTRONIC REPORTING OPTION FOR CERTAIN OFFENSES; AMNESTY SUBCHAPTER B. VACCINATION AGAINST BACTERIAL MENINGITIS FOR ENTERING

19 TAC §§3.40 - 3.43

STUDENTS

The Texas Higher Education Coordinating Board (Coordinating Board) proposes new rules in Texas Administrative Code, Title 19, Part 1, Chapter 3, Subchapter B, §§3.40 - 3.43, concerning Vaccination Against Bacterial Meningitis for Entering Students. Specifically, this new section will reconstitute current Chapter 21, Subchapter T, with no substantive changes. Chapter 3 is retitled to reflect its expanded purpose.

The Coordinating Board is authorized by Texas Education Code, §51.9192, to adopt rules relating to the bacterial meningitis vaccination requirement.

Chapter 3 title is amended to revise the name to more accurately reflect the rules in this section of administrative code.

Rule 3.40, Authority and Purpose, states the statutory authority for the subchapter and the purpose of the rules. It is the reconstituted §21.610 and §21.611, combined to conform to common

formatting of Coordinating Board rules but without substantive changes.

Rule 3.41, Definitions, provides definitions for terms and phrases used throughout the subchapter. It is the reconstituted §61.612, with no substantive changes.

Rule 3.42, Immunization Requirement, specifies the requirement, subject to exceptions, that students entering public and private institutions of higher education show evidence of receipt of a bacterial meningitis vaccination dose or booster. It is the reconstituted §21.613.

Rule 3.43, Exceptions, lists the allowable exceptions to the requirement in §3.42. It is the reconstituted §21.614.

Dr. Charles W. Contero-Puls, Assistant Commissioner for Student Financial Aid Programs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rules. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rules.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Dr. Charles W. Contero-Puls, Assistant Commissioner for Student Financial Aid Programs, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be the improved rule clarity by relocating the existing rule to a more appropriate location. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rule; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Dr. Charles W. Contero-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The new section is proposed under Texas Education Code, Section 51.9192, which provides the Coordinating Board with the

authority to adopt rules relating to the bacterial meningitis vaccination requirement.

The proposed new section affects Texas Administrative Code, Title 19, Part 1, Chapter 3.

§3.40. Authority and Purpose.

- (a) Authority. Authority for this subchapter is Texas Education Code, §51.9192, which establishes the requirement for bacterial meningitis vaccination for certain students and identifies exceptions to that requirement.
- (b) Purpose. Pursuant to the Jamie Schanbaum and Nicolis Williams Act, this subchapter creates the procedure by which an entering student of an institution of higher education or private or independent institution of higher education will show evidence of being immunized against bacterial meningitis.

§3.41. Definitions.

The following words and terms, when used in this subchapter, shall have the following meanings, unless otherwise defined in the subchapter:

(1) Entering Student--Includes:

- (A) New Student--A first-time student of an institution of higher education or private or independent institution of higher education, including a student who transfers to the institution from another institution. A student who was previously exempt under §3.43(a)(2) (5) of this subchapter (relating to Exceptions) will be treated as a new student, should the exception no longer apply.
- (B) Returning Student--A student who previously attended an institution of higher education or private or independent institution of higher education before January 1, 2012, and who is enrolling in the same or another institution of higher education or private or independent institution of higher education following a break in enrollment of at least one fall or spring semester.
- (2) Evidence of Vaccination--Acceptable evidence of vaccination or receiving a booster dose includes:
- (A) the signature or stamp of a physician or his/her designee, or public health personnel on a form which shows the month, day, and year the vaccination dose or booster was administered;
- (B) an official immunization record generated from a state or local health authority; or
- (C) an official record received from school officials, including a record from another state.
- (3) Health Practitioner--Any person authorized by law to administer a vaccination.
- (4) Institution of Higher Education--As defined in Texas Education Code, §61.003.
- (5) Private or Independent Institution of Higher Education--As defined in Texas Education Code, §61.003.
- (6) Online and Other Distance Education Course--A course in which the instructor and students are not in the same location. An online course typically involves web-based instruction, but might also include correspondence instruction. An online or other distance education course that includes a face-to-face component, including meeting in a testing laboratory with other students, or meeting in a classroom to receive interactive video instruction, does not qualify as an online or other distance education course for the purposes of this subchapter.
- §3.42. Immunization Requirement.

- (a) An entering student who has been admitted to an institution of higher education or private or independent institution of higher education, must show evidence of receipt of an initial bacterial meningitis vaccination dose or booster during the five-year period preceding and at least ten days prior to the first day of the first semester in which the student initially enrolls at an institution, or following a break in enrollment of at least one fall or spring semester at the same or another institution.
- (b) Each institution of higher education or private or independent institution of higher education must designate a department or unit to receive from the student evidence of receipt of an initial bacterial meningitis vaccination dose or booster during the five-year period preceding and at least ten days prior to the first day of the first semester in which the student initially enrolls at an institution, or following a break in enrollment of at least one fall or spring semester at the same or another institution.
- (c) An entering student must provide evidence of having received the vaccination from an appropriate health practitioner to the designated department or unit at the institution of higher education or private or independent institution of higher education. This information shall be maintained in accordance with Family Education Rights and Privacy Act Regulations, and with Health Insurance Portability and Accountability Act.
- (d) Each institution of higher education or private or independent institution of higher education must provide to a student, with the registration materials that the institution provides to a student before the student's initial enrollment in the institution, the following:
- (1) written or electronic notice of the right of the student or of a parent or guardian of a student, to claim an exemption from the vaccination requirement, as specified in §3.43 of this subchapter (relating to Exceptions); and
- (2) written or electronic notice of the importance of consulting a physician about the need for the immunization against bacterial meningitis to prevent the disease.
- (e) Under justifiable circumstances, an administrative official of the designated department or unit of an institution of higher education, or private or independent institution of higher education, may grant extensions to individual students to extend the compliance date to no more than ten days after the first day of the semester or other term in which the student initially enrolls.

§3.43. Exceptions.

- (a) A student is not required to submit evidence of receiving the vaccination against bacterial meningitis or evidence of receiving a booster dose if:
- (1) the student is twenty-two years of age or older by the first day of the start of the semester; or
- (2) the student is enrolled only in online or other distance education courses; or
- (3) the student is enrolled in a continuing education course or program that is less than 360 contact hours, or continuing education corporate training; or
- (4) the student is enrolled in a dual credit course which is taught at a public or private K-12 facility not located on a higher education institution campus; or
 - (5) the student is incarcerated in a Texas prison.
- (b) A student, or a parent or guardian of a student, is not required to submit evidence of receiving the vaccination against bacterial

meningitis if the student, or a parent or guardian of a student, submits to the institution:

- (1) an affidavit or a certificate signed by a physician who is duly registered and licensed to practice medicine in the United States, in which it is stated that, in the physician's opinion, the vaccination required would be injurious to the health and well-being of the student;
- (2) an affidavit signed by the student stating that the student declines the vaccination for bacterial meningitis for reasons of conscience, including a religious belief. A conscientious exemption form from the Texas Department of State Health Services must be used for students attending a public university, health-related institution, or private or independent institution of higher education. The form must be submitted to the designated department or unit no later than the 90th day after the date the affidavit is notarized; or
- (3) evidence of submitting a conscientious objection form through a secure, Internet-based process developed and implemented by the Texas Department of State Health Services. The Internet form may be used by entering students attending a public junior college. Public junior colleges may use the Internet-based process as the exclusive method to apply for an exemption from the vaccination requirement for reasons of conscience.
- (c) The exception noted in subsection (b)(2) and (3) of this section does not apply during a disaster or public health emergency, terrorist attack, hostile military or paramilitary action, or extraordinary law enforcement emergency declared by an appropriate official or authority from the Texas Department of State Health Services and is in effect for the location of the institution the student attends.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 26, 2025.

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Nichole Bunker-Henderson

General Counsel

Texas Higher Education Coordinating Board

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CHAPTER 4. RULES APPLYING TO
ALL PUBLIC INSTITUTIONS OF HIGHER
EDUCATION IN TEXAS
SUBCHAPTER B. TRANSFER OF CREDIT,
CORE CURRICULUM AND FIELD OF STUDY
CURRICULA

19 TAC §4.40

The Texas Higher Education Coordinating Board (Coordinating Board) proposes new rules in Texas Administrative Code, Title 19, Part 1, Chapter 4, Subchapter B, §4.40, concerning Transfer Liaison Requirements and Duties. Specifically, this new section will outline expectations and requirements for individuals designated as a Transfer Liaison at an institution of higher education as required by Senate Bill 3039, 89th Texas Legislature, Regular Session.

The new rules are proposed under Texas Education Code, §61.8231, which requires the Coordinating Board to adopt rules related to the designation of a transfer liaison.

Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rule. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rule.

There is no impact on small businesses, micro businesses, and rural communities.

There is no anticipated impact on local employment.

Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the new rules will be ensuring institutions of higher education designate and make available to the public and the Coordinating Board specific contact information for potential or current students regarding the transfer of credit between institutions. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rule; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at AHAComments@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the Texas Register.

The new section is proposed under Texas Education Code, Section 61.8231, which provides the Coordinating Board with authority to adopt rules related to the designation of a Transfer Liaison.

The proposed new section affects Texas Education Code, Chapter 61, Subchapter S, and Texas Administrative Code, Title 19, Part 1, Chapter 4, Subchapter B.

§4.40. Transfer Liaison Requirements and Duties.

(a) Each institution of higher education shall designate at least one full-time employee to serve as a transfer liaison and ensure the name, title, and contact information of the transfer liaison are:

- (1) Posted on the institution's public website in a location easily accessible to current and prospective students; and
- (2) Provided to the Coordinating Board and updated annually, as needed, or upon change in personnel.
- (b) The transfer liaison, or an office in which the transfer liaison is employed, shall serve as the primary point of contact for:
- (1) A current, former, or prospective student seeking to transfer into an institution of higher education;
 - (2) Other institutions of higher education; and
 - (3) The Coordinating Board.
- (c) The transfer liaison shall ensure that institutional policies and practices provide the following to a current, former, or prospective transfer student, as applicable:
- (1) A complete and current list of the courses available to take as part of the institution's core curriculum;
- (2) A complete and current list of the institution's field of study curricula or degree programs eligible for receipt of field of study curricula transfer credits, as applicable;
- (3) A list of courses completed by the student for which academic credit will be accepted;
- (4) A list of courses for which academic credit will not be accepted, along with:
- (A) The justification for non-acceptance in accordance with Texas Education Code, §61.826, and §4.27 of this subchapter (relating to Resolutions of Transfer Disputes for Lower-Division Courses); and
- (B) Instructions for initiating the credit transfer dispute resolution process under Texas Education Code, §61.826, and §4.27 of this subchapter; and
- (5) A degree audit to determine whether the student has completed:
- (A) the Texas Core Curriculum, as defined in §4.28 of this subchapter (relating to Core Curriculum);
- (B) a field of study curriculum, as defined in §4.32 of this subchapter (relating to Field of Study Curriculum);
- (C) a Texas Direct associate degree, as defined in Texas Education Code, §61.834, and §4.38 of this subchapter (relating to Texas Direct Associate Degree); or
- (D) any other degree or certificate offered by the institution.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson
General Counsel
Texas Higher Education Coordinating Board
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SUBCHAPTER J. ACCREDITATION

19 TAC §4.193

The Texas Higher Education Coordinating Board (Coordinating Board) proposes new rules in Texas Administrative Code, Title 19, Part 1, Chapter 4, Subchapter J, §4.193, concerning Accreditation Status Notification Requirements. Specifically, this new section will require an institution to notify the Coordinating Board of changes in its accreditation status.

Texas Education Code, §61.051 and §61.003(13), provides the Coordinating Board with authority to coordinate higher education and designate recognized accreditation organizations. Texas Administrative Code, §2.5(a)(10), requires the Coordinating Board to consider past compliance history in the evaluation of new degree program proposals.

Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rule. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rule.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be increased transparency for Texas students, families, and the Coordinating Board regarding an institution's accreditation status. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rule; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at AHAComments@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the Texas Register.

The new section is proposed under Texas Education Code, Sections 61.051 and 61.003(13), which provides the Coordinating Board with authority to coordinate higher education and designate recognized accreditation organizations.

The proposed new section affects Texas Education Code, Sections 61.051 and 61.003(13).

§4.193. Accreditation Status Notification Requirements.

- (a) An institution of higher education that receives any action from a recognized accrediting organization under §4.192 of this subchapter (relating to Recognized Accrediting Organizations), must notify the Board regarding the action in a manner prescribed by the Board.
- (b) Institutions of higher education shall provide the notification to the Board within thirty days of receiving formal notice of the action from the recognized accrediting organization.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson General Counsel Texas Higher Education Coordinating Board Earliest possible date of adoption: November 9, 2025 For further information, please call: (512) 427-6182



SUBCHAPTER AA. TEXAS FIRST EARLY HIGH SCHOOL COMPLETION PROGRAM

19 TAC §§4.400 - 4.405

TRD-202503476

The Texas Higher Education Coordinating Board (Coordinating Board) proposes new rules in Texas Administrative Code, Title 19, Part 1, Chapter 4, Subchapter AA, §§4.400 - 4.405, concerning the Texas First Early High School Completion Program. Specifically, this new section will reconstitute the current Chapter 21, Subchapter D, with no substantive changes except to exclude provisions in §4.404 (relating to Notice to Students) that refer to required actions in the 2022 - 2023 school year.

The Coordinating Board is authorized by Texas Education Code (TEC), §28.0253, to adopt rules relating to the Texas First Early High School Completion Program.

Rule 4.400, Authority and Purpose, confirms the authority and purpose of the Program, as provided in TEC, §28.0253(b)(c).

Rule 4.401, Definitions, provides definitions for the Program, as included in TEC, §28.0253(a).

Rule 4.402, Eligibility for Texas First Diploma, provides the minimum criteria by which students demonstrate eligibility for the Program, including high school credits, minimum Grade Point Average, and achieving an overall minimum score on one of five assessments or achieving a Grade Point Average that ranks the student in the top ten percent of the student's class. Institutions and the Commissioner of Higher Education jointly developed and recommended these cut points as those that distinguish students who are college ready and prepared for post-secondary success. Allowing a student to meet the requirement based on class rank

or assessment scores provides for a more holistic view of readiness.

Rule 4.402 also provides the assessments and related standards and competencies that demonstrate a student's mastery of each subject area for which the Coordinating Board and Commissioner of Higher Education have adopted college readiness standards, plus a language other than English, as required in TEC, §28.0253(c). It provides a process by which a student verifies eligibility for the Program and codification on the student's transcript. These standards align to scores established by the Coordinating Board to define college readiness and provide for the use of assessments and scores commonly used by institutions to place students in college-level course work.

Rule 4.403, Diploma Equivalency, verifies that the diploma awarded through this program is equivalent to the distinguished level of achievement, as required in TEC, §28.0253(f).

Rule 4.404, Notice to Students, provides a notification requirement by the high school to its students and their parents or guardians listing the eligibility requirements for the Program, including the requirement for the student to provide official copies of applicable assessments to receive credit, as required in TEC, §28.0253(g). Provisions related specifically to the 2022 - 2023 school year have been removed.

Rule 4.405, Satisfaction of Other Requirements, confirms that students who meet all the Program requirements according to §21.52 (relating to Eligibility for Texas First Diploma) have met the requirements of the Texas Success Initiative according to TEC, Chapter 51, and the initial eligibility requirements of the Toward Excellence, Access, and Success (TEXAS) Grant program, as authorized under TEC, §56.3041.

Daniel Perez, Assistant Deputy Commissioner for Academic and Workforce Initiatives, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rule. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rule.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Daniel Perez, Assistant Deputy Commissioner for Academic and Workforce Initiatives, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be the improved rule clarity by relocating the existing rule to a more appropriate location. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;

- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rule; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Daniel Perez, Assistant Deputy Commissioner for Academic and Workforce Initiatives, P.O. Box 12788, Austin, Texas 78711-2788, or via email at StudentSuccess@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The new section is proposed under Texas Education Code, Section 28.0253, which provides the Coordinating Board with the authority to adopt rules relating to the Texas First Early High School Completion Program.

The proposed new section affects Texas Administrative Code, Title 19, Part 1, Chapter 4.

§4.400. Authority and Purpose.

- (a) Authority. The authority for this subchapter is Texas Education Code, §28.0253, establishing the Texas First Early High School Completion Program to allow public high school students who demonstrate early readiness for college to graduate early from high school.
- (b) Purpose. The purpose of the Texas First Early High School Completion Program, in conjunction with the Texas First Scholarship Program established under Texas Education Code, chapter 56, subchapter K-1, is to promote efficiency in the state public education system and incentivize the enrollment of high performing students at eligible institutions within the state of Texas.

§4.401. Definitions.

The following words and terms, when used in this subchapter, shall have the following meanings, unless otherwise defined in the subchapter:

- (1) Coordinating Board--The agency known as the Texas Higher Education Coordinating Board, including agency staff.
- (2) Eligible Institution--An institution of higher education according to Texas Education Code, §61.003.
- (3) Institution of Higher Education--An institution of higher education according to Texas Education Code, §61.003.
- (4) Open-Enrollment Charter--Has the meaning assigned by Texas Education Code, §12.002(3) and subchapter D.
- (5) Program--The Texas First Early High School Completion Program established under this section includes an open-enrollment charter high school or high school that is within a Texas school district.

§4.402. Eligibility for Texas First Diploma.

- (a) Notwithstanding any other state or local law, a school district or open-enrollment charter school shall allow a student to graduate and receive a high school diploma under the Texas First Early High School Completion Program if the student meets the criteria established in paragraphs (1) and (2) of this subsection. A student who achieves a required score on an assessment to meet the requirement of any one of paragraphs (1) and (2) of this subsection, shall be allowed to use that same assessment to meet the requirement of another section if the student's score meets the required minimum for each section.
- (1) The student has met the following minimum criteria at the time of graduation:

- (A) Earned at least twenty-two (22) high school credits by any permissible method, including credit by examination;
- (B) Earned a final Grade Point Average equivalent to 3.0 on a 4.0 scale;
- (C) Earned an overall scaled score in at least the 80th percentile on one or more of the following assessments: ACT, SAT, PSAT/NMSQT, TSIA/TSIA2, or GED, or alternatively, has a grade point average in the top ten percent of the student's current class during the current or semester prior to the counselor's or administrator's verification under subsection (b) of this section of a student's eligibility for early graduation under the Program; and
- (D) Completed the requirement for the State of Texas Assessments of Academic Readiness End-of-Course (STAAR EOC) examinations for English I or II, Algebra I, and Biology by one of the following methods:
- (i) If the student has taken the STAAR EOC for English I or II, Algebra I, and Biology, the student has achieved the satisfactory level of performance as defined by the Commissioner of Education; or
- (ii) If the student has not taken the required STAAR EOC assessment for English I or II, Algebra I, or Biology, the student has satisfied the STAAR EOC requirement by achieving a passing score on a substitute assessment for that subject area authorized under Texas Administrative Code, Title 19, Part 2, chapter 101, subchapter DD, §101.4002(b) (relating to State of Texas Assessments of Academic Readiness End-of-Course Substitute Assessments).
- (2) The student has demonstrated the student's mastery of each subject area of English/Language Arts, Mathematics, Science, Social Studies, and a language other than English through assessments or other means eligible institutions commonly use to place students in courses that may be credited toward degree program requirements. A student may demonstrate mastery of each subject area, as applicable, by meeting one or more of the following criteria:
- (A) Earning a score on the STAAR EOC assessment that meets the college readiness standards necessary to be exempt from application of the Texas Success Initiative as set out in §4.54 of this chapter (relating to Exemption);
- (B) Credit earned in a course in the core curriculum of an institution of higher education in which the student received at least a C; or
- (C) Meeting the standards on the assessments set out in Figure: 19 TAC §4.402(a)(2)(C). Figure: 19 TAC §4.402(a)(2)(C)
- (b) A counselor or administrator at the public school of a student who is eligible for early graduation under the Program must verify that the student meets the requirements in subsection (a)(1) and (2) of this section using a method established by the Coordinating Board prior to issuing a diploma to the student under this Program. A student is responsible for providing the official copy of the assessment results to their counselor or administrator to verify these requirements.
- (c) A school that issues a diploma under the Program shall require the minimum number of assessments to demonstrate that the student meets the criteria established in subsection (a)(1) and (2) of this section and may not require a student to take any other STAAR End-of-Course assessment to graduate under the Program, except as required by this section.

§4.403. Diploma Equivalency.

A student who graduates early through the Program is considered to have earned a diploma with a distinguished level of achievement under Texas Education Code, §28.025. The school district must provide each student who earns a Program diploma with a designation of distinguished level of achievement on the student's diploma.

§4.404. Notice to Students.

Each high school must provide a written notification to each high school student and the student's parent or guardian listing the eligibility criteria for the Texas First Early High School Completion Program and Texas First Scholarship Program. The school must provide the notice to each student and the student's parent or guardian upon the student's initial enrollment in high school. The notice must include information about the requirement that a student must provide an official copy of their assessment results and transcripts, as applicable, to receive credit for the assessments and credits required to receive early graduation from the Program.

§4.405. Satisfaction of Other Requirements.

- (a) A student who meets all Program requirements according to §4.402 of this subchapter (relating to Eligibility for Texas First Diploma) has met the requirements of the Texas Success Initiative according to Texas Education Code, chapter 51.
- (b) A student who meets all Program requirements according to §4.402 of this subchapter has met the initial eligibility requirements of the TEXAS Grant program, as authorized by the Toward EXcellence, Access, and Success Grant Program under the Texas Education Code, §56.3041.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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TRD-202503474 Nichole Bunker-Henderson General Counsel

Texas Higher Education Coordinating Board Earliest possible date of adoption: November 9, 2025 For further information, please call: (512) 427-6299

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CHAPTER 6. HEALTH EDUCATION, TRAINING, AND RESEARCH FUNDS SUBCHAPTER C. TOBACCO LAWSUIT SETTLEMENT FUNDS

19 TAC §6.73

The Texas Higher Education Coordinating Board (Coordinating Board) proposes the repeal of Texas Administrative Code, Title 19, Part 1, Chapter 6, Subchapter C, §6.73, concerning the Nursing, Allied Health and Other Health-Related Education Grant Program. Specifically, this repeal will improve organization and consistency for Coordinating Board grant program rules overall, and improve rules for the application, review, and awarding of funds for the Nursing, Allied Health and Other Health-Related Education Grant Program. New rules for this grant program were adopted by the Coordinating Board in October 2024 and are found in Texas Administrative Code, Title 19, Part 1, Chapter 10, Subchapter K, §§10.230 - 10.238.

The repeal is proposed under Texas Education Code, §63.201 - 63.203, which provides the Coordinating Board with the authority to administer the Nursing, Allied Health and Other Health-Related Education Grant Program.

Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rule. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rule.

There is no impact on small businesses, micro businesses, and rural communities

There is no anticipated impact on local employment.

Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be the improved organization and consistency for Coordinating Board grant program rules overall, and improved rules for the application, review, and awarding of funds from the Nursing, Allied Health and Other Health-Related Education Grant Program. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rule: and
- (8) the rules will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Elizabeth Mayer, Assistant Commissioner for Academic and Health Affairs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at AHAComments@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the Texas Register.

The repeal is proposed under Texas Education Code, Section 63.201 - 63.203, which provides the Coordinating Board with the authority to administer the Nursing, Allied Health and Other Health-Related Education Grant Program.

The proposed repeal affects Texas Administrative Code, Title 19, Part 1, Chapter 6, Subchapter C.

§6.73. Nursing, Allied Health and Other Health-Related Education Grant Program.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson
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CHAPTER 13. FINANCIAL PLANNING SUBCHAPTER G. TUITION AND FEES

19 TAC §13.129

The Texas Higher Education Coordinating Board (Coordinating Board) proposes new rules in Texas Administrative Code, Title 19, Part 1, Chapter 13, Subchapter G, §13.129, concerning Refund of Tuition and Mandatory Fees at Public Junior Colleges, State Colleges, and Technical Institute. Specifically, this new section will provide for the minimum schedule of tuition refunds to be made by public junior colleges, state colleges, and technical institutions to students depending on the length of the academic term and the class day on which the student withdraws from the course. The Coordinating Board is authorized by Texas Education Code, §130.009, to adopt rules relating to the uniform dates for adding or dropping a course.

Rule 13.129, Refund of Tuition and Fees at Public Junior Colleges, State Colleges, and Technical Institute, is created. It is the reconstituted §21.5, with several notable changes.

Subsection (a) provides the statutory authority for the section. Subsection (b) relates to the tuition and mandatory fee refund schedule used by junior colleges, state colleges, and technical institutions when students drop courses or withdraw. It is the reconstituted §21.5(a), with notable changes. First, the refund schedule is presented entirely in the Figure, to simplify the rule. Second, Subsection (b)(1) specifies that the rule definition for "class day" in §13.1, applies in the implementation of the subsection. Finally, the authorization of a matriculation fee is not included, as it is topically outside the scope of the rule.

Subsection (c) provides for the managing of refunds or additional charges when a student adds or drops courses before the census date. It is the reconstituted §21.5(c).

Subsection (d) provides for refunds in the situation in which tuition and mandatory fees were paid by a sponsor, donor, or scholarship through the institution. It is the reconstituted §21.5(e).

Subsection (e) provides for circumstances in which a student withdraws due to active duty military service. It is the reconstituted §21.5(g).

Dr. Charles W. Contero-Puls, Assistant Commissioner for Student Financial Aid Programs, has determined that for each of the first five years the section is in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rule. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rule. There are no estimated losses or

increases in revenue to the state or to local governments as a result of enforcing or administering the rule.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Dr. Charles W. Contero-Puls, Assistant Commissioner for Student Financial Aid Programs, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be the improved rule clarity by relocating an existing rule to a more appropriate location. There are no anticipated economic costs to persons who are required to comply with the section as proposed.

Government Growth Impact Statement

- (1) the rule will not create or eliminate a government program;
- (2) implementation of the rule will not require the creation or elimination of employee positions;
- (3) implementation of the rule will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rule will not require an increase or decrease in fees paid to the agency;
- (5) the rule will not create a new rule;
- (6) the rule will not limit an existing rule;
- (7) the rule will not change the number of individuals subject to the rule; and
- (8) the rule will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Dr. Charles W. Contero-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The new section is proposed under Texas Education Code, Section 130.009, which provides the Coordinating Board with the authority to adopt rules relating to the uniform dates for adding or dropping a course.

The proposed new section affects Texas Administrative Code, Title 19, Part 1, Chapter 13, Subchapter G.

§13.129. Refund of Tuition and Mandatory Fees at Public Junior Colleges, State Colleges, and Technical Institute.

- (a) Authority. Authority for this section is Texas Education Code, §130.009.
- (b) Refund Schedule. A public junior college, public state college, or public technical institute, collectively public two-year college as defined in §13.1(29) of this chapter (relating to Definitions), as soon as practicable, shall at a minimum refund tuition and mandatory fees in excess of the minimum tuition collected for courses from which the students drop or withdraw, according to the schedule provided in the Figure: 19 TAC §13.129(b).

Figure: 19 TAC §13.129(b)

"class day" in §13.1 of this chapter in applying the provisions of this subsection.

- (2) A public two-year college shall apply the percentages indicated in the Figure: 19 TAC §13.129(b) to the tuition and mandatory fees collected for each course from which the student is withdrawing.
- (3) A public two-year college may not delay a refund on the grounds that the student may withdraw from the public two-year college later in the semester or term.
- (c) Prior to the census date, a public two-year college may allow hours to be dropped and re-added without penalty to the student if the exchange is an equal one. When the charges for dropped hours are greater than for the hours added, the public two-year college shall apply the refund policy outlined in subsection (b) of this section for the net charges being dropped. If the charges for hours being added exceed the charges for hours being dropped, the student must pay the net additional charges.
- (d) A public two-year college shall refund tuition and mandatory fees paid by a sponsor, donor, or scholarship to the source rather than directly to the student who has withdrawn if the funds were made available through the public two-year college.
- (e) If a student withdraws because the student is called into active military service, the public two-year college, at the student's option, shall:
- (1) refund the tuition and fees paid by the student for the semester in which the student withdraws;
- (2) grant a student, who is eligible under the public twoyear college's guidelines, an incomplete grade in all courses by designating "withdrawn-military" on the student's transcript; or
- (3) as determined by the instructor, assign an appropriate final grade or credit to a student who has satisfactorily completed a substantial amount of course work and who has demonstrated sufficient mastery of the course material.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson
General Counsel
Texas Higher Education Coordinating Board
Earliest possible date of adoption: November 9, 2025
For further information, please call: (512) 427-6365

CHAPTER 21. STUDENT SERVICES SUBCHAPTER A. GENERAL PROVISIONS

19 TAC §21.5

The Texas Higher Education Coordinating Board (Coordinating Board) proposes the repeal of Texas Administrative Code, Title 19, Part 1, Chapter 21, Subchapter A, §21.5, concerning Refund of Tuition and Fees at Public Community/Junior and Technical Colleges. Specifically, this repeal will allow for the rule to be relocated to Chapter 13, Subchapter G, relating to Tuition and Fees.

The Coordinating Board is authorized by Texas Education Code, §130.009, to adopt rules relating to uniform dates for adding or dropping courses.

Dr. Charles W. Contero-Puls, Assistant Commissioner for Student Financial Aid Programs, has determined that for each of the first five years the section is in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rule. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rule. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rule.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Dr. Charles W. Contero-Puls, Assistant Commissioner for Student Financial Aid Programs, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be the improved rule clarity by relocating an existing rule to a more appropriate location. There are no anticipated economic costs to persons who are required to comply with the section as proposed.

Government Growth Impact Statement

- (1) the rule will not create or eliminate a government program;
- (2) implementation of the rule will not require the creation or elimination of employee positions;
- (3) implementation of the rule will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rule will not require an increase or decrease in fees paid to the agency;
- (5) the rule will not create a new rule;
- (6) the rule will not limit an existing rule;
- (7) the rule will not change the number of individuals subject to the rule; and
- (8) the rule will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Dr. Charles W. Contero-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The repeal is proposed under Texas Education Code, Section 130.009, which provides the Coordinating Board with the authority to adopt rules relating to uniform dates for adding or dropping courses.

The proposed repeal affects Texas Administrative Code, Title 19, Part 1, Chapter 21, Subchapter A.

§21.5. Refund of Tuition and Fees at Public Community/Junior and Technical Colleges.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson

General Counsel

Texas Higher Education Coordinating Board

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SUBCHAPTER D. TEXAS FIRST EARLY HIGH SCHOOL COMPLETION PROGRAM

19 TAC §§21.50 - 21.55

The Texas Higher Education Coordinating Board (Coordinating Board) proposes the repeal of Texas Administrative Code, Title 19, Part 1, Chapter 21, Subchapter D, §§21.50 - 21.55, concerning Texas First Early High School Completion Program. Specifically, this repeal will allow for the relocation of these rules to Chapter 4, Subchapter AA.

The Coordinating Board is authorized by Texas Education Code, §28.0253, to adopt rules relating to the Texas First Early High School Completion Program.

Daniel Pérez, Assistant Deputy Commissioner for Academic and Workforce Initiatives, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rule. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rule.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Daniel Pérez, Assistant Deputy Commissioner for Academic and Workforce Initiatives, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be the improved rule clarity through relocation of the rule to a more appropriate and accessible location. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rule; and

(8) the rules will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Daniel Pérez, Assistant Deputy Commissioner for Academic and Workforce Initiatives, P.O. Box 12788, Austin, Texas 78711-2788, or via email at StudentSuccess@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The repeal is proposed under Texas Education Code, Section 28.0253, which provides the Coordinating Board with the authority to adopt rules relating to the Texas First Early High School Completion Program.

The proposed repeal affects Texas Administrative Code, Title 19, Part 1, Chapter 21, Subchapter D.

- §21.50. Authority and Purpose.
- *§21.51. Definitions.*
- §21.52. Eligibility for Texas First Diploma.
- §21.53. Diploma Equivalency.
- §21.54. Notice to Students.
- §21.55. Satisfaction of Other Requirements.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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TRD-202503451 Nichole Bunker-Henderson General Counsel

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SUBCHAPTER H. INDIVIDUAL DEVELOPMENT ACCOUNT INFORMATION PROGRAM

19 TAC §§21.191 - 21.193

The Texas Higher Education Coordinating Board (Coordinating Board) proposes the repeal of Texas Administrative Code, Title 19, Part 1, Chapter 21, Subchapter H, §§21.191 - 21.193, concerning Individual Development Account Information Program. Specifically, this repeal will eliminate these rules, which were determined to be unnecessary during the Coordinating Board's four-year rule review of the subchapter.

The Coordinating Board is authorized by Texas Education Code, §61.0817, to adopt rules relating to the Individual Development Account Information Program.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rule. There are no estimated losses

or increases in revenue to the state or to local governments as a result of enforcing or administering the rule.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be the elimination of unnecessary rules. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rule; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The repeal is proposed under Texas Education Code, Section 61.0817, which provides the Coordinating Board with the authority to adopt rules relating to the Individual Development Account Information Program.

The proposed repeal affects Texas Administrative Code, Title 19, Part 1, Chapter 21, Subchapter H.

§21.191. Authority and Purpose.

§21.192. Definitions.

§21.193. Reporting Requirements.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson

General Counsel

Texas Higher Education Coordinating Board

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SUBCHAPTER T. THE VACCINATION AGAINST BACTERIAL MENINGITIS FOR ENTERING STUDENTS AT PUBLIC AND PRIVATE OR INDEPENDENT INSTITUTIONS OF HIGHER EDUCATION

19 TAC §§21.610 - 21.614

The Texas Higher Education Coordinating Board (Coordinating Board) proposes the repeal of Texas Administrative Code, Title 19, Part 1, Chapter 21, Subchapter T, §§21.610 - 21.614, concerning The Vaccination Against Bacterial Meningitis for Entering Students at Public and Private or Independent Institutions of Higher Education. Specifically, this repeal will allow for the relocation of the rule to Chapter 3, Subchapter B.

The Coordinating Board is authorized by Texas Education Code, §51.9192, to adopt rules relating to the vaccination requirement against bacterial meningitis for certain students.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rule. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rule.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be the improved rule clarity through relocation of an existing rule to a more appropriate location. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rule; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or

via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The repeal is proposed under Texas Education Code, Section 51.9192, which provides the Coordinating Board with the authority to adopt rules relating to the vaccination requirement against bacterial meningitis for certain students.

The proposed repeal affects Texas Administrative Code, Title 19, Part 1, Chapter 21, Subchapter T.

§21.610. Purpose.

§21.611. Authority.

§21.612. Definitions.

§21.613. Immunization Requirement.

§21.614. Exceptions.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson

General Counsel

Texas Higher Education Coordinating Board

Earliest possible date of adoption: November 9, 2025

For further information, please call: (512) 427-6365

CHAPTER 22. STUDENT FINANCIAL AID

PROGRAMS SUBCHAPTER A. GENERAL PROVISIONS

19 TAC §§22.1, 22.2, 22.7

The Texas Higher Education Coordinating Board (Coordinating Board) proposes amendments to Texas Administrative Code, Title 19, Part 1, Chapter 22, Subchapter A, §22.1, §22.2, and §22.7, concerning General Provisions. Specifically, this amendment will update rule definitions and provisions to align with changes in federal law and other Coordinating Board rules.

The Coordinating Board is authorized by Texas Education Code, §56.0035, to adopt rules necessary to carry out the purposes of that chapter.

Rule 22.1, Definitions, is amended to add a definition for "Federal Pell Grant Student Aid Index Cap or Federal Pell Grant Eligibility Cap" and update a citation in the definition of "Resident of Texas." The term "Federal Pell Grant Student Aid Index Cap or Federal Pell Grant Eligibility Cap," which appears in multiple locations throughout Chapter 22, is defined as the maximum Pell Grant award in a given fiscal year, codifying current practice. This definition does not reflect a change in Coordinating Board administration of financial aid programs. The definition of "Resident of Texas" is updated by changing the rule citation, reflecting recent rule changes adopted by the Coordinating Board.

Rule 22.2, Timely Distribution of Funds, is amended to clarify that the rule also applies to funds disbursed through financial aid programs located in Chapter 24 (relating to Student Loan Programs), reflecting recent rule changes adopted by the Coordinating Board, and to amend the timely disbursement provision in subsection (a)(1) to refer to calendar days, rather than business days. This change aligns the timely disbursement timeline with other timely disbursement provisions in the section.

Rule 22.7, Financial Aid Uses, is amended to clarify that the rule also applies to funds disbursed through financial aid programs located in Chapter 24 (relating to Student Loan Programs), reflecting recent rule changes adopted by the Coordinating Board.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rules. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rules.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be the improved rule clarity and alignment with other Coordinating Board rules. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rule; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rules or information related to the cost, benefit, or effect of the proposed rules, including any applicable data, research or analysis, may be submitted to Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The amendment is proposed under Texas Education Code, Section 56.0035, which provides the Coordinating Board with the authority to adopt rules to adopt rules necessary to carry out the purposes of that chapter.

The proposed amendment affects Texas Administrative Code, Title 19, Part 1, Chapter 22, Subchapter A.

§22.1. Definitions.

The following words and terms, when used in chapter 22, shall have the following meanings, unless otherwise defined in a particular subchapter:

- (1) Academic Year--The combination of semesters defined by a public or private institution of higher education to fulfill the federal "academic year" requirement as defined by 34 CFR 668.3.
- (2) Attempted Semester Credit Hours--Every course in every semester for which a student has been registered as of the official Census Date, including but not limited to, repeated courses and courses the student drops and from which the student withdraws. For transfer students, transfer hours and hours for optional internship and cooperative education courses are included if they are accepted by the receiving institution towards the student's current program of study.
- (3) Board--The governing body of the agency known as the Texas Higher Education Coordinating Board.
- (4) Categorical Aid--Gift aid that the institution does not award to the student, but that the student brings to the school from a non-governmental third party.
- (5) Commissioner--The Texas Commissioner of Higher Education.
- (6) Coordinating Board--The agency known as the Texas Higher Education Coordinating Board, including agency staff.
- (7) Cost of Attendance/Total Cost of Attendance--An institution's estimate of the expenses incurred by a typical financial aid recipient in attending a particular institution of higher education. It includes direct educational costs (tuition and fees) as well as indirect costs (room and board, books and supplies, transportation, personal expenses, and other allowable costs for financial aid purposes).
- (8) Credit--College credit earned through the successful completion of a college career and technical education or academic course that fulfills specific requirements necessary to obtain an industry-recognized credential, certificate, associate degree, or other academic degree.
- (9) Degree or Certificate Program of Four Years or Less--A baccalaureate degree, associate degree, or certificate program other than a program determined by the Coordinating Board to require four years or more to complete.
- (10) Degree or Certificate Program of More Than Four Years--A baccalaureate degree or certificate program determined by the Coordinating Board to require more than four years to complete.
- (11) Encumber--Program funds that have been officially requested by an institution through procedures developed by the Coordinating Board.
- (12) Equivalent of a Semester Credit Hour--A unit of measurement for a continuing education course, determined as a ratio of one continuing education unit to ten contact hours of instruction, which may be expressed as a decimal. For the purpose of conversion, 1.6 continuing education units of instruction equals one semester credit hour of instruction. In a continuing education course, not fewer than sixteen contact hours are equivalent to one semester credit hour.
- (13) Expected Family Contribution (EFC)--A student's Student Aid Index, as the term is defined in this section.
- (14) Federal Pell Grant Student Aid Index Cap or Federal Pell Grant Eligibility Cap--The maximum Pell Grant amount allowed under federal law in a given fiscal year.
- (15) [(14)] Financial Need--The Cost of Attendance at a particular institution of higher education or private or independent in-

- stitution of higher education less the Student Aid Index as those terms are defined in this section.
- (16) [(15)] Forecast--The FORECAST function in Microsoft Excel, or a comparable forecasting function.
- (17) [(16)] Full-Time--For undergraduate students, enrollment or expected enrollment for the equivalent of twelve or more semester credit hours per semester. For graduate students, enrollment or expected enrollment for the normal full-time course load of the student's program of study as defined by the institution.
- (18) [(17)] General Academic Teaching Institution--As defined in Texas Education Code, §61.003.
- (19) [(18)] Gift Aid--Grants, scholarships, exemptions, waivers, and other financial aid provided to a student without a requirement to repay the funding or earn the funding through work.
- (20) [(19)] Graduate Student--A student who has been awarded a baccalaureate degree and is enrolled in coursework leading to a graduate or professional degree.
- (21) [(20)] Half-Time--For undergraduates, enrollment or expected enrollment for the equivalent of at least six but fewer than nine semester credit hours per regular semester. For graduate students, enrollment or expected enrollment for the equivalent of 50 percent of the normal full-time course load of the student's program of study as defined by the institution.
- (22) [(21)] Institution of Higher Education--As defined by Texas Education Code, §61.003.
- $(\underline{23})$ $[(\underline{22})]$ Medical or Dental Unit--As defined by Texas Education Code, $\S61.003$.
- (24) [(23)] Period of Enrollment--The semester or semesters within the current state fiscal year (September 1 August 31) for which the student was enrolled in an approved institution and met all eligibility requirements for financial assistance offered under this chapter.
- (25) [(24)] Private or Independent Institution of Higher Education--As defined by Texas Education Code, §61.003.
- (26) [(25)] Program Officer--The individual named by each participating institution's chief executive officer to serve as agent for the Coordinating Board. The Program Officer has primary responsibility for all ministerial acts required by the program, including the determination of student eligibility, selection of recipients, maintenance of all records, and preparation and submission of reports reflecting program transactions. Unless otherwise indicated by the institution's chief executive officer, the director of student financial aid shall serve as Program Officer.
- (27) [(26)] Public Junior College--As defined by Texas Education Code, §61.003.
- (28) [(27)] Public State College--As defined by Texas Education Code, §61.003.
- (29) [(28)] Public Technical Institute--As defined by Texas Education Code, §61.003.
- (30) [(29)] Resident of Texas--A resident of the State of Texas as determined in accordance with chapter 13 [21], subchapter 13 [B], of this title (relating to Determination of Resident Status). Non-resident students who are eligible to pay resident tuition rates are not residents of Texas.
- (31) [(30)] Semester--A payment period, as defined by 34 CFR 668.4(a) or 34 CFR 668.4(b)(1).

- (32) [(31)] Semester Credit Hour--A unit of measure of instruction, represented in intended learning outcomes and verified by evidence of student achievement, that reasonably approximates one hour of classroom instruction or direct faculty instruction and a minimum of two hours out of class student work for each week over a 15-week period in a semester system or the equivalent amount of work over a different amount of time. An institution is responsible for determining the appropriate number of semester credit hours awarded for its programs in accordance with Federal definitions, requirements of the institution's accreditor, and commonly accepted practices in higher education.
- (33) [(32)] Student Aid Index (SAI)--A measure utilized to calculate a student's financial need as regulated and defined by the methodology used for federal student financial aid.
- (34) [(33)] Three-Quarter-Time--For undergraduate students, enrollment or expected enrollment for the equivalent of at least nine but fewer than twelve semester credit hours per semester. For graduate students, enrollment or expected enrollment for the equivalent of 75 percent of the normal full-time course load of the student's program of study as defined by the institution.
- (35) [(34)] Undergraduate Student--An individual who has not yet received a baccalaureate degree.
- §22.2. Timely Distribution of Funds.
- (a) All institutions participating in the financial aid programs outlined in chapter 22 and chapter 24 of this title (relating to Student Loan Programs), unless otherwise specified, shall follow the guidelines for the timely distribution of funds, as outlined in this section:
- (1) Timely Disbursement. Institutions shall disburse state student financial aid funding to a student recipient's account or, in the case of work-study, through a paycheck, no later than three business days after receiving the funds. Institutions must return undisbursed [Undisbursed] funds [must be returned] to the Coordinating Board no later than ten calendar [six business] days after the receipt of funds. Institutions [Gift aid and work-study funds for which a student is no longer eligible [be disbursed] to a different eligible student for whom funds have not yet been requested in order to meet the timely disbursement requirement.
- (2) Timely Determination of Ineligibility. For state student financial aid funding already disbursed to a student, except work study, institutions shall return funds to the Coordinating Board within forty-five calendar days of a student becoming ineligible for the funding. Gift aid funds for which a student has been determined ineligible may be disbursed to a different eligible student for whom funds have not yet been requested in order to meet the timely determination of ineligibility requirement. In all cases, an institution must provide notification to the Coordinating Board regarding the change in student eligibility, as appropriate for the particular student financial aid program.
- (3) Timely Cancellation. For state student financial aid funds already disbursed to a student, except work-study, institutions may return funds to the Coordinating Board within 120 calendar days of disbursement in situations where a student has notified the institution of his or her decision to cancel the financial aid. Gift aid funds for which a student has made the decision to cancel may be disbursed to a different eligible student for whom funds have not yet been requested in order to meet the timely cancellation requirement. In all cases, an institution must provide notification to the Coordinating Board regarding the student's decision to cancel financial aid, as appropriate for the particular student financial aid program.

- (b) Re-offering of funds. Funds made available from financial aid adjustments, as detailed in §22.8 of this subchapter (relating to Financial Aid Adjustments) are subject to the requirements of timely determination of ineligibility in subsection (a)(2) of this section.
 - (c) Late Disbursements of Gift Aid.
- (1) A student may receive a gift aid disbursement after the end of his/her period of enrollment if the student:
- (A) Owes funds to the institution for the period of enrollment for which the grant is being made; or
- (B) Received a student loan that is still outstanding for the period of enrollment.
- (2) Funds that are disbursed after the end of the student's period of enrollment must be used to either pay the student's outstanding balance from his/her period of enrollment at the institution or to make a payment against an outstanding student loan received during that period of enrollment. Under no circumstances are funds to be released to the student.
- (3) The institution shall retain documentation proving the late-disbursed funds were used to make a payment against an outstanding balance at the institution from the relevant period of enrollment and/or to make a payment against an outstanding loan taken out for the period of enrollment.
- (4) Unless granted an extension by the Coordinating Board, late disbursements must be processed prior to the end of the state fiscal year for which the funds were allocated to the institution.

§22.7. Financial Aid Uses.

Neither an institution nor a student may use financial assistance offered through programs in chapter 22 or chapter 24 of this title (relating to Student Loan Programs) [this ehapter] for any purpose other than paying for any usual and customary cost of attendance incurred by the student related to enrollment at a participating institution of higher education for the academic year for which funding was offered.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson
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SUBCHAPTER M. TEXAS EDUCATIONAL OPPORTUNITY GRANT PROGRAM

19 TAC §§22.255, 22.260, 22.261, 22.264

The Texas Higher Education Coordinating Board (Coordinating Board) proposes amendments to Texas Administrative Code, Title 19, Part 1, Chapter 22, Subchapter M, §§22.255, 22.260, 22.261, and §22.264, concerning the Texas Educational Opportunity Grant Program. Specifically, this amendment will modify rules relating to eligible institutions, grant priorities, grant amounts, and allocation of funds to ensure alignment with

statutory changes made by House Bill (HB) 3204, 89th Texas Legislature, Regular Session., which became effective September 1, 2025, as well as Riders 25 and 26 in the Coordinating Board's bill pattern of the General Appropriations Act, Senate Bill (SB) 1, 89th Texas Legislature, Regular Session.

The Coordinating Board is authorized by Texas Education Code, §56.403, to adopt rules relating to the Program.

Rule 22.255, Eligible Institutions, is amended to include the Polytechnic College at Sam Houston State University as an eligible institution for the Program, as directed by the provisions of HB 3204, 89th Texas Legislature, Regular Session.

Rule 22.260, Priorities in Grants to Students, is amended to accomplish the directives of Riders 25 and 26 of the General Appropriations Act, which direct the Coordinating Board to "coordinate with eligible institutions to distribute funds...to those institutions in a manner that ensures that each eligible student who graduates in the top 25 percent of the student's high school graduating class receives an initial grant for the 2026-2027 academic year." After consulting with eligible institutions, the Coordinating Board determined that appropriated funding for the Program is sufficient to accomplish the intent of the riders without modifying the allocation methodology. Accordingly, Subsection (b) is added to the rule to include a student graduating in the top 25 percent of his/her graduating class as an awarding priority. The specific phrasing of the subsection aligns with the provisions of Texas Education Code, §51.803, Automatic Admission: All Institutions. Subsection (e) is added to specify that institutions shall ensure eligible students meeting the top 25 percent standard and who have a Student Aid Index below 60 percent of the statewide average of tuition and fees at general academic teaching institutions receive an initial grant, thus clarifying how institutions may consider the various awarding priorities and maintain compliance with Riders 25 and 26.

Rule 22.261, Grant Amounts, is amended to specify how the Polytechnic College at Sam Houston State University is to be considered for programmatic purposes. As a college within a general academic teaching institution, which are not generally eligible to participate in the Program, the Polytechnic College does not meet any of the definitions for public junior college, public state college, or public technical institution upon which the rule relies. In reviewing the programmatic offering, tuition rates, and other factors, the Coordinating Board determined that the Polytechnic College most closely resembles public technical institutions. Subsection (a)(2) is amended to reflect this determination for the purposes of setting the maximum grant for students of the institution. Subsection (d) is updated with a more specific reference to rules in the chapter's General Provisions.

Rule 22.264, Allocation of Funds - Public Technical and State Colleges, is amended to include references to the Polytechnic College at Sam Houston State University, which will again be treated as a public technical institution for this purpose.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rules. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rules.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has also determined that for each year of the first five years the sections are in effect, the public benefit anticipated as a result of administering the sections will be the alignment with statutory and appropriations requirements. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rules; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rules or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*..

The amendment is proposed under Texas Education Code, Section 56.403, which provides the Coordinating Board with the authority to adopt rules relating to the Program.

The proposed amendment affects Texas Administrative Code, Title 19, Part 1, Chapter 22, Subchapter M.

§22.255. Eligible Institutions.

(a) Eligibility.

- (1) Any public junior college, public technical institute, and public state college, as defined in §22.1 of this chapter (relating to Definitions), or the Polytechnic College at Sam Houston State University, is eligible to participate in the Program.
- (2) No participating institution may, on the grounds of race, color, national origin, gender, religion, age, or disability exclude an individual from participation in, or deny the benefits of the Program described in this subchapter.
- (3) Each participating institution must follow the Civil Rights Act of 1964, Title VI (Public Law 88-352) in avoiding discrimination in admissions or employment.

(b) Approval.

(1) Agreement. Each eligible institution must enter into an agreement with the Coordinating Board, the terms of which shall be prescribed by the Commissioner, prior to being approved to participate in the Program.

- (2) Approval Deadline. An institution must indicate an intent to participate in the Program by June 1 and enter into an agreement with the Coordinating Board by August 31 in order for qualified students enrolled in that institution to be eligible to receive grants in the following biennium.
- (c) Responsibilities. Participating institutions are required to abide by the General Provisions outlined in subchapter A of this chapter.
- §22.260. Priorities in Grants to Students.
- (a) If funds available for the Program are insufficient to allow grants to all eligible students, continuation grants will be given priority.
- (b) In determining who should receive an initial year grant, an institution shall give priority to those students who graduated with a grade point average in the top 25 percent of their high school graduating class in one of the two prior academic years.
- (c) [(+++)] In determining who should receive an initial year grant, an institution shall give priority to those students who have a Student Aid Index that does not exceed 60 percent of the average statewide amount of tuition and fees for general academic teaching institutions for the relevant academic year.
- (d) [(e)] In determining who should receive an initial year grant, an institution shall give highest priority to students who demonstrate the greatest financial need at the time the grant is made.
- (e) Each institution shall ensure that an eligible student who is described by both subsections (b) and (c) of this section receives an initial grant under this subchapter.

§22.261. Grant Amounts.

- (a) Grant Amounts.
- (1) The Coordinating Board shall determine and announce the maximum grant amount in a given state fiscal year by January 31 of the prior fiscal year. The calculation of the maximum grant amount for a semester will be based on the average statewide amount of tuition and required fees at eligible institutions that a resident student enrolled full-time in an associate degree or certificate program measured in semester credit hours would be charged for that semester (Texas Education Code, §56.407).
- (2) In the Coordinating Board's determination of the maximum grant amount, the average amount of tuition and required fees is determined by institution type (public junior colleges, public state colleges, and public technical institutes), utilizing the most recent Integrated Fiscal Reporting System reports to project the value. The Polytechnic College at Sam Houston State University is considered a public technical institute for this purpose.
- (b) The amount of a grant offered by the institution may not be reduced by any gift aid for which the person receiving the grant is eligible, unless the total amount of a person's grant plus any gift aid received exceeds the student's cost of attendance. However, no student's grant shall be greater than the amount of the student's financial need.
- (c) A participating [An approved] institution may not charge a person receiving a grant through that institution an amount of tuition and required fees in excess of the grant received by the person. Nor may it deny admission to or enrollment in the institution based on a person's eligibility to receive or actual receipt of a grant. If an institution's tuition and fee charges exceed the grant, it may address the shortfall in one of two ways:
- (1) use other available sources of financial aid to cover any difference in the amount of the grant and the student's actual amount

of tuition and required fees at the institution, provided that the other available sources of financial aid do not include a loan; or

- (2) exempt the excess charges for the student. However, if an exemption is used, the institution may not report the recipient's tuition and fees in a way that would increase the general revenue appropriations to the institution.
- (d) Grant calculations are to be completed in accordance with §22.8 of this chapter (relating to Financial Aid Adjustments) [subchapter A of this chapter (relating to General Provisions)].
- §22.264. Allocation of Funds Public Technical and State Colleges.
- (a) Allocations for public state colleges, public technical institutes, and the Polytechnic College at Sam Houston State University are to be determined on an annual basis as follows:
- (1) The allocation base for each eligible institution will be the number of students it reported in the most recent certified Financial Aid Database submission who met the following criteria:
- (A) were classified as residents of Texas, as defined in §22.1 of this chapter (relating to Definitions);
- (B) were enrolled as undergraduates in an associate degree or certificate program half-time, three-quarter time, or full-time, with full-time students weighted as 1, three-quarter time students weighted as 0.75, and half-time students weighted as 0.50, as reported in the Financial Aid Database submission; and
- (C) have a 9-month Student Aid Index, calculated using federal methodology, less than or equal to the Federal Pell Grant eligibility Student Aid Index cap for the year reported in the Financial Aid Database submission.
- (2) Each institution's percent of the available funds will equal its percent of the state-wide need as determined by multiplying each institution's enrollments by the respective grant maximums of students who meet the criteria in paragraph (1) of this subsection.
- (3) Allocations for both years of the state appropriations' biennium will be completed at the same time. The three most recent certified Financial Aid Database submissions will be utilized to forecast the data utilized in the calculation of the allocation for the second year of the biennium. Institutions will receive notification of their allocations for both years of the biennium at the same time.
- (4) Verification of Data. Allocation calculations will be shared with all participating institutions for comment and verification prior to final posting, and the institutions will be given 10 working days, beginning the day of the notice's distribution and excluding State holidays, to confirm that the allocation report accurately reflects the data they submitted or to advise the Coordinating Board of any inaccuracies.

(b) Reductions in Funding.

- (1) If annual funding for the Program is reduced after the start of a fiscal year, the Coordinating Board may take steps to help distribute the impact of reduced funding across all participating institutions by an across-the-board percentage decrease in all institutions' allocations.
- (2) If annual funding is reduced prior to the start of a fiscal year, the Coordinating Board may recalculate the allocations according to the allocation methodology outlined in this rule for the affected fiscal year based on available dollars.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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SUBCHAPTER O. TEXAS LEADERSHIP RESEARCH SCHOLARS PROGRAM

19 TAC §22.302, §22.310

The Texas Higher Education Coordinating Board (Coordinating Board) proposes amendments to Texas Administrative Code, Title 19, Part 1, Chapter 22, Subchapter O, §22.302 and §22.310, concerning the Texas Leadership Research Scholars Program. Specifically, this amendment will clarify that scholarships are limited to four years per student and per program, guarantees at least one research scholarship per eligible institution if funding is sufficient, and prohibits any rules that may restrict or give preference to any general academic institution. The amendment also addresses changes in deadlines for intent to participate.

The Coordinating Board is authorized to adopt rules as necessary by Texas Education Code, §61.897. The revisions implement statutory amendments passed by the 89th Texas Legislature. Specifically, this amendment will update Coordinating Board rules to accurately reflect changes made by Senate Bill (SB) 2055, 89th Texas Legislature, Regular Session. SB 2055, amended Texas Education Code, §61.897, to specify that a student is ineligible to receive funding from either the Undergraduate or the Graduate scholarship program for more than four academic years per program, that eligible institutions receive at least one research scholarship award, and that no administrative rules may be adopted that impose limits on, or grant preference to, any general academic institution.

Rule 22.302, Eligible Institutions, provides the responsibilities and deadlines for participating eligible institutions to follow. Specifically, the amended section removes a provision that is no longer relevant since the academic year has passed and updates the deadline for institutions to indicate their intent to participate by December 15.

Rule 22.310, Scholarship Amounts and Allocation of Funds, outlines the scholarship amounts and how the Coordinating Board will allocate the funds to institutions. Specifically, the amended section removes old allocation methodologies and clarifies that eligible institutions will receive at least one research scholarship award.

Daniel Pérez, Assistant Deputy Commissioner for Academic and Workforce Initiatives, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rule. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rule.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Daniel Pérez, Assistant Deputy Commissioner for Academic and Workforce Initiatives, has also determined that for each year of the first five years the section is in effect, the public benefit anticipated as a result of administering the section will be the increase in number of high-achieving, economically disadvantaged students who pursue higher education opportunities that may not have been able to afford or access otherwise. There are no anticipated economic costs to persons who are required to comply with the sections as proposed. Participation in the Texas Leadership Research Scholars program is voluntary.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rule; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Daniel Pérez, Assistant Deputy Commissioner for Academic and Workforce Initiatives, P.O. Box 12788, Austin, Texas 78711-2788, or via email at StudentSuccess@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The amendment is proposed under Texas Education Code, Section 61.897, as amended by Senate Bill 2055, which provides the Coordinating Board with the authority to adopt rules as necessary to implement the Texas Leadership Research Scholars Program.

The proposed amendment affects Texas Education Code, subchapter T-3, and 19 Texas Administrative Code Chapter 22, Subchapter O.

- §22.302. Eligible Institutions.
- (a) Eligible Institution means a general academic teaching institution that awarded at least one research doctoral degree in the most recent year used by the Commissioner to make an allocation under §22.310 of this subchapter (relating to Scholarship Amounts and Allocation of Funds).
- (b) [(a)] Responsibilities. A participating eligible institution is required to:
- (1) Abide by the General Provisions outlined in subchapter A of this chapter (relating to General Provisions);
- (2) Have and comply with policies that prohibit discrimination against or deny participation in or the benefits of the Program described in this subchapter on the basis of race, color, national origin, gender, religion, age, or disability;

- (3) Comply with the Civil Rights Act of 1964, Title VI (Public Law 88-353) in avoiding discrimination in admissions or employment; and
- (4) Provide all reports regarding the program to the Coordinating Board or Administrator.

(c) [(b)] Approval.

(1) Agreement. Each eligible institution must enter into an agreement with the Coordinating Board, the terms of which shall be prescribed by the Commissioner, prior to receiving a disbursement of funds through the Program.

(2) Approval Deadline.

- [(A)] Each eligible institution must indicate an intent to participate in the Program by emailing the Administrator by <u>December</u> [June] 15 and enter into an agreement with the Coordinating Board by August 31 for qualified students enrolled in that institution to be eligible to receive scholarships in the following fiscal year.
- [(B) Notwithstanding paragraph (2)(A) of this subsection, for the 2024-25 academic year, an eligible institution may indicate intent to participate in the program by the administrative deadline established by the Commissioner.]
- §22.310. Scholarship Amounts and Allocation of Funds.
- (a) Funding. The Coordinating Board may not award through this Program an amount that exceeds the amount of state appropriations and other funds that are available for this use.

(b) Scholarship Amounts.

- (1) The Commissioner shall establish the amount of each Research Scholarship in an academic year that is 150% of the average of the amount of the Leadership Scholarships awarded across participating eligible [public research and public emerging research] institutions under subchapter N of this chapter (relating to Texas Leadership Scholars Grant Program), based on available appropriations for the Program. The Scholarship may be applied toward housing, food, or other costs of attendance allowed under the Program, at the participating eligible institution as approved by the Coordinating Board.
- (2) An <u>eligible</u> [Eligible] institution may not reduce the amount of a scholarship by any gift aid for which the Research Scholar receiving the scholarship is eligible unless the total amount of a Research Scholar's scholarship plus any gift aid received exceeds the Research Scholar's cost of attendance.
- (3) An <u>eligible</u> [Eligible] institution shall ensure each Research Scholar receives the scholarship awarded under the program for four (4) years so long as the scholar maintains eligibility set forth in §22.303(b) of this subchapter (relating to Eligible Students).

(c) Allocation of Funds.

- (1) The Commissioner shall determine and announce the number of initial scholarships available to each participating eligible institution by January 31 of the prior fiscal year set forth in §22.303(a) of this subchapter, based on the following criteria:
- (A) If there is sufficient funding to award one initial scholarship to each eligible institution in a given fiscal year, the Commissioner shall award at least one initial scholarship to each eligible institution;
- [(A) If there is sufficient funding to award more than seventy-five (75) initial Scholarships in a given fiscal year, the Coordinating Board shall award initial Scholarships to each eligible institution based on each eligible institution's share of awarded research doctoral degrees calculated using the most recent year available of data reported

by the National Science Foundation in the annual Survey of Earned Doctorates; and]

- (B) If there are remaining initial scholarships available in a given fiscal year, the Commissioner shall award remaining initial scholarships to each eligible institution based on each eligible institution's share of awarded research doctoral degrees calculated using the most recent year available data reported by the National Science Foundation in the annual Survey of Earned Doctorates; and
- [(B) If there is funding to award seventy-five (75) initial Scholarships or fewer in a given fiscal year, the Coordinating Board shall divide the initial Scholarships in the following way:]
- f(i) 50% of available initial Scholarships will be allocated among public research universities based on each institution's share of awarded research doctoral degrees calculated using the most recent year available of data reported by the National Science Foundation in the annual Survey of Earned Doctorates; and
- f(ii) 50% of available initial Scholarships will be allocated among emerging research universities based on each institution's share of awarded research doctoral degrees calculated using the most recent year available of data reported by the National Science Foundation in the annual Survey of Earned Doctorates.]
- (C) If there is insufficient funding to award one initial scholarship to each eligible institution in a given fiscal year, the Commissioner shall divide the initial scholarships based on each institution's share of awarded research doctoral degrees calculated using the most recent year available data reported by the National Science Foundation in the annual Survey of Earned Doctorates.
- (2) The number of Scholarships allocated to each participating eligible institution for returning Research Scholars will be the number of Scholars eligible to receive the Scholarship set forth in §22.303(b) of this subchapter.
- (3) Each participating eligible institution will receive an annual allocation equal to the number of Scholarships allocated to the institution times the amount established in subsection (b) of this section.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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CHAPTER 23. EDUCATION LOAN REPAYMENT PROGRAMS SUBCHAPTER B. TEACH FOR TEXAS LOAN REPAYMENT ASSISTANCE PROGRAM

19 TAC §§23.32 - 23.35

The Texas Higher Education Coordinating Board (Coordinating Board) proposes amendments to Texas Administrative Code, Title 19, Part 1, Chapter 23, Subchapter B, §§22.32 - 22.35, concerning the Teach for Texas Loan Repayment Assistance Program. Specifically, this amendment will update definitions, clarify aspects of applicant eligibility, and update program prioritization rules for improved administration.

The Coordinating Board is authorized by Texas Education Code, §56.3575, to adopt rules relating to the Teach for Texas Loan Repayment Assistance Program.

Rule 23.32, Definitions, is amended by adding a definition for "current academic year." The added definition, along with proposed amendments to rule §23.33, is intended to clarify the Coordinating Board's existing practice for determining applicant eligibility. This does not represent a change in administration of the program.

Rule 23.33, Applicant Eligibility, is amended to make nonsubstantive changes intended to clarify the Coordinating Board's practice regarding eligibility determinations. Applications for this Program generally must be submitted between April and July, and applicants must demonstrate that they are: (1) currently employed, (2) certified and teaching in a critical shortage area or in a shortage community, and (3) teaching full-time at the time of application and have taught full-time for a service period (nine months) during the current academic year (i.e. the academic year beginning with the fall semester prior to the application period). None of the proposed changes to this section represent a change in Coordinating Board practice or eligibility criteria for the Program.

Rule 23.34, Applicant Ranking Priorities, is amended to remove a redundant reference to the Program application deadline, further clarify how prioritization occurs, and replace the "financial need" priority factor in current Subsection (b)(5). Current Subsection (a) is redundant with rule §22.33(1), and is eliminated. Nonsubstantive edits to current Subsection (b) align the description of prioritization in other programs within the chapter and clarify potential ambiguities. The "financial need" factor in current Subsection (b)(5), however, is substantively changed from the applicant's adjusted gross income to his or her total education loan debt. This change still meets the requirements of Texas Education Code, §56.353(b), but obviates the need for applicants to provide, and the Coordinating Board to retain, sensitive income tax information.

Rule 23.35, Amount of Loan Repayment Assistance, is amended. Subsection (a) is modified with nonsubstantive edits that align with similar provisions in other programs in the chapter. Subsection (b) is added to codify existing Coordinating Board practice that in each of the five years a person may receive loan repayment assistance under the Program, the person may not receive more than one-fifth of the person's eligible loan balance as was determined when the person first demonstrated eligibility for the Program.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rules. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rules.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has also determined that for each year of the first five years the sections are in effect, the public benefit anticipated as a result of administering the sections will be the improved rule clarity and program administration. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rules; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rule or information related to the cost, benefit, or effect of the proposed rules, including any applicable data, research or analysis, may be submitted to Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The amendment is proposed under Texas Education Code, Section 56.3575, which provides the Coordinating Board with the authority to adopt rules relating to the Program.

The proposed amendment affects Texas Administrative Code, Title 19, Part 1, Chapter 23, Subchapter B.

§23.32. Definitions.

In addition to the words and terms defined in §23.1 of this chapter (relating to Definitions), the following words and terms, when used in this subchapter, shall have the following meanings, unless the context clearly indicates otherwise:

- (1) Certified Educator--A person who has completed all requirements for a standard teaching certificate in the State of Texas. A person holding a probationary certificate, temporary classroom assignment permit, emergency permit, or a nonrenewable permit is not considered a certified educator. The term does not include a teacher's aide or a full-time administrator.
- (2) Current Academic Year--The twelve-month academic year that corresponds with the state fiscal year in which a person submits an application for loan repayment assistance under this subchapter.
- (3) [(2)] Public School--A school in a Texas school district or a public charter school authorized to operate under Texas Education Code, Chapter 12.
- (4) [(3)] Service Period--A period of service of at least 9 months of a 12-month academic year.

- (5) [(4)] Shortage Communities--Texas public schools identified annually by the Texas Commissioner of Education, or his/her designee, whose percentage of economically disadvantaged students is higher than the statewide average percentage of students receiving free or reduced cost lunches.
- (6) [(5)] Shortage Teaching Fields--Subjects identified annually by the Texas Commissioner of Education, or his/her designee, as having a critical shortage of teachers.
- (7) [(6)] Teaching full-time--Teaching at least four hours each day performing instructional duties as a full-time employee of a Texas public school district.

§23.33. Applicant Eligibility.

To be eligible for loan repayment assistance, an applicant must:

- (1) submit a completed application to the Coordinating Board by the stated deadline; and
 - (2) be one of the following:
- (A) a certified educator in a shortage teaching field [, eurrently] teaching full-time in that field at the time of the application, and having [have] taught in that field full-time for one service period in the current [last] academic year [at the preschool, primary, or secondary level] in a Texas public school; or
- (B) a certified educator [currently] teaching full-time in a public school [at the preschool, primary, or secondary level] in a shortage community at the time of the application, and having [have] taught in that community full-time for one service period in the current [last] academic year.
- §23.34. Applicant Ranking Priorities.
- [(a) An application deadline will be established each year and published on the Coordinating Board's website.]
- [(b)] If there are not sufficient funds to offer loan repayment assistance to all eligible applicants, then applications shall be ranked using priority determinations in the following order: [by the following eriteria, in order of priority:]
- (1) Renewal applications, unless a break in service periods has occurred;
- (2) <u>Applications for those teaching [Teaching]</u> in a shortage teaching field while also teaching in a shortage community, prioritizing the communities based on the highest <u>percentage of economically disadvantaged</u> students [degree of shortage];
- (3) Applications for those teaching [Teaching] any subject in a shortage community, prioritizing the communities based on the highest percentage of economically disadvantaged students [degree of shortage];
- (4) Applications for those teaching [Teaching] in a shortage teaching field in a non-shortage community; and
- (5) Applications from those with the greatest financial [Financial] need based on the applicant's total education loan debt [adjusted gross income as reported on the most recently filed federal income tax return].
- §23.35. Amount of Loan Repayment Assistance.
- (a) [Taking into consideration the amount of available funding, and the number of eligible applicants. the] The Commissioner shall determine annually the maximum loan repayment assistance amount offered under this subchapter, taking into consideration the amount of available funding, the expected number of eligible applicants, and the average loan balances of program participants.

(b) In a given year, a participant in the program may not receive loan repayment assistance greater than one-fifth of the participant's eligible loan balance as was demonstrated when the participant was first approved for assistance under this subchapter.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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For further information, please call: (512) 427-6365

SUBCHAPTER G. NURSING FACULTY LOAN REPAYMENT ASSISTANCE PROGRAM

19 TAC §23.187, §23.189

The Texas Higher Education Coordinating Board (Coordinating Board) proposes amendments to Texas Administrative Code, Title 19, Part 1, Chapter 23, Subchapter G, §23.187 and §23.189, concerning Nursing Faculty Loan Repayment Assistance Program. Specifically, this amendment will replace the existing prioritization provisions with one that is clearer and more efficiently administered.

The Coordinating Board is authorized by Texas Education Code, §61.9828, to adopt rules relating to the Nursing Faculty Loan Repayment Assistance Program.

Rule 23.187, Definitions, is amended by eliminating the definition for "Texas Center for Nursing Workforce Studies." The changes to rule §23.189 make this term unnecessary.

Rule 23.189, Applicant Ranking Priorities, is amended to replace the prioritization provisions for the program. The existing process relies on faculty vacancy data, but due to timing issues, the available data does not necessarily align with the application and awarding window for the program each year. Moreover, the existing rule does not include a provision to prioritize between two applicants who are employed by the same institution. These provisions are instead replaced with a new process by which renewal applications are prioritized first, which represents current practice, followed by applications from full-time faculty members. Any subsequent separations required would be made on the basis of total education loan debt, as a signifier of financial need.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has determined that for each of the first five years the sections are in effect, there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rules. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rules.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has also determined that for each year of the first five years the sections are in effect, the public benefit anticipated as a result of administering the sections will be the improved program administration. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rules; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rules or information related to the cost, benefit, or effect of the proposed rules, including any applicable data, research or analysis, may be submitted to Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The amendments are proposed under Texas Education Code, Section 61.9828, which provides the Coordinating Board with the authority to adopt rules relating to the Program.

The proposed amendments affect Texas Administrative Code, Title 19, Part 1, Chapter 23, Subchapter G.

§23.187. Definitions.

In addition to the words and terms defined in §23.1 of this chapter (relating to Definitions), the following words and terms, when used in this subchapter, shall have the following meanings, unless the context clearly indicates otherwise.

- (1) Eligible Institution--Texas institutions of higher education or private or independent institutions, as defined in §61.003 of the Texas Education Code.
- (2) Full-Time--An average of at least 32 hours per week during the service period at an eligible institution.
- (3) Service period--A period of service equal to a minimum of nine months of a 12-month academic year that qualifies an eligible faculty member for an annual education loan repayment award.
- [(4) Texas Center for Nursing Workforce Studies (TC-NWS)—Authorized by Chapter 105 of the Texas Health and Safety Code. Under the governance of the Statewide Health Coordinating Council's Nursing Advisory Committee, the TCNWS serves as a resource for data and research on the nursing workforce in Texas.]

§23.189. Applicant Ranking Priorities.

If there are not sufficient funds to <u>offer [award]</u> loan repayment assistance to [for] all eligible applicants, then [nursing faculty whose applications are received by the published deadline, priority shall be given

to renewal applications. Initial] applications shall be ranked using priority determinations in the following order [in a manner that takes into account the following information, provided by the Texas Center for Nursing Workforce Studies]:

- (1) Renewal applications, unless a break in service periods has occurred;
- [(1) the number of vacant nursing faculty positions, as a percentage of the total number of nursing faculty positions at the eligible institutions; and]
- (2) Applications from full-time nursing faculty members; then
- [(2) the degree of difficulty in recruiting and retaining nursing faculty at the eligible institutions, indicated by the period of time nursing faculty positions remain vacant at the institutions.]
- (3) Applications from those with the greatest financial need based on the applicant's total education loan debt.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson
General Counsel
Texas Higher Education Coordinating Board
Earliest possible date of adoption: November 9, 2025
For further information, please call: (512) 427-6365



SUBCHAPTER J. MATH AND SCIENCE SCHOLARS LOAN REPAYMENT ASSISTANCE PROGRAM

19 TAC §§23.287 - 23.289

The Texas Higher Education Coordinating Board (Coordinating Board) proposes amendments to Texas Administrative Code, Title 19, Part 1, Chapter 23, Subchapter J, §§23.287 - 23.289, concerning the Math and Science Scholars Loan Repayment Assistance Program. Specifically, this amendment will clarify potentially ambiguous aspects of the rules and update prioritization provisions to align with similar rules in the chapter.

The Coordinating Board is authorized by Texas Education Code, §61.9840, to adopt rules relating to the Math and Science Scholars Loan Repayment Assistance Program.

Rule 23.287, Definitions, is amended to add a definition for "current academic year," a term introduced to further clarify the eligibility determination process in rule 23.288. The definition aligns with use of the term in similar provisions in the chapter and does not represent a change in Coordinating Board practice.

Rule 23.288, Applicant Eligibility, is amended to clarify the eligibility determination process for Program applicants. Reference to eligibility for those teaching under a probationary teaching certificate is added to paragraph (5) for statutory alignment with Texas Education Code, §61.9832(a)(5)(B), and paragraph (6) is amended to specify that an applicant's eligibility in a given year relates to the service period during the current academic year.

Rule 23.289, Application Ranking Priorities, is retitled to align with naming conventions for similar provisions throughout the chapter and amended to clarify the prioritization process. Changes to this section are largely nonsubstantive, aligning language with similar provisions in the chapter and providing additional detail regarding the Coordinating Board's existing process to prioritize applicants. Paragraph (5) is added, however, to align with processes in other loan repayment assistance programs and provide a final criterion that will definitively allow for all applicants to be ranked.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has determined that for each of the first five years the sections are in effect there would be no fiscal implications for state or local governments as a result of enforcing or administering the rules. There are no estimated reductions in costs to the state and to local governments as a result of enforcing or administering the rules. There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rules.

There is no impact on small businesses, micro businesses, and rural communities. There is no anticipated impact on local employment.

Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, has also determined that for each year of the first five years the sections are in effect, the public benefit anticipated as a result of administering the sections will be the improved rule clarity. There are no anticipated economic costs to persons who are required to comply with the sections as proposed.

Government Growth Impact Statement

- (1) the rules will not create or eliminate a government program;
- (2) implementation of the rules will not require the creation or elimination of employee positions;
- (3) implementation of the rules will not require an increase or decrease in future legislative appropriations to the agency;
- (4) the rules will not require an increase or decrease in fees paid to the agency;
- (5) the rules will not create a new rule;
- (6) the rules will not limit an existing rule;
- (7) the rules will not change the number of individuals subject to the rule; and
- (8) the rules will not affect this state's economy.

Comments on the proposed rules or information related to the cost, benefit, or effect of the proposed rule, including any applicable data, research or analysis, may be submitted to Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the *Texas Register*.

The amendments are proposed under Texas Education Code, Section 61.9840, which provides the Coordinating Board with the authority to adopt rules relating to the Program.

The proposed amendments affect Texas Administrative Code, Title 19, Part 1, Chapter 23, Subchapter J.

§23.287. Definitions.

In addition to the words and terms defined in §23.1 of this chapter (relating to Definitions), the following words and terms, when used in this subchapter, shall have the following meanings, unless the context clearly indicates otherwise:

- (1) Current Academic Year--The twelve-month academic year that corresponds with the state fiscal year in which a person submits an application for loan repayment assistance under this subchapter.
- (2) [(1)] Program--The Math and Science Scholars Loan Repayment Assistance Program.
- (3) [(2)] Public School--A school in a Texas school district or a public charter school authorized to operate under Texas Education Code, chapter 12.
- (4) [(3)] Service Period--A period of at least nine months of a twelve-month academic year.
- (5) [(4)] Title I School--Texas public schools that receive federal funding under Title I, Elementary and Secondary Education Act of 1965 (20 U.S.C. §6301 et seq.).

§23.288. Applicant Eligibility.

To be eligible to receive loan repayment assistance funds, an applicant must:

- (1) submit a completed application, including transcripts of the applicant's postsecondary coursework and any other requested documents, to the Coordinating Board by the established deadline posted on the Program web page;
 - (2) be a U.S. citizen;
- (3) have completed an undergraduate or graduate program in mathematics or science (a list of eligible majors will be posted on the Coordinating Board's website and reviewed at least once per biennium);
- (4) have earned a cumulative GPA of at least 3.0 on a fourpoint scale, or the equivalent, at the institution from which the teacher graduated;
- (5) be certified under the Texas Education Code, chapter 21, subchapter B, to teach mathematics or science in a Texas public school, or be teaching under a probationary teaching certificate;
- (6) have been employed as a full-time classroom teacher teaching mathematics or science in a public school for one to eight consecutive service periods, including during the current academic year, unless a break in service periods has occurred as a result of the circumstances described in §23.294(b) of this subchapter (relating to Limitations); and
- (7) enter into an agreement or have an agreement on file with the Coordinating Board that includes the following provisions:
- (A) the applicant has accepted an offer of continued employment to teach mathematics or science, as applicable based on the teacher's certification, for an average of at least four hours each school day in a public school, for four consecutive years, beginning with the current academic [previous school] year;
- (B) the applicant may complete up to four additional consecutive school years teaching mathematics or science, as applicable based on the teacher's certification, for an average of at least four hours each school day in a public school, beginning with the school year immediately following the last of the four consecutive school years described by subparagraph (A) of this paragraph; and
- (C) the applicant understands that loan repayment assistance grants are contingent on available funding received, that the

Coordinating Board may make a financial commitment only based on funds that have been appropriated for each two-year state budget period, and that the applicant will be released from the teaching obligation for any year of employment for which funds are not available.

- §23.289. Applicant [Application] Ranking Priorities.
- (a) If there are not sufficient funds to offer loan repayment assistance to all eligible applicants, then applications shall be ranked using priority determinations in the following order: [by the following criteria, in order of priority:]
- (1) Renewal applications[, unless a break in service periods has occurred, except as provided by §23.294(b) of this subchapter (relating to Limitations)];
- (2) <u>Applications [applications]</u> from teachers with the greatest number of mathematics and science courses completed, <u>based</u> on the Coordinating Board's review of the applicant's transcripts;
- (3) Applications [applications] from teachers with the highest aggregate grade point average for the [grades received in] mathematics and science courses described by paragraph (2) of this section; [and]
- (4) <u>Applications</u> [applications] from teachers employed at schools with the highest percentages of students who are eligible for free or reduced cost lunches; and[-]
- (5) Applications from those with the greatest financial need based on the applicant's total education loan debt.
- (b) Subsections (a)(4) and (5) of this section are applicable only as necessary to make priority determinations between applications for which the criteria listed in subsections (a)(2) and (3) of this section are identical.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Nichole Bunker-Henderson

General Counsel

Texas Higher Education Coordinating Board

Earliest possible date of adoption: November 9, 2025

For further information, please call: (512) 427-6365

PART 2. TEXAS EDUCATION AGENCY

CHAPTER 89. ADAPTATIONS FOR SPECIAL POPULATIONS
SUBCHAPTER A GIFTED/TALENTED

SUBCHAPTER A. GIFTED/TALENTED EDUCATION

19 TAC §89.1

The State Board of Education (SBOE) proposes an amendment to §89.1, concerning gifted and talented education. The proposed amendment would ensure that a district's identification of gifted and talented students complies with all legal requirements and federal and state executive orders.

BACKGROUND INFORMATION AND JUSTIFICATION: Section 89.1 establishes requirements for the identification of gifted and talented students. The proposed amendment would add new paragraph (4) to align identification criteria with all legal requirements and federal and state executive orders and amend paragraph (5) to require that the selection committee be trained in the identification of gifted students.

The SBOE approved the proposed amendment for first reading and filing authorization at its September 12, 2025 meeting.

FISCAL IMPACT: Kristin McGuire, interim deputy commissioner for special populations and student supports, has determined that for the first five years the proposal is in effect, there are no additional costs to state or local government, including school districts and open-enrollment charter schools, required to comply with the proposal.

LOCAL EMPLOYMENT IMPACT: The proposal has no effect on local economy; therefore, no local employment impact statement is required under Texas Government Code, §2001.022.

SMALL BUSINESS, MICROBUSINESS, AND RURAL COMMUNITY IMPACT: The proposal has no direct adverse economic impact for small businesses, microbusinesses, or rural communities; therefore, no regulatory flexibility analysis specified in Texas Government Code, §2006.002, is required.

COST INCREASE TO REGULATED PERSONS: The proposal does not impose a cost on regulated persons, another state agency, a special district, or a local government and, therefore, is not subject to Texas Government Code, §2001.0045.

TAKINGS IMPACT ASSESSMENT: The proposal does not impose a burden on private real property and, therefore, does not constitute a taking under Texas Government Code, §2007.043.

GOVERNMENT GROWTH IMPACT: TEA staff prepared a Government Growth Impact Statement assessment for this proposed rulemaking. During the first five years the proposed rulemaking would be in effect, it would expand an existing regulation to ensure that identification for students in the gifted and talented program is made in compliance with all legal requirements and federal and state executive orders.

The proposed rulemaking would not create or eliminate a government program; would not require the creation of new employee positions or elimination of existing employee positions; would not require an increase or decrease in future legislative appropriations to the agency; would not require an increase or decrease in fees paid to the agency; would not create a new regulation; would not limit or repeal an existing regulation; would not increase or decrease the number of individuals subject to its applicability; and would not positively or adversely affect the state's economy.

PUBLIC BENEFIT AND COST TO PERSONS: Ms. McGuire has determined that for each year of the first five years the proposal is in effect, the public benefit anticipated as a result of enforcing the proposal would be to ensure that identification for students in the gifted and talented program is made in compliance with all legal requirements and federal and state executive orders. There is no anticipated economic cost to persons who are required to comply with the proposal.

DATA AND REPORTING IMPACT: The proposal would have no new data or reporting impact.

PRINCIPAL AND CLASSROOM TEACHER PAPERWORK REQUIREMENTS: TEA has determined that the proposal would not

require a written report or other paperwork to be completed by a principal or classroom teacher.

PUBLIC COMMENTS: The SBOE requests public comments on the proposal, including, per Texas Government Code, §2001.024(a)(8), information related to the cost, benefit, or effect of the proposed rule and any applicable data, research, or analysis, from any person required to comply with the proposed rule or any other interested person. The public comment period on the proposal begins October 10, 2025, and ends at 5:00 p.m. on November 10, 2025. A form for submitting public comments is available on the TEA website at https://tea.texas.gov/abouttea/laws-and-rules/sboe-rules-tac/proposed-state-board-of-education-rules. The SBOE will take registered oral and written comments on the proposal at the appropriate committee meeting in November 2025 in accordance with the SBOE board operating policies and procedures. A request for a public hearing on the proposal submitted under the Administrative Procedure Act must be received by the commissioner of education not more than 14 calendar days after notice of the proposal has been published in the Texas Register on October 10, 2025.

STATUTORY AUTHORITY. The amendment is proposed under Texas Education Code (TEC), §29.121, which establishes the definition of a gifted and talented student; TEC, §29.122, which establishes that each school district shall adopt a process for identifying and serving gifted and talented students; TEC, §29.123, which establishes that the State Board of Education shall develop and update a state plan for the education of gifted and talented students to guide school districts; TEC, §39.236, which establishes criteria for the commissioner to adopt standards to evaluate school district programs for gifted and talented students; and TEC, §48.109, which establishes criteria for utilizing the gifted and talented student allotment funds.

CROSS REFERENCE TO STATUTE. The amendment implements Texas Education Code, §§29.121, 29.122, 29.123, 39.236, and 48.109.

§89.1. Student Identification.

School districts shall develop written policies on student identification that are approved by the local board of trustees and disseminated to parents. The policies must:

- (1) include provisions for ongoing screening and selection of students who perform or show potential for performing at remarkably high levels of accomplishment in the areas defined in the Texas Education Code. §29.121;
- (2) include assessment measures collected from multiple sources according to each area defined in the Texas State Plan for the Education of Gifted/Talented Students;
- (3) include data and procedures designed to ensure that students from all populations in the district have access to assessment and, if identified, services for the gifted/talented program;
- (4) prohibit a scoring value based on race, ethnicity, sex, socioeconomic status, or disability if the selection process utilizes a matrix or threshold system;
- (5) [(4)] provide for final selection of students to be made by a committee <u>composed</u> of at least three local district educators who have received training in the nature and needs <u>and identification</u> of gifted students;
- (6) [(5)] include provisions regarding furloughs, reassessment, exiting of students from program services, transfer students, and appeals of district decisions regarding program placement; and

(7) [(6)] not limit the number of students the district may identify as gifted/talented or served under the district's program for gifted/talented students.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 29, 2025.

TRD-202503481
Cristina De La Fuente-Valadez
Director, Rulemaking
Texas Education Agency
Explicat possible data of adoption

Earliest possible date of adoption: November 9, 2025 For further information, please call: (512) 475-1497

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CHAPTER 127. TEXAS ESSENTIAL KNOWLEDGE AND SKILLS FOR CAREER DEVELOPMENT AND CAREER AND TECHNICAL EDUCATION

The State Board of Education (SBOE) proposes new §§127.270, 127.472, 127.512, 127.824, and 127.828 - 127.830, concerning Texas Essential Knowledge and Skills (TEKS) for career development and career and technical education (CTE). The proposed new sections would add new TEKS developed by subject matter experts convened by the Texas State Technical College (TSTC) and Education Service Center (ESC) Region 4 that are needed for completion of CTE programs of study.

BACKGROUND INFORMATION AND JUSTIFICATION: In accordance with statutory requirements that the SBOE identify by rule the essential knowledge and skills of each subject in the required curriculum, the SBOE follows a board-approved cycle to review and revise the essential knowledge and skills for each subject.

During the November 2022 meeting, the SBOE approved a timeline for the review of CTE courses for 2022-2025. Also at the meeting, the SBOE approved a specific process to be used in the review and revision of the CTE TEKS. The CTE-specific process largely follows the process for TEKS review for other subject areas but was adjusted to account for differences specific to CTE.

In 2023, CTE advisory committees convened to make recommendations for the review and refresh of programs of study as required by the Texas Perkins State Plan. Finalized programs of study were published in the fall of 2023 with an implementation date beginning in the 2024-2025 school year. CTE courses to be developed or revised to complete or update programs of study were determined.

At the April 2023 SBOE meeting, the board discussed and approved changes to the TEKS review process, including approving a process for selecting work group members. The changes were implemented beginning with the engineering TEKS review process. The SBOE began the review of current CTE TEKS, the development of new CTE TEKS, and the review of innovative courses to be approved as TEKS for courses in the new engineering program of study in 2024. New engineering CTE TEKS were adopted at the April 2025 SBOE meeting.

At the April 2024 meeting, the SBOE approved new TEKS for 23 courses in the agribusiness, animal science, plant science, and aviation maintenance programs of study as well as two STEM courses that may satisfy science graduation requirements, Physics for Engineering and Scientific Research and Design. Additionally, Texas Education Agency (TEA) staff shared an overview of upcoming interrelated needs for TEKS review and revision and instructional materials review and approval (IMRA). Staff explained upcoming needs related to development and amendment of CTE courses, made recommendations for completing the work in batches, and recommended including CTE in the next three cycles of IMRA.

At the June 2024 meeting, the board considered next steps related to the adoption of CTE courses that are needed to complete programs of study and a schedule for future CTE TEKS reviews. The SBOE approved recommendations that TEA present a set of innovative courses with minor edits for consideration for adoption as TEKS-based courses. Additionally, the SBOE authorized TEA to enter into interagency contracts with Collin College, TSTC, and ESC Region 4 to develop initial drafts of TEKS for the CTE courses.

The proposed new sections would ensure the standards for these career clusters support relevant and meaningful programs of study.

The SBOE approved the proposed new rules for first reading and filing authorization at its June 27, 2025 meeting.

FISCAL IMPACT: Monica Martinez, associate commissioner for standards and programs, has determined that for the first five years the proposal is in effect (2025-2029), there are no additional costs to state government. However, in fiscal year 2025 there was a cost to the state of approximately \$285,000 to secure contracts for the development of the proposed new CTE TEKS. In addition, there will be implications for TEA if the state develops professional development to help teachers and administrators understand the revised TEKS. Any professional development that is created would be based on whether TEA received an appropriation for professional development in the next biennium.

There may be fiscal implications for school districts and charter schools to implement the proposed new TEKS, which may include the need for professional development and revisions to district-developed databases, curriculum, and scope and sequence documents. Since curriculum and instruction decisions are made at the local district level, it is difficult to estimate the fiscal impact on any given district.

LOCAL EMPLOYMENT IMPACT: The proposal has no effect on local economy; therefore, no local employment impact statement is required under Texas Government Code, §2001.022.

SMALL BUSINESS, MICROBUSINESS, AND RURAL COMMUNITY IMPACT: The proposal has no direct adverse economic impact for small businesses, microbusinesses, or rural communities; therefore, no regulatory flexibility analysis specified in Texas Government Code, §2006.002, is required.

COST INCREASE TO REGULATED PERSONS: The proposal does not impose a cost on regulated persons, another state agency, a special district, or a local government and, therefore, is not subject to Texas Government Code, §2001.0045.

TAKINGS IMPACT ASSESSMENT: The proposal does not impose a burden on private real property and, therefore, does not constitute a taking under Texas Government Code, §2007.043.

GOVERNMENT GROWTH IMPACT: TEA staff prepared a Government Growth Impact Statement assessment for this proposed rulemaking. During the first five years the proposed rulemaking would be in effect, it would create new regulations by proposing new CTE TEKS required to be taught by school districts and charter schools offering the courses.

The proposed rulemaking would not create or eliminate a government program; would not require the creation of new employee positions or elimination of existing employee positions; would not require an increase or decrease in future legislative appropriations to the agency; would not require an increase or decrease in fees paid to the agency; would not expand, limit, or repeal an existing regulation; would not increase or decrease the number of individuals subject to its applicability; and would not positively or adversely affect the state's economy.

PUBLIC BENEFIT AND COST TO PERSONS: Ms. Martinez has determined that for each year of the first five years the proposal is in effect, the public benefit anticipated as a result of enforcing the proposal would be to add course options for students to support relevant and meaningful programs of study. There is no anticipated economic cost to persons who are required to comply with the proposal.

DATA AND REPORTING IMPACT: The proposal would have no data or reporting impact.

PRINCIPAL AND CLASSROOM TEACHER PAPERWORK RE-QUIREMENTS: TEA has determined that the proposal would not require a written report or other paperwork to be completed by a principal or classroom teacher.

PUBLIC COMMENTS: The SBOE requests public comments on the proposal, including, per Texas Government Code, §2001.024(a)(8), information related to the cost, benefit, or effect of the proposed rule and any applicable data, research, or analysis, from any person required to comply with the proposed rule or any other interested person. The public comment period on the proposal begins October 10, 2025, and ends at 5:00 p.m. on November 10, 2025. A form for submitting public comments is available on the TEA website at https://tea.texas.gov/abouttea/laws-and-rules/sboe-rules-tac/proposed-state-board-of-education-rules. The SBOE will take registered oral and written comments on the proposal at the appropriate committee meeting in November 2025 in accordance with the SBOE board operating policies and procedures. A request for a public hearing on the proposal submitted under the Administrative Procedure Act must be received by the commissioner of education not more than 14 calendar days after notice of the proposal has been published in the Texas Register on October 10, 2025.

SUBCHAPTER F. BUSINESS, MARKETING, AND FINANCE

19 TAC §127.270

STATUTORY AUTHORITY. The new section is proposed under Texas Education Code (TEC), §7.102(c)(4), which requires the State Board of Education (SBOE) to establish curriculum and graduation requirements; TEC, §28.002(a), which identifies the subjects of the required curriculum; TEC, §28.002(c), which requires the SBOE to identify by rule the essential knowledge and skills of each subject in the required curriculum that all students should be able to demonstrate and that will be used in evaluating instructional materials and addressed on the state assessment instruments; TEC, §28.002(n), which allows the

SBOE to develop by rule and implement a plan designed to incorporate foundation curriculum requirements into the career and technical education (CTE) curriculum required in TEC, §28.002; TEC, §28.002(o), which requires the SBOE to determine that at least 50% of the approved CTE courses are cost effective for a school district to implement; TEC, §28.025(a), which requires the SBOE to determine by rule the curriculum requirements for the foundation high school graduation program that are consistent with the required curriculum under TEC, §28.002; and TEC, §28.025(b-17), which requires the SBOE to ensure by rule that a student may comply with curriculum requirements under TEC, §28.025(b-1)(6), by successfully completing an advanced CTE course, including a course that may lead to an industry-recognized credential or certificate or an associate degree.

CROSS REFERENCE TO STATUTE. The new section implements Texas Education Code, §§7.102(c)(4); 28.002(a), (c), (n), and (o); and 28.025(a) and (b-17).

§127.270. Commercial Lending and Real Estate (One Credit), Adopted 2025.

(a) Implementation.

- (1) The provisions of this section shall be implemented by school districts beginning with the 2026-2027 school year.
- (2) School districts shall implement the employability skills student expectations listed in §127.15(d)(2) of this chapter (relating to Career and Technical Education Employability Skills) as an integral part of this course.
- (b) General requirements. This course is recommended for students in Grades 10-12. Prerequisite: at least one credit in a Level 2 or higher course from the Business, Marketing, and Finance Career Cluster. Students shall be awarded one credit for successful completion of this course.

(c) Introduction.

- (1) Career and technical education instruction provides content aligned with challenging academic standards and relevant technical knowledge and skills for students to further their education and succeed in current or emerging professions.
- (2) The Business, Marketing, and Finance Career Cluster focuses on planning, managing, organizing, directing, and evaluating business functions essential to efficient and productive business management, finance, operations, and marketing.
- (3) Commercial Lending and Real Estate is designed to equip students with the knowledge and skills needed to excel in the field of commercial lending. Students gain an understanding of commercial lending principles and practices, develop expertise in analyzing commercial real estate properties, learn about various types of commercial loans and their underwriting processes, and explore the role of commercial lenders in driving economic development.
- (4) Students are encouraged to participate in extended learning experiences such as career and technical student organizations and other organizations that foster leadership and career development in the profession such as student chapters of related professional associations.
- (5) Statements that contain the word "including" reference content that must be mastered, while those containing the phrase "such as" are intended as possible illustrative examples.
 - (d) Knowledge and skills.

- (1) The student understands the fundamental concepts of commercial lending and real estate. The student is expected to:
- (A) define commercial lending and distinguish commercial lending from residential lending;
- (B) explain how the role of commercial lending affects economic development and the growth of the real estate market; and
- (C) describe the relationship between commercial real estate and commercial lending practices.
- (2) The student examines different types of commercial real estate. The student is expected to:
- (A) identify and describe various types of commercial properties, including office buildings, retail centers, industrial facilities, and multifamily housing;
- (B) analyze the unique characteristics and investment potential of each type of commercial property; and
- (C) identify and evaluate the impact of market trends on different sectors of commercial real estate.
- (3) The student understands the processes involved in commercial lending. The student is expected to:
- (A) describe the steps involved in originating a commercial loan, including application, underwriting, and approval;
- (B) analyze the criteria, including income, credit history, and collateral, that lenders use to assess creditworthiness of borrowers; and
- (C) explain the role of risk assessment and mitigation in the commercial lending process.
- (4) The student uses financial analysis techniques to evaluate commercial real estate investments. The student is expected to:
- (A) calculate key financial metrics such as net operating income (NOI), cap rate, and return on investment (ROI) for a given commercial lending scenario;
- (B) use financial modeling to project cash flows and assess the profitability of commercial real estate projects through consideration of market trends, financing options, and risk assessment; and
- (C) analyze the impact of financing terms, interest rates, and loan structures on commercial real estate investments.
- (5) The student examines commercial lending and real estate legal and regulatory environments. The student is expected to:
- (A) identify key laws and regulations, including zoning laws, environmental regulations, and fair lending practices, that govern commercial real estate transactions:
- (B) analyze the role of contracts in commercial real estate, including purchase agreements, lease agreements, and loan documents;
- (C) explain the difference between surface rights and mineral rights and how they relate to commercial real estate projects; and
- (D) identify and discuss how regulatory changes impact commercial lending and real estate markets.
- (6) The student explores the various structures and terms used in commercial loans. The student is expected to:
- (A) describe common loan structures, including fixedrate, adjustable-rate, and interest-only loans;

- (B) analyze the advantages and disadvantages of different loan terms, including loan-to-value ratio, origination costs, amortization period, and prepayment penalties; and
- (C) compare creative commercial financing options such as mezzanine financing and bridge loans in commercial real estate transactions.
- (7) The student analyzes commercial real estate markets to inform investment and lending decisions. The student is expected to:
- (A) conduct market research to assess supply and demand dynamics in commercial real estate;
- (B) evaluate the impact of economic indicators, including employment and interest rates on commercial real estate markets; and
- (C) analyze and evaluate emerging trends in commercial real estate such as urbanization and technology-driven changes.
- (8) The student understands the importance of risk management in commercial lending and real estate. The student is expected to:
- (A) identify common risks associated with commercial lending, including default risk, interest rate risk, and market risk;
- (B) research and describe risk mitigation strategies, including diversification, insurance, and due diligence, used in commercial lending and real estate transactions; and
- (C) evaluate the role of loan covenants, personal guarantees, cosigners, and credit enhancements in protecting lenders.
- (9) The student examines the processes involved in servicing commercial loans and managing real estate assets. The student is expected to:
- (A) describe the responsibilities of loan servicers, including payment processing, account management, and collections;
- (B) analyze asset management strategies for maximizing the value of commercial real estate investments, including financial analysis, performance monitoring, property management, tenant relations, market analysis, strategic planning, risk management, portfolio diversification, and exit strategy planning; and
- (C) research and describe the challenges of managing distressed assets and non-performing loans such as valuation difficulties, legal and regulatory complexities, operational challenges, market and economic factors, and reputational risks.
- (10) The student understands the principles and practices of commercial real estate development. The student is expected to:
- (A) describe the stages of commercial real estate development from site selection to project completion;
- (B) analyze the financial, legal, and regulatory considerations of commercial development projects; and
- (C) analyze various impacts of development on communities, including benefits and challenges.
- (11) The student identifies and understands ethical considerations in commercial lending and real estate transactions. The student is expected to:
- (A) discuss ethical issues related to lending practices, including predatory lending, conflicts of interest, and transparency, and evaluate the impact of these issues on consumers and financial institutions; and

- (B) propose strategies for promoting integrity and ethical behavior in the commercial lending and real estate professions, including transparency, accountability, and compliance with regulations.
- (12) The student explores career opportunities in commercial lending and real estate. The student is expected to:
- (A) identify various career paths in commercial lending and real estate, including loan officers, underwriters, real estate appraisers, real estate analysts, and developers, and describe the primary responsibilities and qualifications for each role;
- (B) research and identify the education, skills, and certifications required for different roles in the industry, including loan officers, real estate appraisers, underwriters, real estate analysts, and developers; and
- (C) develop a career plan that includes short- and longterm goals for entering and advancing in the commercial lending and real estate fields.
- (13) The student explores entrepreneurship opportunities in commercial lending and real estate. The student is expected to:
- (A) research and identify federal rules such as Consumer Financial Protection Bureau and Nationwide Multistate Licensing Systems rules and federal laws such as the Truth in Lending Act and Fair Credit Reporting Act related to owning and operating a mortgage firm;
- (B) research and identify federal rules such as Housing Urban Development and Federal Housing Finance Agency (FHFA) rules and federal laws such as the Fair Housing Act and Equal Opportunity Act related to owning and operating a commercial real estate agency; and
- (C) research and identify requirements for owning and operating a commercial real estate property.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 29, 2025.

TRD-202503482 Cristina De La Fuente-Valadez Director, Rulemaking Texas Education Agency

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◆ ◆ ◆ ◆ SUBCHAPTER J. HEALTH SCIENCE

19 TAC §127.472, §127.512

STATUTORY AUTHORITY. The new sections are proposed under Texas Education Code (TEC), §7.102(c)(4), which requires the State Board of Education (SBOE) to establish curriculum and graduation requirements; TEC, §28.002(a), which identifies the subjects of the required curriculum; TEC, §28.002(c), which requires the SBOE to identify by rule the essential knowledge and skills of each subject in the required curriculum that all students should be able to demonstrate and that will be used in evaluating instructional materials and addressed on the state assessment instruments; TEC, §28.002(n), which allows the SBOE to develop by rule and implement a plan designed to

incorporate foundation curriculum requirements into the career and technical education (CTE) curriculum required in TEC, §28.002; TEC, §28.002(o), which requires the SBOE to determine that at least 50% of the approved CTE courses are cost effective for a school district to implement; TEC, §28.025(a), which requires the SBOE to determine by rule the curriculum requirements for the foundation high school graduation program that are consistent with the required curriculum under TEC, §28.002; and TEC, §28.025(b-17), which requires the SBOE to ensure by rule that a student may comply with curriculum requirements under TEC, §28.025(b-1)(6), by successfully completing an advanced CTE course, including a course that may lead to an industry-recognized credential or certificate or an associate degree.

CROSS REFERENCE TO STATUTE. The new sections implement Texas Education Code, §§7.102(c)(4); 28.002(a), (c), (n), and (o); and 28.025(a) and (b-17).

§127.472. Introduction to Pharmacy Science (One Credit), Adopted 2025.

(a) Implementation.

- (1) The provisions of this section shall be implemented by school districts beginning with the 2026-2027 school year.
- (2) School districts shall implement the employability skills student expectations listed in §127.15(d)(1) of this chapter (relating to Career and Technical Education Employability Skills) as an integral part of this course.
- (b) General requirements. This course is recommended for students in Grades 9 and 10. Students shall be awarded one credit for successful completion of this course.

(c) Introduction.

- (1) Career and technical education instruction provides content aligned with challenging academic standards and relevant technical knowledge and skills for students to further their education and succeed in current or emerging professions.
- (2) The Health Science Career Cluster focuses on planning, managing, and providing therapeutic services, diagnostic services, health informatics, support services, and biotechnology research and development.
- (3) The Introduction to Pharmacy Science course is designed to provide an overview of the history of the pharmacy profession, legal and ethical aspects of pharmacy, and the skills necessary to work in the field of pharmacy. The course addresses certifications/registration and state and federal regulations and rules pertaining to the field. Students acquire a foundational understanding of medical terminology and math, anatomy and physiology, pathophysiology, pharmacology, and wellness as they pertain to pharmacy sciences.
- (A) To pursue a career in the health science industry, students should learn to reason, think critically, make decisions, solve problems, and communicate effectively. Students should recognize that quality healthcare depends on the ability to work well with others.
- (B) Professional integrity in the health science industry is dependent on acceptance of ethical responsibilities. Students employ their ethical responsibilities, recognize limitations, and understand the implications of their actions.
- (4) Students are encouraged to participate in extended learning experiences such as career and technical student organizations and other organizations that foster leadership and career development

- in the profession such as student chapters of related professional associations.
- (5) Statements that contain the word "including" reference content that must be mastered, while those containing the phrase "such as" are intended as possible illustrative examples.
 - (d) Knowledge and skills.
- (1) The student researches the history of medicine and pharmacy and how it differs from modern practices. The student is expected to:
- (A) identify beliefs associated with illness and medicine from 440 BC through AD 1600;
- (B) describe treatments, including herbal remedies and supernatural explanations, that were commonly practiced prior to the Enlightenment period in Western Civilization; and
- (C) describe eighteenth and nineteenth century medicine, including bloodletting, purging, blistering, inoculation, amputation, and surgery and how major wars influenced medicine.
- (2) The student explains the ethical and legal responsibilities of pharmacists and pharmacy technicians. The student is expected to:
- (A) describe basic laws and regulations that govern pharmacy at the state and federal level;
- (B) describe legal terms, including medical malpractice, negligence, mislabeling, adverse drug event (ADE), and wrongful death, and consequences associated with medication errors, including civil lawsuits, professional disciplinary action, and criminal charges, related to dispensing and compounding medications;
- (C) differentiate between negligence, product liability, contributory negligence, and strict liability;
- (D) differentiate between the roles and responsibilities of a pharmacist and a pharmacy technician;
- (E) explain the role of pharmacists in managing opioid therapies, addressing misuse, and promoting safe and effective pain management;
- (F) describe why maintaining confidentiality of patient information is vital and summarize the Health Insurance Portability and Accountability Act (HIPAA);
- (G) identify tort law and explain how HIPAA relates to medical negligence cases; and
 - (H) define professional liability.
- (3) The student demonstrates professionalism and effectively communicates with healthcare workers and patients. The student is expected to:
- (A) define appropriate and professional attire required for laboratory work;
- (B) describe appropriate hygiene expected of pharmaceutical professionals;
- (C) discuss professional attitudes and behaviors expected of pharmacy employees;
- (D) identify the key characteristics of effective and ineffective communication in pharmacy practice;
- (E) accurately interpret, transcribe, and communicate medical vocabulary using appropriate technologies;

- (F) identify ways to eliminate barriers to effective communication in a pharmacy setting; and
- (G) identify communication skills needed to work with individuals who are terminally ill, intellectually disabled or hearing and vision impaired or have other impairments in a pharmacy setting.
- (4) The student examines skills, training, and certifications necessary to work in the field of pharmacy. The student is expected to:
- (A) explain how time management, stress management, and change management skills can support the ability to thrive in a continuously evolving pharmacy profession;
- (B) analyze applicability of interpersonal skills, including negotiation skills, conflict resolution, customer service, and teamwork within a pharmacy setting;
- (C) demonstrate problem-solving skills by developing and implementing effective solutions to pharmacy challenges within a specified time frame;
- (D) explain methods to maintain competency in the pharmacy industry through continuing education and continuing professional development; and
- (E) compare various career paths in pharmacy, including pharmacist, pharmacy technician, sales representative, and pharmaceutical research.
- (5) The student uses appropriate medical vocabulary to communicate effectively with other healthcare professionals. The student is expected to:
- (A) identify the various routes of drug medication administration, including oral, injection, topical, buccal, suppository, mucosal, intravenous, interosseous, nebulization, and intrathecal;
 - (B) differentiate between the various classes of drugs;
- (C) define prefixes, roots, suffixes, and abbreviations common to the pharmacy profession;
- (E) apply knowledge of word roots, prefixes, and suffixes to comprehend unfamiliar terms in pharmacy science.
- (6) The student uses mathematical calculations and systems of measurement to solve problems in pharmacy. The student is expected to:
- (A) perform medication calculations using different systems of measurement, including metric, apothecary, and household systems;
- (B) convert units within and between the metric and imperial measurement systems;
- $\underline{\text{(C)}} \quad \text{convert measurements between the metric, apothecary, and avoirdupois systems; and}$
- (D) perform multistep ratio and proportion drug concentration problems.
- (7) The student understands the fundamental principles of human anatomy, physiology, pathophysiology, and basic pharmacology. The student is expected to:
- (A) describe the anatomy and physiology of the human body systems, including integumentary, musculoskeletal, nervous, immune, lymphatic, endocrine, cardiovascular, respiratory, gastrointestinal, renal, genitourinary, and hematological systems, and the senses;

- (B) describe the pathophysiology of the main human body systems, including integumentary, musculoskeletal, nervous, immune, lymphatic, endocrine, cardiovascular, respiratory, gastrointestinal, renal, genitourinary, and hematological systems, and the senses; and
- (C) identify the basic drug categories that affect each of the main human body systems, including integumentary, musculoskeletal, nervous, immune, lymphatic, endocrine, cardiovascular, respiratory, gastrointestinal, renal, genitourinary, and hematological systems, and the senses.
- (8) The student explores the application of basic wellness concepts and disease prevention strategies. The student is expected to:
- (A) describe the recommended vaccination schedule, including how to counsel on recommendations for patient populations with certain chronic illnesses;
- (B) explain vaccine exemptions, including medical, religious belief, and conscientious exemptions;
- (C) explain standard procedures for delivery and documentation of immunizations;
- (D) analyze the effectiveness and safety of complementary and alternative medicines (CAM) such as acupuncture, acupressure, cupping, and coining and CAM's potential impact on traditional medical treatments;
- (E) explain the role of health screenings in maintaining a healthy population;
- (F) research and describe the impact of external factors such as diet, exercise, alcohol, tobacco, vaping, and drug use on patient health; and
- (MTM) in optimizing patient health and medication compliance.
- (9) The student understands pharmaceutical regulations that are enforced by state and federal agencies. The student is expected to:
- (A) define Occupational Safety and Health Administration (OSHA) requirements for prevention of exposure to hazardous substances, including risk assessment;
- (B) define National Institute of Occupational Safety and Health (NIOSH) requirements for prevention of exposure to hazardous substances, including risk assessment;
- (C) define United States Pharmacopeia (USP) requirements for prevention of exposure to hazardous substances, including risk assessment;
- (D) identify hazardous medications and materials and how to safely handle, dispense, and dispose of them using information from Safety Data Sheets (SDS), NIOSH Hazardous Drug List, and USP:
- (E) describe requirements for prevention and response to blood-borne pathogen exposure, including accidental needle stick and post-exposure prophylaxis; and
- (F) explain OSHA Hazard Communication Standards.
- §127.512. Science of Nursing (One Credit), Adopted 2025.
 - (a) Implementation.
- (1) The provisions of this section shall be implemented by school districts beginning with the 2026-2027 school year.

- (2) School districts shall implement the employability skills student expectations listed in §127.15(d)(1) of this chapter (relating to Career and Technical Education Employability Skills) as an integral part of this course.
- (b) General requirements. This course is recommended for students in Grades 10 and 11. Recommended prerequisite: Principles of Nursing Science or Principles of Health Science. Students shall be awarded one credit for successful completion of this course.

(c) Introduction.

- (1) Career and technical education instruction provides content aligned with challenging academic standards and relevant technical knowledge and skills for students to further their education and succeed in current or emerging professions.
- (2) The Health Science Career Cluster focuses on planning, managing, and providing therapeutic services, diagnostics services, health informatics, support services, and biotechnology research and development.
- (3) The Science of Nursing course introduces students to basic research-based concepts in nursing. Topics include the nursing process, regulatory agencies, professional organizations, and the importance of critical thinking in patient care. Instruction includes skills needed to pursue a nursing degree and training requirements for specialty nursing roles. Knowledge and skills include emergency care, patient assessment, basic interpretation of vital signs, identification of patients with physical and mental disabilities, patient positioning, use of assistive devices, and application of nursing theories in patient care plans.
- (A) To pursue a career in the health science industry, students should learn to reason, think critically, make decisions, solve problems, and communicate effectively. Students should recognize that quality healthcare depends on the ability to work well with others.
- (B) Professional integrity in the health science industry is dependent on acceptance of ethical responsibilities. Students employ their ethical responsibilities, recognize limitations, and understand the implications of their actions.
- (4) Students are encouraged to participate in extended learning experiences such as career and technical student organizations and other organizations that foster leadership and career development in the profession such as student chapters of related professional associations.
- (5) Statements that contain the word "including" reference content that must be mastered, while those containing the phrase "such as" are intended as possible illustrative examples.
 - (d) Knowledge and skills.
- (1) The student understands tiers of nursing careers and the associated licensures. The student is expected to:
- (A) identify and describe the educational and certification requirements for an entry-level patient care technician (PCT);
- (B) identify and describe common work settings, including hospitals, doctors' offices, and healthcare agencies for PCTs;
- (C) list qualifications to become a certified nursing assistant (CNA);
 - (D) identify and describe scope of practice for CNAs;
- (E) describe the professional responsibilities of unlicensed assistive personnel (UAP) and explain how UAPs assist

- individuals with physical disabilities, mental disorders, and other healthcare needs;
- (F) compare coursework required to obtain nursing credentials, including a licensed vocational nurse (LVN), Associate Degree Registered Nurse (ADN RN), and Bachelor of Science in Nursing Registered Nurse (BSN RN);
- (G) analyze the requirements for advanced practice registered nurse (APRN) certification, including certified registered nurse anesthetist (CRNA), certified nurse midwife (CNM), certified nurse practitioner (CNP), and certified clinical nurse specialist (CNS); and
- (H) compare nursing specialty options, including pediatric, critical care, emergency room, mental health, forensic, geriatric, and hospice nursing roles.
- (2) The student examines how the nursing process is used to collect subjective and objective data in patient assessment. The student is expected to:
- (A) describe the steps of a basic patient intake interview, including recording family history, biographical information, reason for seeking healthcare, present illness or health concerns, past health history, current medication list, and review of systems;
- (B) explain the visual and physical head-to-toe assessment, including abnormal and normal structure and function of the body systems, used to evaluate patient condition;
- (C) describe the importance of patient vital signs, including temperature, systolic and diastolic pressures, pulse, respiratory rate, pulse oximetry, and pain assessment using appropriate pain scales, in assessing a patient's overall health status;
- (D) identify equipment, including a thermometer, sphygmomanometer, stethoscope, pulse oximeter, and time keeping device, used to measure and record patient vital signs;
- (E) compare patient vital signs, including values outside of normal ranges, that establish baseline homeostasis; and
- (F) explain how the steps in the nursing process are used to assist the patient to reach optimal physiological, social, mental, and emotional wellness.
- (3) The student demonstrates knowledge of therapeutic care by reviewing patient activities of daily living (ADL). The student is expected to:
 - (A) define and differentiate between essential ADLs;
- (B) explain the procedures for assessing patient independence, identifying functional limitations, and developing appropriate care plans;
- (C) explain how a nurse promotes optimal patient function and quality of life;
- (D) identify mental health disorders, including depression and anxiety, on patient ADLs;
- (E) evaluate physical disabilities and limitations to recommend the correct assistive device for patient care; and
- (F) identify and align therapeutic care to specific deficiencies in ADLs such as performing personal care, ambulating, and orienting to and using assistive devices to promote patient independence and optimize functional outcomes.
- (4) The student understands the role of the nurse in providing first aid and emergency care. The student is expected to:

- (A) identify and describe first aid and emergency care certifications such as Basic Life Support (BLS), Automated External Defibrillator (AED), First Aid, and Mental Health First Aid;
- (B) discuss the advantages of obtaining first aid and emergency care certifications;
- (C) identify and describe first aid and emergency care skills used by nurses; and
- (D) explain the significance of the role of a nurse in an emergency setting such as an emergency room, intensive care unit, urgent care, or a life-saving event.
- (5) The student applies nursing theory to simulate the implementation of patient care. The student is expected to:
- (A) identify and explain the purpose of medical equipment that is used to assist patients with varied needs, including a Hoyer lift, hospital beds, foley catheter and drainage system, wheelchairs, gait belts, and bedside commodes;
- (B) compare patient care needs throughout the lifespan using theories such as Maslow's Hierarchy of Needs, Erik Erikson's Stages of Psychosocial Development, Jean Piaget's Theory of Child Development, and Lev Vygotsky's Contemporary Theories on Development;
- (C) identify proper patient positioning for patient needs, including Trendelenburg, Fowler's, supine, prone, lithotomy, and lateral recumbent;
- (D) identify methods used to educate patients, family members, and caregivers in techniques for managing disabilities; and
- (E) model the proper use of assistive medical equipment used in a variety of medical facilities, including long-term care, nursing and rehabilitation, home healthcare settings, and classroom environment.
- (6) The student examines technology used in the practice of nursing. The student is expected to:
- (A) identify and describe the technology, including electronic medical records, mobile computer workstations, scanning devices, and charting software, used to collect patient information;
- (B) describe how to access laboratory values and normal ranges for diagnostic tests such as complete blood count, comprehensive metabolic panel, basic metabolic panel, and urinalysis to determine patient health status; and
- (C) identify and describe advancements in technology, including remote patient monitoring systems, wearable monitoring systems, electronic intake patient interviews, interpreting services, deaflink communication services, and patient safety alarms.
- (7) The student understands the importance of using critical-thinking skills in the nursing process. The student is expected to:
- (A) analyze the components of conducting a comprehensive patient assessment;
- (B) identify and differentiate between subjective and objective data, including what the patient reports and what is observable and quantifiable;
- (C) compare trends in health outcomes between national, Texas, and local populations across their lifespans, including birth rates, life expectancy, mortality rates, and morbidity rates;

- (D) analyze peer-reviewed medical research articles to evaluate the efficacy of specific treatments in improving patient care outcomes;
- (E) create a patient care plan using procedures, including assess, diagnose, plan, implement and evaluate (ADPIE) and subjective, objective, assess, plan, implement, and evaluate (SOAPIE);
- (F) analyze the impact of nursing interventions on patient condition in a simulated setting; and
- (G) examine and describe clinical outcomes based upon patient assessment, care plan, and nursing interventions.
- (8) The student understands pharmacology terminology associated with nursing practices. The student is expected to:
- (A) identify and describe the eight rights of medication administration, including right patient, medication, dose, route, time, documentation, diagnosis, and response;
- (B) identify and describe the principles of pharmacodynamics, including receptor binding, drug-receptor interactions, doseresponse relationships, and therapeutic index;
- (C) explain pharmacokinetics in the human body system, including the course of drug absorption, distribution, metabolism, and excretion:
- (D) analyze the advantages of various routes of drug administration, including oral, injection, topical, buccal, suppository, mucosal, intravenous, interosseous, nebulization, and intrathecal; and
- (E) analyze the disadvantages of various routes of drug administration, including oral, injection, topical, buccal, suppository, mucosal, intravenous, interosseous, nebulization, and intrathecal.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Cristina De La Fuente-Valadez
Director, Rulemaking
Texas Education Agency
Farliest possible date of adoptic

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SUBCHAPTER O. MANUFACTURING

19 TAC §§127.824, 127.828 - 127.830

STATUTORY AUTHORITY. The new sections are proposed under Texas Education Code (TEC), §7.102(c)(4), which requires the State Board of Education (SBOE) to establish curriculum and graduation requirements; TEC, §28.002(a), which identifies the subjects of the required curriculum; TEC, §28.002(c), which requires the SBOE to identify by rule the essential knowledge and skills of each subject in the required curriculum that all students should be able to demonstrate and that will be used in evaluating instructional materials and addressed on the state assessment instruments; TEC, §28.002(n), which allows the SBOE to develop by rule and implement a plan designed to incorporate foundation curriculum requirements into the career and technical education (CTE) curriculum required in TEC,

§28.002; TEC, §28.002(o), which requires the SBOE to determine that at least 50% of the approved CTE courses are cost effective for a school district to implement; TEC, §28.025(a), which requires the SBOE to determine by rule the curriculum requirements for the foundation high school graduation program that are consistent with the required curriculum under TEC, §28.002; and TEC, §28.025(b-17), which requires the SBOE to ensure by rule that a student may comply with curriculum requirements under TEC, §28.025(b-1)(6), by successfully completing an advanced CTE course, including a course that may lead to an industry-recognized credential or certificate or an associate degree.

CROSS REFERENCE TO STATUTE. The new sections implement Texas Education Code, §§7.102(c)(4); 28.002(a), (c), (n), and (o); and 28.025(a) and (b-17).

§127.824. Blueprint Reading for Manufacturing Applications (One Credit), Adopted 2025.

(a) Implementation.

- (1) The provisions of this section shall be implemented by school districts beginning with the 2026-2027 school year.
- (2) School districts shall implement the employability skills student expectations listed in §127.15(d)(1) of this chapter (relating to Career and Technical Education Employability Skills) as an integral part of this course.
- (b) General requirements. This course is recommended for students in Grades 9-12. Recommended prerequisites: Algebra I and Geometry. Students shall be awarded one credit for successful completion of this course.

(c) Introduction.

- (1) Career and technical education instruction provides content aligned with challenging academic standards and relevant technical knowledge and skills for students to further their education and succeed in current or emerging professions.
- (2) The Manufacturing Career Cluster focuses on planning, managing, and performing the processing of materials into intermediate or final products and related professional and technical support activities such as production planning and control, maintenance, and manufacturing/process engineering.
- (3) In Blueprint Reading for Manufacturing Applications, students gain knowledge and skills in an introduction to reading and interpreting working drawings for basic machining processes, mechanical maintenance, basic electrical, basic fluid power, and basic facility prints. Students also use sketching techniques to create pictorial and multiple-view drawings.
- (4) Students are encouraged to participate in extended learning experiences such as career and technical student organizations and other organizations that foster leadership and career development in the profession such as student chapters of related professional associations.
- (5) Statements that contain the word "including" reference content that must be mastered, while those containing the phrase "such as" are intended as possible illustrative examples.

(d) Knowledge and skills.

(1) The student demonstrates an understanding of blueprint and technical drafting terminology and functions. The student is expected to:

- (A) explain the function of various parts of a title block such as scale, materials, and print title;
- (B) interpret and explain the function of multi-view drawings;
- (C) describe fractional, decimal, and metric dimensions used in technical drawings;
 - (D) interpret and explain the function of section views;
- (E) identify and describe projection methods, including isometric, oblique, and orthographic, used in engineering drawings;
 - (F) explain the function of auxiliary views;
- (G) identify and explain types of dimensions, including linear, radial, angular, ordinate, and arc length;
- (H) explain the function of pictorial drawings in manufacturing applications;
- (I) explain the function of geometric dimensioning and tolerancing in manufacturing applications;
 - (J) explain tolerances with parts from a print;
 - (K) explain the function of scaling in a print;
- (L) differentiate between a pictorial and a schematic drawing;
 - (M) explain the function of call outs in a print; and
- (N) differentiate between electrical schematics, fluid power schematics, and piping and instrumentation diagram (P&ID) drawings.
- (2) The student demonstrates an understanding of tools and symbols to produce technical schematics, facility prints, P&ID prints, and blueprints. The student is expected to:
- (A) explain the function of and use a compass for drawing arcs in a print;
- (B) explain the function of and use measuring devices such as scales, micrometers, and dial calipers;
- (C) explain and demonstrate basic functions of computer-aided design and drafting (CADD) software;
- (D) identify blueprint symbols, including surface profile, position, run out, countersink, and depth symbols;
- (E) differentiate between driving and reference dimensions;
- (F) identify basic electrical print symbols, including switch, lamp, relay, and contact symbols;
- (G) identify basic fluid power print symbols, including power unit, actuator, directional control valve, and flow control symbols;
- (H) identify various P&ID symbols, including valve, gauge, meter, and regulator symbols; and
- (I) identify symbols for components, including threads, fasteners, and springs, used in the manufacturing process.
- (3) The student interprets facility drawings related to manufacturing buildings. The student is expected to:
 - (A) interpret and explain floor plan drawings;
 - (B) interpret and explain elevation drawings;
 - (C) interpret and explain section views and details;

- (D) locate electrical components, including distribution panels, lights, switches, and outlets, on facility drawings;
- (E) identify plumbing components, including drains, water supply, and boilers, on facility drawings; and
- (F) identify heating, ventilation, and air conditioning (HVAC) components, including condensers, evaporators, and plenum, in facility drawings.
- (4) The student applies drafting principles to create sketch pictorials and construct multi-view drawings. The student is expected to:
- (A) sketch auxiliary projected views, including inclined and oblique surfaces, in pictorial drawings;
 - (B) create a sketch using multi-views; and
- (C) annotate a series of multi-view projections using proper dimensioning standards.
- (5) The student demonstrates knowledge of tolerances as applied to technical drawings and prints. The student is expected to:
- (A) illustrate and explain how bilateral and unilateral tolerances are expressed in drawings; and
- (B) calculate tolerances for mating parts based on maximum material conditions, tolerance stacking, and allowance.
- (6) The student demonstrates knowledge of revision information related to drawings. The student is expected to:
- (A) describe standard drawing practices such as title blocks, revision history, and change orders for drawing revisions;
- (B) apply standard drawing practices to revise technical drawings, ensuring accuracy and compliance with industry standards; and
- (C) apply revision information, including date of revision, description of changes, and approval signatures, to mechanical and electrical industrial prints.
- §127.828. Industrial Maintenance (One Credit), Adopted 2025.
 - (a) Implementation.
- (1) The provisions of this section shall be implemented by school districts beginning with the 2026-2027 school year.
- (2) School districts shall implement the employability skills student expectations listed in §127.15(d)(1) of this chapter (relating to Career and Technical Education Employability Skills) as an integral part of this course.
- (b) General requirements. This course is recommended for students in Grades 10-12. Students shall be awarded one credit for successful completion of this course.
 - (c) Introduction.
- (1) Career and technical education instruction provides content aligned with challenging academic standards and relevant technical knowledge and skills for students to further their education and succeed in current or emerging professions.
- (2) The Manufacturing Career Cluster focuses on planning, managing, and performing the processing of materials into intermediate or final products and related professional and technical support activities such as production planning and control, maintenance, and manufacturing/process engineering.
- (3) Industrial Maintenance is designed to introduce students to knowledge and skills used in the proper application of

- industrial maintenance. The study of manufacturing technology allows students to reinforce, apply, and transfer academic knowledge and skills to a variety of relevant maintenance tasks. Students gain an understanding of what employers require to gain and maintain employment in manufacturing careers.
- (4) Students are encouraged to participate in extended learning experiences such as career and technical student organizations and other organizations that foster leadership and career development in the profession such as student chapters of related professional associations.
- (5) Statements that contain the word "including" reference content that must be mastered, while those containing the phrase "such as" are intended as possible illustrative examples.

(d) Knowledge and skills.

- (1) The student applies mechanical skills to maintain and repair industrial equipment using the appropriate tools and equipment while adhering to safety policies. The student is expected to:
- (A) identify equipment malfunctions using visual, audible, and other sensory inspection skills to detect issues such as lack of lubrication, misalignment, excess wear, vibration, and over-temperature;
- (B) differentiate between mechanical, hydraulic, pneumatic, and electrical systems;
- (C) identify safety concerns with equipment maintenance such as dangers with rotating equipment, hot surfaces from operating equipment, potential for shock from electrical power cords and grounding, and sharp surfaces from equipment wear;
- (D) create a safe plan of action to address safety concerns for an industrial training environment such as sparks, metal shavings, and electrical shock hazards;
- (E) identify tools and describe procedures used in cutting, drilling, cleaning, and abrasive processes;
- (F) explain safety practices for various types of manufacturing tools used for cutting, drilling, cleaning, and abrasive processes;
- (G) identify and demonstrate proper use of precision measuring tools, including micrometers, dial calipers, and scales, to verify proper repair and alignment; and
- (H) identify and explain the applications such as material and fastener strength for various types of fasteners such as bolts, screws, washers, and nuts.
- (2) The student applies communication and documentation skills to manufacturing activities. The student is expected to:
- (A) compose written and oral technical communication such as maintenance plans, equipment breakdowns, and repair part ordering in a clear, concise, and effective manner for a variety of purposes and audiences;
- (B) identify documentation methods such as maintenance logbooks and checklists for maintenance tasks and plans; and
- (C) develop and execute a plan for maintenance task completion such as equipment lubrication, filter changes, and equipment visual checks.
- (3) The student maintains and repairs industrial equipment using the appropriate tools, equipment, machines, materials, and technical processes. The student is expected to:

- (A) describe the processes needed to complete a project, including initiating, planning, executing, monitoring, controlling, and closing;
- (B) use appropriate tools to complete maintenance repair processes, including drilling, tapping, layout, and tightening fasteners to spec; and
- (C) use various wrenches such as open and box end wrenches, filter wrenches, and adjustable pliers to disassemble filter housings to change filters and fluids.
- (4) The student understands the foundations of occupational safety and health. The student is expected to:
- (A) explain and discuss the responsibilities of workers and employers to promote safety and health and the rights of workers to a secure workplace;
- (B) explain and discuss the importance of Occupational Safety and Health Administration (OSHA) standards and OSHA requirements for organizations;
- (C) explain and discuss how OSHA inspections are conducted:
- (D) explain and discuss the role of national and state safety and health regulatory entities;
- (E) explain types of industrial hygiene hazards, including physical, chemical, biological, and ergonomic, and explain the role industrial hygiene plays in occupational safety;
- (F) discuss the importance of safe walking and working surfaces and best practices for preventing or reducing slips, trips, and falls in the workplace;
- (G) describe types of electrical hazards in the work-place;
- (H) describe control methods to prevent electrical hazards in the workplace;
- (I) analyze the hazards of handling, storing, using, and transporting hazardous materials;
- (J) discuss ways to reduce exposure to hazardous materials in the workplace;
- (K) identify workplace health and safety resources, including emergency plans, and discuss how these resources are used to make decisions in the workplace;
- (L) describe elements of a safety and health program, including management leadership, worker participation, and education and training;
- (M) explain the purpose and importance of written emergency action and fire protection plans;
- (N) describe key components of evacuation plans, emergency exit routes, and fire hazards lists;
- (O) explain the role of emergency personnel within an organization;
- (P) explain components of a hazard communication program; and
- (Q) explain and provide examples of safety and health training requirements specified by standard setting organizations.
- (5) The student examines safe work habits in an industrial maintenance setting. The student is expected to:

- (A) identify and describe proper storage and disposal procedures for hazardous materials using Safety Data Sheets (SDS);
- (B) identify and demonstrate use of proper personal protective equipment (PPE) and safety requirements in the manufacturing industry such as hearing protection, eye protection, and gloves;
- (C) describe and demonstrate proper lockout/tagout procedures;
- (D) describe and demonstrate safe operation of power tools, including drills, saws, grinders, and sanders; and
- (E) identify and select appropriate PPE needed to operate various power tools, including drills, saws, grinders, and sanders.
- (6) The student examines the importance of preventative maintenance in an industrial maintenance environment. The student is expected to:
- (A) perform preventative maintenance (PM), including lubrication, cleaning of parts, and tightening of fasteners, on equipment such as motors, gearboxes, chain drives, and conveyors;
- (B) determine a PM schedule based on data collected from machine breakdowns, including frequency of failures, types of malfunctions, and repair times; and
- (C) differentiate between reactive maintenance such as breakdown repairs, preventative maintenance such as lubrication, and predictive maintenance such as planning repairs based on previous breakdown frequencies.
- (7) The student examines career opportunities and educational requirements in manufacturing and technology. The student is expected to:
- (A) identify special skill career pathways in manufacturing such as maintenance technician, engineer, designer, and automation technician;
- (B) identify and explain the importance of industry networking opportunities such as career or job fairs; and
- (C) describe the roles and functions of engineers, technologists, and technicians in an industrial maintenance setting.
- §127.829. Mechanical Maintenance (One Credit), Adopted 2025.

(a) Implementation.

- (1) The provisions of this section shall be implemented by school districts beginning with the 2026-2027 school year.
- (2) School districts shall implement the employability skills student expectations listed in §127.15(d)(2) of this chapter (relating to Career and Technical Education Employability Skills) as an integral part of this course.
- (b) General requirements. This course is recommended for students in Grades 10-12. Prerequisite: at least one credit in a course from the Manufacturing Career Cluster. Recommended prerequisite: Algebra I or Geometry. Students shall be awarded one credit for successful completion of this course.

(c) Introduction.

- (1) Career and technical education instruction provides content aligned with challenging academic standards and relevant technical knowledge and skills for students to further their education and succeed in current or emerging professions.
- (2) The Manufacturing Career Cluster focuses on planning, managing, and performing the processing of materials into intermediate or final products and related professional and technical support

- activities such as production planning and control, maintenance, and manufacturing/process engineering.
- (3) Mechanical Maintenance is designed to introduce students to knowledge and skills used in the proper application of mechanical maintenance. The study of mechanical maintenance and hands-on application allows students to reinforce, apply, and transfer academic knowledge and skills to a variety of relevant activities. Students gain an understanding of what employers require to gain and maintain employment in manufacturing careers and potential hazards faced by the maintenance technician in an industrial setting.
- (4) Students are encouraged to participate in extended learning experiences such as career and technical student organizations and other organizations that foster leadership and career development in the profession such as student chapters of related professional associations.
- (5) Statements that contain the word "including" reference content that must be mastered, while those containing the phrase "such as" are intended as possible illustrative examples.

(d) Knowledge and skills.

- (1) The student understands the foundations of occupational safety and health. The student is expected to:
- (A) explain and discuss the responsibilities of workers and employers to promote safety and health and the rights of workers to a secure workplace;
- (B) explain and discuss the importance of Occupational Safety and Health Administration (OSHA) standards and OSHA requirements for organizations;
- (C) explain and discuss the importance of how OSHA inspections are conducted;
- (D) explain and discuss the role of national and state regulatory entities;
- (E) explain the role industrial hygiene plays in occupational safety and explain types of industrial hygiene hazards, including physical, chemical, biological, and ergonomic;
- (F) discuss the importance of safe walking and working surfaces in the workplace;
- $\underline{\text{(G)}} \quad \text{discuss best practices for preventing or reducing} \\ \underline{\text{slips, trips, and falls in the workplace;}}$
- (H) describe types of electrical hazards in the workplace and the risks associated with these hazards;
- $\underline{\text{(I)}\quad \text{describe control methods to prevent electrical hazards in the workplace;}}$
- (J) analyze the hazards of handling, storing, using, and transporting hazardous materials;
- (K) identify and discuss ways to reduce exposure to hazardous materials in the workplace;
- (L) identify workplace health and safety resources, including emergency plans, and discuss how these resources are used to make decisions in the workplace;
- (M) describe elements of a safety and health program, including management leadership, worker participation, and education and training;
- (N) explain the purpose and importance of written emergency action plans and fire protection plans;

- (O) describe key components of evacuation plans, emergency exit routes, fire hazards lists;
- (P) explain the role of emergency personnel within an organization;
- (Q) explain components of a hazard communication program; and
- (R) explain and provide examples of safety and health training requirements specified by standard setting organizations such as OSHA and industrial companies.
- (2) The student demonstrates safe work habits while performing mechanical activities in a mechanical maintenance setting. The student is expected to:
- (A) identify and describe proper storage and disposal procedures for hazardous materials using Safety Data Sheets (SDS);
- (B) identify and demonstrate use of proper personal protective equipment (PPE), including ear plugs, safety glasses, dust masks, and respirators, in the manufacturing industry;
- (D) describe and demonstrate safe operation of hand tools needed for disassembly and reassembly of mechanical parts; and
- (E) identify and select appropriate PPE needed to operate various hand tools, including gloves for protection from pinch points, sharp edges, and hot surfaces.
- (3) The student examines the operation of various pumps. The student is expected to:
- (A) identify components of a centrifugal pump, including vane, internal seals, and bearings;
- (B) identify components of a positive displacement piston pump, including rings, seals, pistons, and crankshaft;
- (C) identify components of a positive displacement diaphragm pump, including diaphragm, check valves, and internal seals;
- (D) explain the function of a pressure tank and effects on flow with a diaphragm pump;
- (E) explain and demonstrate how to fill a suction line to prime a pump;
 - (F) identify components of a check valve in pumps; and
- (G) explain the function of a check valve in maintaining pump priming by preventing back flow and ensuring fluid flow.
- (4) The student examines the operation of various compressors. The student is expected to:
- (A) identify components of compressors, including the piston, crankshaft, and cylinders, and explain how these components work together to compress air or other gases;
- (B) explain the operation of a piston compressor and how the components work together to increase pressure;
- $\underline{(C)} \quad \text{differentiate between a single-stage and two-stage} \\ \underline{\text{piston compressor}};$
- $\underline{\text{(D)}\quad\text{identify and explain the function of intercoolers in}}\\ \text{two-stage piston compressors;}$
- (E) identify and explain the function of after coolers in two-stage piston compressors;

- (F) identify components of a rotary screw compressor, including screws, compression chamber, intake valves, and discharge valves;
- (G) explain the operation of a rotary screw compressor and how the components work together to increase pressure; and
- (H) explain the importance of dryers with industrial compressors, including how dryers prevent corrosion, improve efficiency, and extend equipment lifespan.
- (5) The student analyzes test or performance data to assess equipment operation. The student is expected to:
- (A) inspect equipment parts, including bearings, bolts, housing, and shafts, to identify typical defects such as breakage or excessive wear;
- (B) observe equipment in operation to check for potential problems such as leaks, misalignment, and overheating; and
- (C) test mechanical equipment to ensure proper functioning of equipment after replacement or repair of parts.
- (6) The student uses prints, specifications, and diagrams to perform installation, disassembly, and assembly of mechanical systems. The student is expected to:
- (A) identify components of pumps, compressors, and mechanical drives in mechanical drawings and diagrams;
- (B) apply torque to fasteners as prescribed in equipment manuals during reassembly;
- (C) identify input and output capability of pumps and compressors according to manufacturer specifications;
- (D) identify input and output speed and torque capability of belt, chain, and gear driven mechanical drives systems according to manufacturer specifications;
 - (E) locate part numbers using a diagram; and
- (F) use a logbook or computer to record information about parts, materials, and repair procedures.
- (7) The student uses industrial maintenance skills to safely disassemble and assemble various types of pumps for the purpose of maintenance and repair. The student is expected to:
- (A) identify safety hazards, including electrical, mechanical, and thermal risks, associated with assembly and disassembly of pumps;
- (B) explain the purpose of lockout/tagout procedures for pumps to reduce electrical, mechanical, and thermal hazards;
- $\underline{\text{(D)}\quad\text{identify tools and describe procedures used in the}}\\ \underline{\text{disassembly and assembly of a diaphragm pump;}}$
 - (E) inspect pumps to locate damage, defects, and wear;
- (F) operate pumps to ensure correct function such as rotation direction, prime, and flow;
- (G) explain and demonstrate proper lubrication procedures for pumps; and
- (H) use a logbook or computer to record information about parts, materials, and repair procedures.

- (8) The student uses industrial maintenance skills to safely disassemble and assemble various types of compressors for the purpose of maintenance and repair. The student is expected to:
- (A) identify safety hazards, including electrical, mechanical, and thermal risks, associated with assembly and disassembly of compressors;
- (B) explain the purpose of lockout/tagout procedures for compressors to reduce electrical, mechanical, and thermal hazards;
- (C) identify tools and describe procedures used in the disassembly and assembly of a reciprocating compressor;
- (D) identify tools and describe procedures used in the disassembly and assembly of a rotary screw compressor;
- (E) inspect compressors to locate damage, defects, and wear;
- (F) operate newly reassembled compressor to ensure correct function such as direction of rotation;
- (G) explain and demonstrate proper lubrication procedures for compressors; and
- (H) use a logbook or computer to record information about parts, materials, and repair procedures.
- (9) The student examines and recognizes internal components of various pumps and compressors. The student is expected to:
- (A) identify internal seals and vanes in various compressors and pumps, including centrifugal, vane, and diaphragm pumps;
- (B) inspect vanes in a centrifugal pump for wear and damage;
- (C) inspect internal seals in pumps and compressors for wear and damage;
 - (D) inspect diaphragm for damage, defects, and wear;
 - (E) identify bearings on pumps and compressors; and
- (F) inspect bearings on pumps and compressors for damage and wear.
- (10) The student understands the purpose of specific internal components of various pumps and compressors. The student is expected to:
- (A) explain the purpose of internal seals on compressors and pumps;
- (B) explain the function and operation of bearings on compressors and pumps;
- (C) identify and explain the function of check valves in a diaphragm pump; and
- $\underline{(D)}$ explain lubrication requirements for pumps and compressors.
- (11) The student understands the purpose of specific internal components of gear boxes. The student is expected to:
- (A) identify and explain the function of spur gears in mechanical drive systems;
- (B) identify and explain the function of helical gears in mechanical drive systems;
- (C) identify and explain the function of miter and bevel gears in mechanical drive systems;

- (D) differentiate between miter and bevel gears in mechanical drive systems; and
- (E) identify and explain the function of slingers for lubrication distribution in mechanical drive systems.
- (12) The student applies industrial maintenance skills to safely disassemble and assemble various types of mechanical drives. The student is expected to:
- (A) identify tools and describe procedures used in the disassembly and assembly of belt, chain, and gear driven mechanical drives; and
- (B) identify safety hazards associated with assembly and disassembly of belt, chain, and gear driven mechanical drives.
- (13) The student understands the use of drive belts and chains for speed control. The student is expected to:
- (A) identify belt style, size, and application on a mechanical drive system to meet speed and torque specifications;
- (B) identify proper sheave for belt application on a mechanical drive system;
- (C) differentiate between a drive and driven sheave in mechanical drive systems;
- (D) calculate sheave ratios for speed adjustments on a mechanical drive system;
- (E) inspect sheave and belt for wear and possible replacement on a mechanical drive system;
- (F) identify drive chain size to match sprocket used on a mechanical drive system;
- (G) calculate sprocket ratios for speed adjustments on a mechanical drive system;
- (H) adjust chain length by breaking roller chain with special chain breaking tools;
- (J) inspect sprocket and chain for wear and possible replacement on a mechanical drive system.
- (14) The student examines career opportunities and educational requirements in manufacturing and technology. The student is expected to:
- (A) identify special skill career pathways in manufacturing such as an industrial maintenance technician, mechanical installer, mechanical repair, and mechanical troubleshooter;
- (B) identify and explain the importance of industry networking opportunities such as career or job fairs; and
- (C) describe the roles and functions of an industrial maintenance technician in manufacturing.
- §127.830. Basic Fluid Power (One Credit), Adopted 2025.
 - (a) Implementation.
- (1) The provisions of this section shall be implemented by school districts beginning with the 2026-2027 school year.
- (2) School districts shall implement the employability skills student expectations listed in §127.15(d)(2) of this chapter (relating to Career and Technical Education Employability Skills) as an integral part of this course.

(b) General requirements. This course is recommended for students in Grades 10-12. Prerequisite: at least one credit in a course from the Manufacturing Career Cluster. Recommended prerequisites: Algebra I and Geometry. Students shall be awarded one credit for successful completion of this course.

(c) Introduction.

- (1) Career and technical education instruction provides content aligned with challenging academic standards and relevant technical knowledge and skills for students to further their education and succeed in current or emerging professions.
- (2) The Manufacturing Career Cluster focuses on planning, managing, and performing the processing of materials into intermediate or final products and related professional and technical support activities such as production planning and control, maintenance, and manufacturing/process engineering.
- (3) In Basic Fluid Power, students gain knowledge and skills in hydraulic and pneumatic systems as applied to industrial manufacturing. Instruction includes terminology and fluid power theory, interpreting technical drawings, component identification, mathematical calculations as applied to fluid power systems, and component functions. Students gain basic knowledge of fluid power system design with basic system components, installing basic fluid power system components, and building maintenance schedules for preventative and reactive maintenance.
- (4) Students are encouraged to participate in extended learning experiences such as career and technical student organizations and other organizations that foster leadership and career development in the profession such as student chapters of related professional associations.
- (5) Statements that contain the word "including" reference content that must be mastered, while those containing the phrase "such as" are intended as possible illustrative examples.

(d) Knowledge and skills.

- (1) The student examines career opportunities and safety concerns in the manufacturing industry. The student is expected to:
- (A) research and describe trends of manufacturing careers in industry; and
- (B) identify safety, health, environmental, and ergonomic issues in the manufacturing industry.
- (2) The student examines terminology and fundamental concepts of fluid power in manufacturing. The student is expected to:
- (A) explain the function of Pascal's Law in hydraulic systems;
- (B) identify and explain the function of actuators in fluid power systems;
- (C) identify and explain the function of valves in fluid power systems;
- (D) describe the relationship between pressure, force, and cylinder volume in fluid power systems;
- (E) analyze the application of Gay Lussac's Law, Charles's Law, and Boyle's Law in pneumatic systems;
- (F) explain how the law of conservation of energy applies to specific fluid power systems, including hydraulic and pneumatic systems;

- (G) explain how pressure is generated in a fluid power circuit;
- (H) explain how different seal types and operating temperatures can impact fluid compatibility;
- (I) explain the difference between flash point, fire point, and auto ignition regarding hydraulic fluid;
- (J) explain displacement regarding hydraulic pumps; and
- (K) identify specific hazards such as high-pressure injection injuries and equipment damage resulting from unrelieved pressure in the lines of a fluid power system.
- (3) The student reads and interprets technical drawings in a fluid power system. The student is expected to:
- (A) identify common fluid power symbols, including cylinders, motors, pumps, reservoirs, and directional control valves;
- (B) differentiate between schematic and pictorial diagrams;
- (C) match fluid power schematic symbols to physical components in a system;
- (D) construct and operate a basic fluid power circuit given a schematic with a directional control valve and a double-acting cylinder; and
- (E) draw a fluid power schematic from a given fluid power application.
- (4) The student demonstrates understanding of the characteristics and applications of fluid power systems. The student is expected to:
- (A) analyze pressure gauge readings to identify potential internal and external leakage issues in fluid power systems;
- (C) analyze temperature gauges to detect heat issues within fluid power systems;
- (D) explain the operational difference between hydraulic and pneumatic systems;
- (E) explain the importance of dryers in pneumatic systems, including the prevention of moisture-related issues; and
- (F) explain the importance of lubrication in a pneumatic system, including the reduction of friction, prevention of wear and tear, and enhancement of system efficiency.
- (5) The student applies mathematical calculations to various operations of a fluid power system. The student is expected to:
- (A) describe and analyze pressure, force, and volume in the context of fluid power systems;
- (B) calculate output force and rod speed given cylinder size, flow rate, and pressure applied;
- $\underline{\text{(C)}\quad \text{describe and calculate how a change in pressure or}}\\ \underline{\text{volume results in change in force;}}$
- (D) describe and calculate how change in volume results in change of rod speed and force applied; and

- (6) The student understands the function of various components in fluid power systems. The student is expected to:
- (A) differentiate between a pneumatic compressor and a hydraulic pump;
- (B) describe the functions of a hydraulic reservoir such as fluid storage, fluid cooling, and contaminant separation;
- (C) describe the function of various pumps, including piston, gear, and vane pumps;
- (D) differentiate between a fixed and variable displacement pump;
- (E) explain the purpose of an actuator in fluid power systems;
- (F) explain the purpose of various gauges and meters in fluid power systems;
- (G) explain the purpose of various pressure controlling devices in hydraulic systems, including pressure relief valves, pressure reducing valves, sequence valves, and counterbalance valves;
- (H) explain the purpose of various pressure controlling devices in pneumatic systems, including regulators and pressure relief valves;
- (I) explain the purpose of various flow controlling devices in fluid power systems, including check valves, directional control valves, needle valves, and flow controls;
- (J) explain the purpose of various motors in fluid power systems, including unidirectional and bi-directional motors;
- (K) describe the function of hydraulic and pneumatic actuators, including motor, cylinder, and rotary actuators;
- (L) describe the function of various hydraulic and pneumatic cylinders, including single- and double-acting, single- and double-rod, and rodless cylinders;
- (M) describe the function of a fluid power double-acting cylinder;
- $\underline{\text{(N)} \quad \text{describe and analyze the function of flow control}} \\ \underline{\text{valves in regulating actuator speed in a fluid power circuit;}}$
- $\underline{\text{(O)}\quad \text{identify and explain the function of a check valve;}}\\$ and
 - (P) explain the function of an accumulator.
- (7) The student designs basic fluid power circuits using various components in a fluid power system. The student is expected to:
- (A) design a fluid power circuit with a unidirectional motor;
- (B) design a fluid power circuit with a bi-directional motor;
 - (C) design a fluid power circuit with multiple cylinders;
- (D) design a fluid power circuit with a flow control valve to regulate actuator speed;
- (E) design a fluid power circuit incorporating a check valve;
- (F) design a basic fluid power circuit incorporating various configurations of directional control valves to alter flow direction;

- (G) design fluid power circuits using various operators for directional control, including lever, solenoid, pilot, and push button operator;
- (H) design a hydraulic sequence valve to operate multiple actuators in sequence; and
- (I) design a hydraulic pressure reducing valve to lower pressure in a branch circuit.
- (8) The student installs various components in a fluid power system. The student is expected to:
- (A) connect fluid power circuits using various connecting methods, including threaded, push-fit, and quick disconnect fittings;
- (B) identify and demonstrate proper safety procedures required for system installation such as lockout/tagout to control hazardous energy;
- (C) install a fluid power circuit with a unidirectional motor;
- (D) install a fluid power circuit with a bi-directional motor;
 - (E) install a fluid power circuit with multiple cylinders;
- (F) install a fluid power circuit with a flow control valve to regulate actuator speed;
 - (G) install a fluid power circuit using a check valve;
- (H) install a basic fluid power circuit using various configurations of directional control valves to change flow direction;
- (I) install fluid power circuits using various operators for the directional control valve, including lever, solenoid, pilot, and push button operator;
- (J) install and adjust a pneumatic system regulator to match a defined system pressure setting;
- (K) install and adjust a hydraulic power unit relief valve to match a defined system pressure setting;
- (L) install a hydraulic sequence valve to operate multiple actuators in sequence; and
- (M) install a hydraulic pressure reducing valve to lower pressure in a branch circuit.
- (9) The student uses industry standard practices to maintain functional capacity in fluid power systems. The student is expected to:
- (A) analyze service data to develop and implement preventive maintenance schedules;
- (B) analyze and document repair data to develop and implement predictive maintenance schedules;
- (C) inspect components in a fluid power system to identify signs of malfunction, including discoloration, vibration, and loud sounds;
- (D) inspect hydraulic fluid to identify contaminants and signs of viscosity breakdown;
- (F) explain and demonstrate procedures to drain and replace hydraulic fluid.

- (10) The student understands the function of a basic vacuum system. The student is expected to:
- (A) identify and explain the function of a venturi vacuum application;
 - (B) connect and read a vacuum gauge;
 - (C) connect and read a manometer;
 - (D) connect and operate a vacuum generator;
 - (E) identify and explain the function of a vacuum gen-

erator; and

(F) connect a venturi to a pneumatic system.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 29, 2025.

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Cristina De La Fuente-Valadez
Director, Rulemaking
Texas Education Agency
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For further information, please call: (512) 475-1497



TITLE 22. EXAMINING BOARDS

PART 17. TEXAS STATE BOARD OF PLUMBING EXAMINERS

CHAPTER 365. LICENSING AND REGISTRATION

22 TAC §365.22

The Texas State Board of Plumbing Examiners (Board) proposes amendment to the existing rule at 22 Texas Administrative Code (TAC), Chapter 365, §365.22 regarding how state agencies process occupational licenses for military service members, veterans, and their spouses. The proposed change is referred to as the "proposed rule."

EXPLANATION OF AND JUSTIFICATION FOR THE RULE

The proposed rule is necessary to implement H.B. 5629, 89th Legislature, Regular Session (2025). H.B. 5629 amended the Texas Occupations Code, specifically §§ 55.004 and 55.0041, to reform how state agencies process occupational licenses for military service members, veterans, and their spouses, with the goal of easing license portability and speeding up application timelines.

The bill requires Texas state agencies to recognize out-of-state licenses held by military service members, veterans, and spouses, provided the license is in good standing and is similar in scope of practice to the corresponding Texas license.

Applicants must provide documentation such as proof of good standing, relocation orders, or marriage licenses, but do not have to prove Texas residency. The agency must process license applications within 10 days.

SECTION BY SECTION SUMMARY

Section 365.22(b)--The proposed rule amends the existing rule by recognizing that a military service member, military veteran, or military spouse who hold a current license in good standing, issued in another jurisdiction that is similar in scope of practice may be issued the same license type. The applicant will be notified not later than 10 business days that TSBPE recognizes the out-of-state license, the application is incomplete, or the agency is unable to recognize the applicant's out-of-state license because the agency does not issue a license similar in scope of practice to the applicant's out-of-state license.

A person is in good standing with another state's licensing authority if they hold a license that is current, has not been suspended or revoked, and has not been voluntarily surrendered during an investigation for unprofessional conduct. A person is in good standing if they have not been disciplined by the licensing authority with respect to the license or person's practice of the occupation for which the license is issued. Lastly, a person is in good standing if they are not currently under investigation by the licensing authority for unprofessional conduct related to the person's license or profession.

Section 365.22(c)--The proposed rule is amended to show that the agency has the sole discretion in determining whether an applicant's out-of-state license is similar in scope to a license issued by TSBPE.

Section 365.22(e)--The proposed rule is amended to show that the agency shall process and issue, if qualified, an application submitted by a military service member, military veteran, or military spouse not later than the 10th business day after it is received.

Section 365.22(g)--The proposed rule is amended to show that military spouses may have their out-of-state licenses recognized by providing a copy of their marriage license and out-of-state license in good standing with their application.

Section 365.22(h)-- The proposed rule is amended to eliminate the presumption of intent to practice in Texas.

Section 365.22(i)--The proposed rule is amended to eliminate the three year maximum allowance for practice under an out-of-state license recognition.

Section 365.22(h)--The proposed rule is amended to show that a person whose out-of-state license is recognized must comply with Chapter 1301 of the Texas Occupations Code and all other applicable laws and regulations.

Section 365.22(j)--The proposed rule is amended to show that an applicant under this section must pass a criminal history background check. The agency may deny an application if the applicant has a disqualifying criminal history.

Section 365.22(I)--The proposed rule is amended to eliminate the provision that military service members and military veterans who do not hold a current out-of-state license or who have not held a Texas license in the five (5) years preceding their application must not have a restricted license in another jurisdiction or an unacceptable criminal history to be eligible to sit for an examination for licensure.

FISCAL IMPACT ON STATE AND LOCAL GOVERNMENT

Lisa G. Hill, Executive Director for the board (Executive Director), has determined that for the first five-year period the amended rule is in effect, there are no foreseeable increases or reductions

in costs to the state or local governments as a result of enforcing or administering the rule. The executive director has further determined that for the first five-year period the amended rule are in effect, there will be no foreseeable losses or increases in revenue for the state or local governments as a result of enforcing or administering the rule.

PUBLIC BENEFITS

The Executive Director has determined that for each of the first five years the amended rule are in effect, the public benefit anticipated as a result of enforcing or administering the amended rule will be to have fewer regulatory barriers to licensure and greater opportunity to expand the population of licensed plumbers.

PROBABLE ECONOMIC COSTS TO PERSONS REQUIRED TO COMPLY WITH THE PROPOSAL

The executive director has determined that for the first five years the amended rule is in effect, there is no substantial economic costs anticipated to persons required to comply with the amended rule.

ONE-FOR-ONE REQUIREMENT FOR RULE WITH A FISCAL IMPACT

Given that the amended rule does not have a fiscal note which imposes a cost on regulated persons, including another state agency, a special district, or local government, proposal and adoption of the rule is not subject to the requirements of Texas Government Code §2001.0045.

GOVERNMENT GROWTH IMPACT STATEMENT

For each of the first five years the amended rule is in effect, the Board has determined the following: (1) the amended rule does not create or eliminate a government program; (2) implementation of the amended rule does not require the creation of new employee positions or the elimination of existing employee positions; (3) implementation of the amended rule does not require an increase or decrease in future legislative appropriations to the agency; (4) the amended rule does not require an increase or decrease in fees paid to the agency; (5) the amended rule does not create a new regulation; (6) the amended rule does not expand, limit, or repeal an existing regulation; (7) the amended rule does not increase or decrease the number of individuals subject to the rule's applicability; and (8) the amended rule does not positively or adversely affect this state's economy.

LOCAL EMPLOYMENT IMPACT STATEMENT

No local economies are substantially affected by the amended rule. As a result, preparation of a local employment impact statement pursuant to Texas Government Code §2001.022 is not required.

FISCAL IMPACT ON SMALL AND MICRO-BUSINESS, AND RURAL COMMUNITIES

The amended rule will not have an adverse effect on small or micro-businesses, or rural communities because there are no substantial economic costs anticipated to persons required to comply with the amended rule. As a result, preparation of an economic impact statement and a regulatory flexibility analysis, as provided by Texas Government Code §2006.002, are not required.

TAKINGS IMPACT ASSESSMENT

There are no private real property interests affected by the amended rule. As a result, preparation of a takings impact as-

sessment, as provided by Texas Government Code §2007.043, is not required.

REQUEST FOR PUBLIC COMMENT

Written comments regarding the amended rule may be submitted by mail to Patricia Latombe at 7915 Cameron Rd, Austin, Texas 78754, or by email to rule.comment@tsbpe.texas.gov with the subject line "Rule Amendments." All comments must be received within 30 days of publication of this proposal.

STATUTORY AUTHORITY

This proposed rule is made under the authority of §1301.251(2) of the Texas Occupations Code, which authorizes the Texas State Board of Plumbing Examiners to adopt rules as necessary to implement the Chapter, and H.B. 5629 amending Texas Occupations Code §55.004 and §55.0041.

No other statutes or rules are affected by the proposal.

- §365.22. Licensing Procedures for Military Service Members, Military Veterans, and Military Spouses.
- (a) Military service members, military veterans and military spouses who held a license issued by the Texas State Board of Plumbing Examiners in the five years preceding their application date will be issued the same license type as that which was previously held.
- (b) Military service members, military veterans and military spouses who hold a current license issued by another jurisdiction that is similar in scope of practice [has licensing requirements that are substantially equivalent] to the requirement for the license in this state and is in good standing with that state's licensing authority will be issued the same license type as that which is held in the other jurisdiction.
- (1) For such applications, this agency will notify the applicant not later than the 10th business day after the date the agency receives an application that:
 - (A) the agency recognizes the applicant's out-of-state

license

- (B) the application is incomplete; or
- (C) the agency is unable to recognize the applicant's out-of-state license because the agency does not issue a license similar in scope of practice to the applicant's license.
- (2) A person is in good standing with another state's licensing authority if the person:
- (A) holds a license that is current, has not been suspended or revoked, and has not been voluntarily surrendered during an investigation for unprofessional conduct;
- (B) has not been disciplined by the licensing authority with respect to the license or person's practice of the occupation for which the license is issued; and
- (C) is not currently under investigation by the licensing authority for unprofessional conduct related to the person's license or profession.
- (c) The agency has the sole discretion in determining whether an applicant's out-of-state license is similar in scope to a license issued by the agency. [The Board will identify which out-of-state licenses held by military service members, military veterans and military spouses have substantially equivalent licensing requirements on a case-by-case basis by comparing the out-of-state jurisdiction's requirements at the time the out-of-state license was issued to the Board's current requirements.]

- (d) Military service members, military veterans and military spouses who do not qualify for a license under Subsection (a) or (b) of this section may request that the Executive Director review the military service member's, military veteran's or military spouse's alternative credentials, including training, education and experience for the purposes of granting prerequisites to obtaining a license.
- (e) The Board shall process and issue, if qualified, an application submitted by a military service member, military veteran, or military spouse not later than the 10th business day after it is received. [as soon as practicable. Applicants deemed qualified will be issued a license and information on the requirements to renew the license in 12 months.]
- (f) Licensing and examination fees payable to the Board are waived for military service members, military veterans and military spouses as provided by Chapter 55 of the Texas Occupations Code. Late fees incurred while on active duty are waived for military service members.
- (g) Military spouses who do not wish to obtain a Texas plumbing license may apply, at no cost, for their out-of-state license to be recognized instead by submitting:
- (1) [proof of Texas residency, including, but not limited to, a copy of the permanent change of state order for the military service member to whom the spouse is married;]
- [(2)] a copy of the spouse's military identification card; and a copy of the military spouse's marriage license; and
- (2) [(3)] a copy of the out-of-state license showing that it is current and in good standing with that licensing authority at the same time of their application.
- [(h) A military spouse's application for out-of-state recognition will be presumed to show their intent to practice in Texas.]
- [(i) If the Board determines that the jurisdiction where the military spouse is currently licensed has licensing requirements that are substantially equivalent to the requirements for a Texas license as provided for by Subsection (e) of this section, then the military spouse may engage in plumbing in Texas for a maximum of three (3) years from the date of recognition without a Texas license.]
- (h) [(j)] A person whose out-of-state license is recognized must comply with Chapter 1301 of the Texas Occupations Code and all other applicable laws and regulations. [Military spouses approved to use their out-of-state license to engage in plumbing in Texas pursuant to Section 55.0041 of the Texas Occupations Code must comply with Chapter 1301 of the Texas Occupations Code and all other applicable laws and regulations.]
- (i) [(k)] Military service members and military veterans who do not hold a current out-of-state license or who have not held a Texas license in the five (5) years preceding their application may have their military experience credited toward license eligibility and apprenticeship requirements by submitting evidence of:
 - (1) verified military service (DD Form 214 or equivalent);
 - (2) training in plumbing or a related field; and
 - (3) education in plumbing or a related field.
- (j) The applicant under this section must pass a criminal history background check. The agency may deny an application if the applicant has a disqualifying criminal history.
- [(1) Military service members and military veterans who do not hold a current out-of-state license or who have not held a Texas license in the five (5) years preceding their application must not have

a restricted license in another jurisdiction or an unacceptable criminal history to be eligible to sit for an examination for licensure.]

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 29, 2025.

TRD-202503489

Patricia Latombe

General Counsel

Texas State Board of Plumbing Examiners

Earliest possible date of adoption: November 9, 2025

For further information, please call: (512) 936-5216

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TITLE 25. HEALTH SERVICES

PART 1. DEPARTMENT OF STATE HEALTH SERVICES

CHAPTER 37. MATERNAL AND INFANT HEALTH SERVICES

SUBCHAPTER C. VISION AND HEARING SCREENING

25 TAC §§37.21 - 37.28

The executive commissioner of the Texas Health and Human Services Commission (HHSC), on behalf of the Department of State Health Services (DSHS), proposes amendments to §37.21, concerning Purpose; §37.22, concerning Definitions; §37.23, concerning Vision Screening; §37.24, concerning Hearing Screening; §37.25, concerning Facility Requirements; Department Activities; §37.26, concerning Recordkeeping and Reporting; §37.27, concerning Standards and Requirements for Screening Certification and Instructor Training; and §37.28, concerning Hearing Screening Equipment Standards and Requirements.

BACKGROUND AND PURPOSE

The proposal is necessary to comply with House Bill (HB) 1297, 88th Legislature, Regular Session, 2023, which allows electronic eve charts for childhood vision screenings in public and private schools, licensed childcare centers, and licensed childcare homes. The proposed amendments define electronic eve charts and permit their use for visual acuity screenings. The proposal also includes edits to improve clarity and readability, defines terms, adds referral requirements from training materials, removes unnecessary procedural steps and details, removes a photoscreener training requirement, ends audiometer registration, requires facilities and certificate holders to comply with the program's policy and procedures manuals, adds an optional hearing screen for children with disabilities or for those who do not pass their initial hearing screening, and clarifies who may become a certified screener or external instructor.

SECTION-BY-SECTION SUMMARY

The proposed amendment to §37.21 edits language for clarity and readability.

The proposed amendment to §37.22 adds definitions for: electronic eve chart to comply with HB 1297: instrument-based vision screeners, which is a general term for certain vision screening equipment; optotypes, which are the standardized figures or letters used for visual acuity screening; otoacoustic emissions (OAE) testing, which is a hearing screen that tests vibrations of the inner ear in response to sounds emitted by a probe; screener, which refers to a person who conducts screenings; and vision disorder, which is a broad term for many eye problems. The proposal updates the definitions of "biological calibration checks," "calibration," "exhaustive calibration," "licensed professional," and "visual acuity," and replaces the definitions of "certification" with "certificate" and "photoscreening" with "photoscreener." The proposal edits definitions for clarity and readability. The proposal also updates a reference to the Texas Health and Safety Code.

The proposed amendment to §37.23 adds electronic eye charts for visual acuity screenings to comply with HB 1297. The proposal adds the requirement for children aged four years and younger to be referred for a professional eye examination if either eye cannot identify the majority of optotypes on the 20/40 visual acuity line. The proposal adds an example of a two-line difference on a visual acuity chart. The proposal specifies that screener training and certification is required only for screeners who screen children in facilities and not in other locations. The proposal adds a referral form to the vision screening referral process that is in the training manual.

The proposed amendment to §37.24 edits language for clarity and readability. The proposal removes step-by-step instructions for conducting an extended recheck and makes the extended recheck optional, allowing screeners greater discretion when referring a child for further evaluation. The proposal specifies screener training and certification is required only for screeners who screen children in facilities and not in other locations. The proposal adds a referral form to the hearing screening referral process. The proposal allows screeners to determine when a follow-up screen should be conducted. The proposal adds otoacoustic emissions (OAE) testing as an optional screen for children with disabilities.

The proposed amendment to §37.25 replaces wording and updates the rule title to include of State Health Services (DSHS), "Facility Requirements; Department of State Health Services (DSHS) Activities." The proposal changes the screening timeline from any time in the school year to within 120 calendar days of enrollment to allow for early intervention. The proposal adds that an affidavit for screening exemption must be submitted on or before the day the screening is scheduled. The proposal adds that facilities must verify a screener has a valid DSHS screening certificate prior to screening. The proposal adds that DSHS will notify facilities and school districts when external instructors do not comply with the rules and the external instructor manual. The proposal also explains consequences for repeated non-compliance, which may include cancellation of the instructor's certificate.

The proposed amendment to §37.26 adds electronic eye charts to recordkeeping and reporting requirements to comply with HB 1297 and updates the website address for the DSHS Vision and Hearing Screening Program. The proposal specifies screeners for facilities must comply with recordkeeping and reporting requirements. The proposal removes the specific mention of telebinocular screening. The proposal removes the requirement for screeners to submit documentation of certifications and re-

fresher courses for specific vision screening equipment. The proposal updates the program mail code. The proposal changes the deadline by which screeners must submit screening results to a facility from "same day" to "no later than three business days after the day of screening." The proposal adds OAE testing to the reporting and recordkeeping requirements.

The proposed amendment to §37.27 replaces the term "instructor" with "external instructor," replaces additional wording, and edits language for clarity and readability. The proposal specifies screeners in facilities who are not licensed professionals must be certified by DSHS. Further, the definition of licensed professional in §37.22(17) does not include nurses, and therefore nurses must be certified by DSHS. The proposal adds that screeners must follow manufacturer instructions for all instrument-based screening devices. The proposal adds an example of the certificate deadline. The proposal clarifies that screener certification is not intended for medical office staff, nursing students, and individuals who are not screening children in facilities. The proposal adds that DSHS may train a limited number of certified vision or hearing screeners, or both, to become DSHS-certified external instructors who may train and certify screeners, but not other instructors. The proposal adds that DSHS accepts applications to become an external instructor on a limited basis and describes how instructor applications are prioritized. The proposal states external instructors must follow the rules and the external instructors' manual. The proposal changes the external instructor certificate period from five years to two years and makes external instructors subject to audits and observations. The proposal adds that instructors must maintain a copy of all training records for five years. External instructors must conduct each type of screener training at least once a year to maintain their certificate. This includes basic training and recertification training for vision or hearing, or both. External instructors who do not train screeners for over 18 months must reapply for certification.

The proposed amendment to §37.28 removes the requirement for registration of all pure-tone audiometers and the requirement for DSHS to approve all audiometer technicians. The proposal adds American National Standards Institute as the organization to follow for hearing equipment standards. The proposal clarifies all audiometer standards and requirements apply to audiometers used for hearing screening in facilities. The proposal requires screeners or facilities to store proof of calibration with the audiometer. The proposal requires audiometer biological calibrations both monthly and on each screening day, and the calibration records must be kept for three years.

FISCAL NOTE

Christy Havel Burton, Chief Financial Officer, has determined that for each year of the first five years the rules will be in effect, enforcing or administering the rules does not have foreseeable implications relating to costs or revenues of state or local governments.

GOVERNMENT GROWTH IMPACT STATEMENT

DSHS determined that during the first five years that the rules will be in effect:

- (1) The proposed rules will not create or eliminate a government program;
- (2) Implementation of the proposed rules will not affect the number of DSHS employee positions;

- (3) Implementation of the proposed rules will result in no assumed change in future legislative appropriations;
- (4) The proposed rules will not affect fees paid to DSHS;
- (5) The proposed rules will not create a new regulation;
- (6) The proposed rules will repeal existing regulations;
- (7) The proposed rules will not change the number of individuals subject to the rules; and
- (8) The proposed rules will not affect the state's economy.

SMALL BUSINESS, MICRO-BUSINESS, AND RURAL COM-MUNITY IMPACT ANALYSIS

Christy Havel Burton has also determined that there will be no adverse economic effect on small businesses, micro-businesses, or rural communities because there is no requirement to alter current business practices. No rural communities contract with DSHS in any program or service affected by the proposed rules.

LOCAL EMPLOYMENT IMPACT

The proposed rules will not affect a local economy.

COSTS TO REGULATED PERSONS

Texas Government Code §2001.0045 does not apply to these rules because the rules do not impose a cost on regulated persons and the rules are necessary to implement legislation that does not specifically state that §2001.0045 applies to the rules.

PUBLIC BENEFIT AND COSTS

Dr. Manda Hall, Deputy Commissioner, Community Health Improvement Division, determined that for each year of the first five years the rules are in effect, the public benefit will be to give vision screeners more flexibility by allowing them to use electronic eye charts for screenings and to make the vision and hearing screening rules easier to understand and therefore follow.

Christy Havel Burton has determined that for the first five years the rules are in effect, there are no anticipated economic costs to persons who are required to comply with the proposed rules because the use of electronic eye charts for visual acuity screenings is optional.

TAKINGS IMPACT ASSESSMENT

DSHS has determined the proposal does not restrict or limit an owner's right to the owner's property that would otherwise exist in the absence of government action and, therefore, does not constitute a taking under Texas Government Code §2007.043.

PUBLIC COMMENT

Written comments on the proposal, including information related to the cost, benefit, or effect of the proposed rules, as well as any applicable data, research, or analysis, may be submitted to Rules Coordination Office, P.O. Box 13247, Mail Code 4102, Austin, Texas 78711-3247, or street address 4601 West Guadalupe Street, Austin, Texas 78751; or emailed to HHSRulesCoordinationOffice@hhs.texas.gov.

To be considered, comments must be submitted no later than 31 days after the date of this issue of the *Texas Register*. Comments must be (1) postmarked or shipped before the last day of the comment period; (2) hand-delivered before 5:00 p.m. on the last working day of the comment period; or (3) emailed before midnight on the last day of the comment period. If the last day

to submit comments falls on a holiday, comments must be postmarked, shipped, or emailed before midnight on the following business day to be accepted. When emailing comments, please indicate "Comments on Proposed Rule 25R010" in the subject line

STATUTORY AUTHORITY

The amendments are authorized by Texas Government Code §524.0151 and Texas Health and Safety Code §1001.075, which authorize the executive commissioner of HHSC to adopt rules for the operation and provision of services by the health and human services system. The amendments are required to comply with Texas Health and Safety Code Chapter 36.

The amendments affect Texas Government Code §524.0151 and Texas Health and Safety Code §\$36.002 - 36.006 and §36.011, and Chapter 1001.

§37.21. Purpose.

This [The purpose of this] subchapter implements [is to implement] Texas Health and Safety Code[3] Chapter 36, concerning the early identification of individuals from birth through 20 years new old [of age] who have special senses and communication disorders and [who] need remedial vision, hearing, speech, or language services.

§37.22. Definitions.

The following words and terms, when used in this subchapter, [shall] have the following meanings, unless the context clearly indicates otherwise.

- (1) American Academy of Pediatrics (AAP)--<u>A</u> [The AAP is a nationally recognized] professional organization that makes health recommendations for [which issues recommended standards pertaining to the health and well-being of] children.
- (2) American Association for Pediatric Ophthalmology and Strabismus (AAPOS)--A professional organization that, along [AAPOS is a nationally-recognized professional body which, in conjunction] with the AAP, sets [issues] recommended vision screening standards. [The goals of] AAPOS works to improve [are to advance the quality of] children's eye care, supports [support] the training of pediatric eye doctors, supports pediatric eye [ophthalmologists, support] research [activities in pediatric ophthalmology], and helps [advance the eare of] adults with alignment issues [strabismus].
- (3) American National Standards Institute, Inc. (ANSI)--A [The] national organization that provides [eoordinator of standards development and the United States clearinghouse for] information about [on national and international] standards used in the United States and around the world.
- (4) Audiometer--A [An electrical] device used to test [for testing] hearing[,] and measure how well a person can hear different levels and pitches [for measuring bone and air conduction] of sound.
- (5) Audiometric calibration equipment--<u>Electronic devices used to adjust</u> [<u>Electro-acoustical equipment used to calibrate</u>] audiometers and audiometric testing devices, <u>which</u> [- The term] includes frequency counters, voltmeters, and distortion measuring equipment [used to calibrate audiometers and audiometric testing devices].
- (6) Audiometric testing device--A machine that uses a variety of [An electro-acoustical generator that provides acoustic energy of a] calibrated sounds to test hearing and help identify the presence, type, and severity of hearing loss [output].
- (7) Biological calibration check--A method to check an audiometer's accuracy by testing the device on an individual with known

- hearing levels [The process of testing a person having a known, stable audiometric curve that does not exceed 25 decibels (dB) hearing level at any frequency between 250 and 6000 Hertz (Hz), and comparing the test results with the subject's known baseline audiogram].
- (8) Calibration--The process of comparing an instrument or device to [with] a standard and making adjustments to an acceptable level of [determine its] accuracy [and to make the necessary repairs or adjustments to assure that the operating characteristics are within the allowable limits established by a national standard, all in accordance with applicable legal requirements].
- (9) Certificate--A qualification given to individuals who complete vision or hearing screener training provided by either the Department of State Health Services (DSHS) or a DSHS-certified instructor.
- [(9) Certification—The process by which the Department of State Health Services (department) trains individuals to conduct vision and/or hearing screening or provides training to instructors. The applicable certification is awarded following the successful completion of any of the course scenarios in this paragraph.]
- (10) dB--The decibel is a unit for measuring [expressing] the loudness [relative intensity] of sounds. Decibels range [on a seale] from zero, which is the quietest sound an average person can hear, up [for the average least perceptible sound] to around [approximately] 130, which is [for] the average [pain] level of sound that causes pain.
- (11) Electronic eye chart--A computerized or other electronic system, device, or method that displays medically accepted and properly sized optotypes (letters, numbers, or symbols) to check an individual's visual acuity. Automated programs that measure visual acuity through interactive activities, like games, are not included.
- (12) [(11)] Exhaustive calibration--<u>An audiometer</u> [A] calibration that tests all settings for both earphones.
- (13) [(12)] Extended recheck--A hearing test [sereen] used after a [the] child has failed two sweep-check screens. [The sereener may perform an extended recheck or initiate a referral for a professional examination, as defined in this section, after the two failed sweep-check screens.]
- $(\underline{14})$ [(13)] Facility--Includes public \underline{and} [$\underline{\bullet f}$] private preschools and schools, [\underline{as}] defined as follows:
- (A) schools, as [the term is] defined \underline{in} [at] Texas Health and Safety Code §36.003[$\frac{36.003(7)}{7}$];
- (B) preschools, as [the term is] defined \underline{in} [at] Texas Health and Safety Code $\S36.003[\frac{1}{5}, \S36.003(3)]$;
- (C) child care centers licensed by the <u>Health and Human Services Commission (HHSC)</u> [Department of Family and Protective Services (DFPS)]; and
 - (D) child care homes licensed by HHSC [DFPS].
- $\underline{(15)}$ [(14)] Hz--Hertz is a unit of frequency equal to one cycle per second.
- (16) Instrument-based vision screeners--Automated devices like photoscreeners and autorefractors that estimate refractive errors and other factors that may cause vision problems in children. These devices do not test visual acuity.
- (17) [(15)] Licensed professional--An individual who is legally allowed to conduct [whose legally-defined scope of practice under the license includes knowledge and experience in conducting] professional examinations, make diagnoses, and perform screenings for vision or [and/or] hearing abnormalities, or both, in children. This

- must be done according to[5] all consistent with] this subchapter and Texas Health and Safety Code[5] Chapter 36. The term "licensed professional" in this subchapter does not include nurses. [The terms "professional examination" and "screening" are as defined in this section.]
- (18) Optotype--A standardized figure or letter used to test visual acuity.
- (19) Otoacoustic emissions (OAE) testing--A hearing test that checks vibrations from the inner ear using sounds from a small device placed in the ear. OAE is an alternate screening method for children with intellectual or developmental disabilities.
- [(17) Photoscreening—A form of pediatric vision screening that uses a special-purpose camera to determine how well a child can see. It is an alternative under this subchapter to visual acuity-based screening with an eye chart for certain children, as specified herein. Other related terms are: autorefractor, objective screening and instrument-based screening. Photoscreening cannot determine exactly how well a child's visual acuity is developing. Important factors that affect visual acuity such as accommodative ability (focusing ability), binocular vision development, and other eye health issues are not assessed via photoscreening.]
- (21) Photoscreener--A device that uses a special camera to check a child's vision. As described in this subchapter, a photoscreener can be used instead of a visual acuity screening for certain children.
- (22) [(18)] Professional examination [(also referred to as examination)]—A diagnostic evaluation performed by a [an appropriately] licensed professional who has the [or by a department-certified individual whose] expertise to address [addresses] the diagnostic needs of an [the] individual with [identified as having a] possible vision or hearing issues [special senses or communication disorder]. This [A professional] examination meets [is one that is done according to] the requirements of this subchapter and [of the] Texas Health and Safety Code[5] Chapter 36.
- $\underline{(23)} \quad \hbox{[(19)] Program--} \underline{DSHS} \ \hbox{[The department's] Vision and Hearing Screening Program}.$
- (24) [(20)] Pure-tone audiometer--A <u>device that [pure-tone</u> audiometer] electronically generates <u>pure tones</u> [pure-tones which are] used as signals to test an individual's [a <u>person's</u>] hearing.
- (25) [(21)] Reporting year--A 12-month period beginning June 1 of each year and ending May 31 of the next [following] year.
- (26) Screener--An individual conducting vision or hearing screenings. A screener is either a licensed professional as defined in this subchapter or is trained and certified by DSHS to conduct vision or hearing screenings, or both.
- (27) [(22)] Screening--A <u>quick</u> test or <u>set</u> [battery] of tests to see if someone <u>might</u> [for rapidly determining the] need [for] a professional examination.
- (28) [(23)] Screening equipment--An instrument or device used to measure [perform a measurement or measurements for the assessment of sensory abilities.
- (29) [(24)] Sweep-check--A quick hearing [screening] test using a pure-tone audiometer to check if an individual [determine

whether a person] can hear tones at [the following frequencies:] 1000 Hz, 2000 Hz, and 4000 Hz at [less than or equal to] 25 dB.

- (30) [(25)] Telebinocular instrument--A device used to check [stereoscopic instrument] for [screening] various eye defects and measure [measuring] visual acuity.
- (31) [(26)] Testing equipment--An instrument or device used as described in [under] this subchapter to check for [perform a measurement or measurements to substantiate or verify the presence or absence of] sensory problems [impairment(s)].
- (32) [(27)] Tests--Procedures <u>used as described in [under]</u> this subchapter to measure special senses and communication functions.
 - (33) Vision disorder--An impairment of the sense of vision.
- (34) [(28)] Visual acuity--The ability to distinguish letters or symbols at 20 feet or with a chart that simulates 20 feet. In this subchapter, visual acuity specifically means how clearly an individual can see things far away. [relative ability of the visual organ to resolve detail that is] measured as a standard ratio like [and recorded using an internationally recognized, two-figured indicator, such as] 20/20.

§37.23. Vision Screening.

- (a) Visual acuity screening [Sereening] is required to find specific vision disorders[5] for individuals attending [who attend] a facility[5] to detect vision disorders]. The vision screening rules follow national standards from AAPOS. Vision screening as described [conducted under this subchapter by a person who is not a licensed professional, as the term is defined] in this subchapter must meet the following requirements[5], must be conducted following the national standards set by AAPOS currently found at http://www.aapos.org/terms/conditions/131, as revised, as they apply to age, verbal ability; ability to cooperate with screening, allowable methods of screening in different situations, and referral criteria, with the following exceptions].
- (1) Perform screenings using traditional wall charts or electronic eye charts that show approved optotypes at the correct distances. See the vision screening manual on the Department of State Health Services (DSHS) website for detailed instructions and a list of approved optotypes.
- (2) [(1)] Refer children aged four years and younger [For children less than five years of age, refer] for a professional examination if either eye cannot correctly identify the majority of optotypes on the 20/40 acuity line or if [when] there is a difference of two lines between passing acuities in either eye. For example, if a child has 20/40 vision in one eye and 20/20 in the other, the child must be referred. However, if a child has 20/40 vision in one eye and 20/30 in the other, the child passed the screening.
- (3) [(2)] Refer [For] children aged five years [of age] and older[5, refer] for a professional examination if either eye cannot correctly identify the majority of optotypes on the [when screening results indicate visual acuity of less than] 20/30 line. The DSHS requirement differs from the AAPOS standard of 20/32 [in either eye (rather than 20/32 as listed in the AAPOS standards)].
- (4) Refer to and comply with additional pass or fail criteria in the vision screening manual on the DSHS website.
- (5) [(3)] <u>Use</u> [In addition to AAPOS' recommendation regarding] photoscreening, when applicable, for children aged 42 months to five years [of age], as recommended by AAPOS, and for individuals [photoscreening may be used for any individual (referenced in §37.21 of this title (relating to Purpose)] with disabilities who <u>do</u> [does] not respond well to other [allowable] screening methods. Refer a child for

[A referral to] a professional examination if the child fails [is recommended if the individual fails] the photoscreening.

- (b) A screener [person] who is not a ["]licensed professional and[," as that term is defined in this subchapter, who] conducts vision screening in facilities must be trained and certified as described in §37.27 of this subchapter [title](relating to Standards and Requirements for Screening Certification and Instructor Training).
- (c) Facilities must give the child's parent, other legally responsible adult, or the individual in the scenarios described in Texas Family Code §32.003, a referral form if the child fails a screening. The referral is for further evaluation by an appropriate licensed professional. Facilities must not refer a child [When a screener makes a referral based on the screening results under subsection (a) of this section, that referral shall be to a licensed professional for a professional examination, and not] to a specific person [individual].
- (d) A individual is exempt from [The requirements of] this section if the individual gives the facility [do not apply when the individual is already actively under medical care by an appropriate licensed professional for one or more of the vision problems for which screening is done under this section. In order to claim this exception, the individual under the scenarios described at Texas Family Code, §32.003 or, if the individual is a minor, the individual's parent, managing conservator or legal guardian, must submit] documentation from an appropriate [the] licensed professional stating [to the facility. The documentation must be signed and dated by the licensed professional, and must affirmatively state that] the individual is under active or[5] ongoing medical care [from the licensed professional] for a [specific] vision problem [problems as referenced in this subsection].
- (e) Facilities, school districts, and screeners must follow all instructions in the vision screening manual available on the DSHS website.

§37.24. Hearing Screening.

- (a) Hearing screening to detect hearing disorders [Sereening] is required[5] for individuals attending [who attend] a facility[5] to detect hearing disorders]. Hearing screening as described in [under] this subchapter must meet the following [be conducted using screening methods and referral criteria, and in compliance with other] requirements[5] as follows].
- [(b)] [A person who is not a "licensed professional," as that term is defined in this subchapter, who conducts hearing screening must be trained and certified as described in §37.27 of this title (relating to Standards and Requirements for Screening Certification and Instructor Training).]
- (1) [(e)] <u>Use a [A] pure-tone audiometer [shall be used]</u> to <u>perform [eonduet]</u> a sweep-check screen.
- (3) [(e)] If the results show that the child did not respond to any of the three frequencies in either ear, perform a second sweep-check screen. If the child has a cold, congestion, fluid buildup in the ears, or any other condition impacting hearing, delay the second sweep-check screen. Perform the rescreening no later [A rescreen with another sweep-check is recommended if test results indicate failure to respond to any of the three frequencies in either ear, and it should be conducted no sooner than three weeks but not more] than 28 calendar days [four weeks] after the initial screening.
- (4) [(f)] If the child does not respond to any of the frequencies [An extended recheck may be conducted or a referral to a profes-

- sional examination shall be made for all children whose test results indicate failure to respond to any of the three frequencies] in either ear on the second sweep-check, either perform an optional extended recheck or refer the child for a professional examination.
- (5) [(g)] Refer a child for professional examination if the child does not respond [If the extended recheck results in a failure to respond] to any frequency in either ear above 25 dB during an extended recheck [at greater than 25dB, the screener must recommend that a professional examination be immediately conducted].
- (b) Otoacoustic emissions (OAE) testing may replace puretone audiometry only if a child has a documented disability preventing audiometer screening. OAE testing is optional and dependent on the screener's access to OAE testing equipment. The screener must use the equipment according to the manufacturer's recommendations.
- (c) A screener who is not a licensed professional and performs hearing screenings in facilities must be trained and certified as described in §37.27 of this subchapter (relating to Standards and Requirements for Screening Certification and Instructor Training).
- (d) Facilities must give the child's parent, other legally responsible adult, or the individual in the scenarios described in Texas Family Code §32.003, a referral form if the child fails a screening. The referral is for further evaluation by an appropriate licensed professional. Facilities must not refer a child to a specific person.
- (e) An individual is exempt from this section if the individual gives the facility documentation from an appropriate licensed professional stating the individual is under active or ongoing medical care for a hearing problem.
- (f) Facilities, school districts, and screeners must follow all instructions in the hearing screening manual available on the Department of State Health Services (DSHS) website.
- [(h) An extended recheck shall be conducted according to the following procedures.]
- [(1) Beginning with the right ear, present the tone at 40 dB hearing level (HL) and at 1000 Hz for two to three seconds. If no response is obtained, record " greater than 40 dB."]
- [(2) If the child responds at $40~\mathrm{dB}$, lower the intensity to $30~\mathrm{dB}$ HL and present the tone again.]
- [(3) Lower the HL in 10 dB increments until no response is obtained, or until 20 dB is reached. If a response is obtained at 20 dB, record "20 dB."]
- [(4) If no response is obtained, increase the HL dial in 5 dB increments until a response is obtained. Record the dB results obtained at 1000 Hz for the right ear.]
- [(5) Repeat steps in paragraphs (1) (4) of this subsection at 40 dB HL for 2000~Hz and 4000~Hz.]
- [(6) Repeat steps in paragraphs (1) (5) of this subsection for the left ear.]
- [(i) When a screener makes a referral based on the screening results under subsection (a) of this section, that referral shall be to a licensed professional for a professional examination, and not to a specific individual.]
- [(j) The requirements of this section do not apply when the individual is already actively under medical care by an appropriate licensed professional for one or more of the hearing problems for which screening is done under this section. In order to claim this exception, the individual under the scenarios described at Texas Family Code.

- §32.003 or, if the individual is a minor, the individual's parent, managing conservator or legal guardian, must submit documentation from the licensed professional to the facility. The documentation must be signed and dated by the licensed professional, and must affirmatively state that the individual is under active, ongoing medical care from the licensed professional for specific hearing problems as referenced in this subsection.]
- §37.25. Facility Requirements; Department of State Health Services (DSHS) Activities.
- (a) The chief administrator <u>must</u> [of each facility shall] ensure [that] each individual admitted to the facility follows these [complies with the] screening requirements [of this subchapter (including ensuring that any screening done is performed by a properly certified screener), according to the following schedule].
- (1) Children ages four and [years of age or] older as of September 1 of the school year[5] who are enrolled in any facility for the first time[5] must have [be screened for possible] vision and hearing tests [problems] within 120 calendar days of enrolling [enrollment]. If a child enrolls [is enrolled] within 60 calendar days of the end of the school year [date a facility closes for the Summer], the child's vision and hearing must be tested within 120 calendar days of the start [beginning] of the next [following] school year.
- (2) Children [enrolled] in pre-kindergarten and kindergarten must be screened each year within 120 <u>calendar</u> days of enrollment.
- (3) Children [enrolled] in the first, third, fifth, and seventh grades must be screened for [receive] vision and hearing problems within 120 calendar days of enrolling in each of those grades to allow for early intervention if a problem is found [screening in each of those grade years (can be done at any time during each of those years)].
- (4) Children in third, fifth, and seventh grades are [Except for children enrolled in pre-kindergarten, kindergarten or first grade, a facility shall] exempt [any child] from screening as required in [by paragraphs (1) (3) of] this subsection if the child's parent, managing conservator, or legal guardian, or the individual in [under] the scenarios described in [at] Texas Family Code[5] §32.003, submits a record to the facility showing [that] a professional examination was [properly] conducted during the grade year in question or [during] the previous year. The record must be submitted to the facility during the grade year when [in which] the screening would otherwise be required.
- (5) Children turning [enrolled in a facility who turn] four years old [of age] after September 1 of the school [that] year do not need to be screened [are exempt from screening] until the next school year [following September].
- (6) <u>Children may be screened [Upon written request preapproved by the department, the screening of vision and hearing performed at a facility may occur] on an <u>alternate</u> [even-year] schedule (i.e., pre-kindergarten, kindergarten, [and] first, second, fourth, and sixth grades) if DSHS approves a written request. DSHS may set [instead of pre-kindergarten, kindergarten, and first, third, fifth, and seventh grades). Any department approval will include] conditions so [that] children receive [do not miss] necessary screenings [screening] during the transition.</u>
- (b) A child's parent, managing conservator, or legal guardian, or the individual <u>in [under]</u> the scenarios described <u>in [at]</u> Texas Family Code[,] §32.003, may execute an affidavit stating <u>either [that]</u> a <u>screener [person,]</u> other than the <u>screener selected [individual secured]</u> by the facility <u>will perform</u> [to eonduct screenings at the facility, shall eonduct] the screening [() or [that] a licensed professional will perform [shall eonduct] an examination[)] as soon as possible [is feasible]. The

facility may admit the child temporarily [on a provisional basis] for up to 60 calendar days[5] or may deny admission until the screening record is [record(s) are] provided [to the facility].

- (c) A [facility shall not require a] child is exempt from screening [to be screened] if the child's parent, managing conservator, or legal guardian, or the individual in [under] the scenarios described in [at] Texas Family Code[5] §32.003, submits an affidavit to the facility[5] on or before the date vision or hearing screening is scheduled, an affidavit in lieu of the screening record(s)] stating [that] the vision or hearing screening, or both screenings, conflict [conflicts] with the tenets and practices of a church or religious denomination of which the child or individual is a [affiant is an adherent or] member. The affidavit must be submitted on or before the day the screening is scheduled.
- (d) The facility must verify the screener has a valid DSHS screening certificate before screening begins.
- (e) [(d)] Volunteers must have a [Only individuals who have eompleted] high school diploma or equivalent to help with [may serve as volunteer assistants during] vision and [and/or] hearing screenings. The screener is responsible for deciding [It is the responsibility of the certified screener to determine] how a [any] volunteer [assistant(s)] will assist with [be used during] the screening process, consistent with all state and federal confidentiality requirements.
- (f) Facilities must follow DSHS rules, instructions, policies, and the vision and hearing screening manuals available on the DSHS website.
- (g) DSHS will inform facilities when an external instructor, as described in §37.27 of this subchapter (relating to Standards and Requirements for Screening Certification and Instructor Training), fails to follow all the rules, instructions, policies, and manuals in this subchapter. If the instructor continues to not follow the rules, the instructor's certificate may be canceled.

§37.26. Recordkeeping and Reporting.

- (a) Screeners at facilities [Individuals conducting screenings under this subchapter] must follow the rules for keeping records [comply with the following recordkeeping] and reporting information [requirements].
- (1) A screener must [Individuals conducting screenings at the facility (and those other than licensed professionals conducting screenings outside of the facility) shall] document in each child's screening record the specific screening performed [conducted], the date the screening was performed [conducted], observations made during the screening, and the final results [of the screening]. The screener must document [individual shall also ensure that the following are included in the documentation:] the child's name [of the child], age or birthdate [of the child], and if [whether] the child is wearing corrective lenses during the vision screening. The screener [documentation required under this subsection] must sign [also be signed] and date this information [dated by the person who conducted the screening].
- (2) A screener must provide facilities a copy of the screener's Department of State Health Services (DSHS) screener certificate.
- [(2) Individuals using photoscreening for vision screening must comply with the recordkeeping and reporting requirements detailed at §37.27(b)(2) of this title (relating to Standards and Requirements for Screening Certification and Instructor Training). Additionally, prior to conducting photoscreening at a facility, the individual must submit copies of these same documents to that facility in addition to the documents which must be submitted under subsection (b)(3) of this section.]

- [(3) Individuals using a telebinocular instrument for vision screening must comply with the recordkeeping and reporting requirements detailed at §37.27(b)(3) of this title. Additionally, prior to conducting telebinocular screening at a facility, the individual must submit copies of these same documents to that facility.
- (3) [(4)] <u>Screeners</u> [Individuals conducting screenings] at a facility <u>must</u> [(and those other than licensed professionals conducting screening outside of the facility) shall] submit the <u>required</u> documentation referenced in paragraph (1) of this subsection to the facility by the specified deadline or no later than three business days after [at] the [time of that] screening.
- [(5) Individuals must submit documentation to the department related to certifications and refresher courses, as specified in §37.27 of this title.]
- (b) Facilities must <u>follow the rules for keeping records</u> [comply with the following recordkeeping] and reporting <u>information</u> [requirements].
- (1) \underline{A} [Each] facility $\underline{\text{must}}$ [shall] maintain vision and hearing screening records [under this section] onsite for at least two years.
- (2) A facility must maintain [sereening] records of screening [regarding any individual elaiming the] exemptions found in [$\frac{1}{37.23(d)}$ of] this subchapter [title (relating to Vision Screening) and/or $\frac{37.24(j)}{37.23(d)}$ of this title (relating to Hearing Screening)] for at least two years.
- (3) A facility <u>must</u> [shall] maintain the records received [it receives] from screeners [under subsection (a)(2) of this section, related to the use of photoscreening for vision screening at the facility] for at least two years.
- (4) A child's [An individual's] screening records may be transferred between [among] facilities without [the] consent of the child's parent, managing conservator, or legal guardian, or the individual in [under] the scenarios described in [at] Texas Family Code[3] §32.003, according [or, if the individual is a minor, the minor's parent, managing conservator, or legal guardian, pursuant] to Texas Health and Safety Code[3] §36.006(c).
- (5) <u>Facilities</u> [The recordkeeping required in this section] must provide the required records [be made available] to DSHS [the department] in a timely manner <u>if requested</u> [upon request]. <u>DSHS or its representatives</u> [The department] may[, directly or through its authorized representative,] enter a facility and inspect vision and hearing <u>screening</u> records [maintained relating to vision and hearing screening].
- (6) <u>Each</u> [On or before June 30 of each year, each] facility must [shall] submit a yearly [to the department a complete and accurate annual] report on the vision and hearing screening status of the [its] aggregate population screened during the reporting year. The report must be submitted on or before June 30 of each year [Facilities shall report] in the manner specified by DSHS at https://www.dshs.texas.gov/vision-hearing-screening [the department (currently found at https://chrstx.dshs.state.tx.us). Facilities are required to report on the following categories].
- (A) Hearing [For hearing] screening--The total number of children screened, including[:] the number who failed; the number screened by OAE testing; the number referred for professional examination; the number who left [transferred out of] the facility before [prior to] the facility received [receiving] the professional examination results; professional examination results showing [indicating] none of the screened disorders were present [which are screened for under this section]; professional examination results showing a disorder was

[indicating a disorder(s) which is] screened for [under this section]; and referrals [referral] for a professional examination where [with] no [indication that a] professional examination was [ever] done.

- (B) Vision [For vision] screening--The total number of children screened, including[;] the [total] number screened with glasses or contact lenses [correction (e.g. glasses or contacts)]; the [total] number screened with photoscreening; the number screened with an electronic eye chart; the number who failed; the number referred for professional examination; the number who left [transferred out of] the facility before [prior to] the facility received [receiving] the professional examination results; the number whose professional examination results indicated no issues [indicating none of the disorders present which are screened for under this section]; the number whose professional examination results indicated an issue [indicating a disorder(s) which is screened for under this section]; and the number referred [referral] for a professional examination where [with] no [indication that a professional] examination was [ever] done. The ["]total number screened["] includes the number screened with telebinocular screening.
- (c) Additional [There are additional] recordkeeping requirements [in §37.28(f) and (g) of this title (relating to Hearing Screening Equipment Standards and Requirements)] for screeners [individuals or entities] who own or [and/or] use audiometers and audiometric screening equipment are in §37.28(f) of this subchapter (relating to Hearing Screening Equipment Standards and Requirements).
- (d) Unless otherwise specified on the DSHS website, send documents described in [For all submissions to the department under] this subchapter to [, use the following contact information (unless otherwise specified):] Vision, Hearing, and Spinal Screening Program, Department of State Health Services, Mail Code 1818 [1978], P.O. Box 149347, Austin, Texas 78714-9347.
- (e) Facilities, school districts, and screeners must follow all recordkeeping instructions in the vision and hearing screening manuals.
- §37.27. Standards and Requirements for Screening Certification and Instructor Training.
- (a) A screener working in a facility [Individuals who conduct vision and/or hearing screening] must be certified by the Department of State Health Services (DSHS) [under this section] unless the screener [screening] is [conducted by] a licensed professional. Training for screeners is provided either [There are two options for obtaining this certification: a certificate issued] directly by DSHS or by instructors [the department; or a certificate issued by an instructor who has been trained and] authorized by DSHS [the department] to issue certificates. There is no fee for [cost to] taking the course in either case [scenario].
- (1) DSHS provides training [The department offers certification courses,] and issues certificates when the course is completed. To join, participants [to those who successfully complete them. To be eligible to take the department's certification course, an individual] must have [be] a high school diploma or equivalent [graduate] and sign a form [written statement to that effect] at the start [beginning] of the course. Individuals who finish the training and pass [successfully complete the course, including passing] the [associated] tests[5] will receive [be issued] a certificate from DSHS to conduct screenings [by the department].
- (2) The training and certification described in this subchapter are not intended for staff in medical offices or students in medical, nursing, or other training programs. Individuals who do not screen children in facilities as defined in this subchapter are neither eligible nor required to be trained and certified by DSHS.
- (3) [(2)] DSHS may train certain people outside the screening program, called external instructors, to conduct [The department

- trains instructors who themselves give] certification courses. Screeners who finish the course and pass the tests[, as described in this section. The eligibility requirement to attend such a course is the same as is described at paragraph (1) of this subsection. Individuals who successfully complete the course, including passing the associated tests,] will receive [be issued] a certificate from DSHS [signed by the authorized instructor. It will have the same validity, and is subject to the same restrictions, as a certificate issued under paragraph (1) of this subsection].
- (b) <u>Holders of [Sereening]</u> certificates issued <u>as described in [under]</u> this section <u>must follow these</u> [are <u>subject to the following</u>] requirements.
- (1) Certificate holders may [Individuals who receive a certificate are authorized to] conduct the type of [vision and/or hearing] screening [(as applieable to the course taken, and as] listed on the certificate[), [in accordance with this subchapter]. Certificate holders must follow all the rules in [Certified screeners are required to comply with] this subchapter, and failure to do so may lead to modifications, [is grounds for the modification,] suspension, or cancellation [and/or revocation] of the certificate [certification as provided in this section].
- (2) If a screener uses [Individuals using] a photoscreener or other instrument-based device for vision screening, the screener must follow the manufacturer's instructions. The screener [have successfully completed instrument-specific training (including passing all associated tests) in accordance with manufacturer guidelines and must have a full understanding of the pass/fail referral criteria in accordance with AAPOS standards. Individuals conducting photoscreening must] also needs [have] a current DSHS screening certificate as described in [under] subsection (a)[(1) or (2)] of this section. [Documentation of the photoscreening training must be submitted to the instructor upon attendance at a certification class and include the date and location the training was taken, and the name, affiliation and contact information of the instructor. The individual must successfully complete instrument-speeific refresher training (including passing any associated tests) every five years. Such refresher training must be completed during the fifth year of certification from the date the preceding certificate was issued.]
- (3) If a screener uses [Individuals using] a telebinocular instrument for vision screening, the screener must follow the manufacturer's instructions. The screener [be familiar with the instrument in accordance with manufacturer guidelines and must have a full understanding of the pass/fail referral criteria. Individuals conducting telebinocular screening must] also needs to have a current DSHS screening certificate as described in [under] subsection (a)[(1) or (2)] of this section.
- (4) A DSHS screening certificate described in [Sereening certification under] this section is valid [allows the individual to screen children for vision and/or hearing problems (as applicable to the course taken, and as listed on the certificate) under this subchapter] for [a period of] five years. Renewing a certificate is explained[, with renewals processed as described] in paragraph (5) of this subsection.
- (5) To renew a screening certificate, an individual must attend a recertification course either offered directly by DSHS, or approved by DSHS and provided by an external instructor. [Sereening certification may be renewed by attending a department-approved refresher training course (either offered directly by the department or by an instructor authorized under this section).] The individual must finish this course by December 31 of the fifth year after the certificate was issued. For example, if the certificate is dated March 15, 2026, an individual has until December 31, 2031, to finish the recertification course, which then extends the certificate for another five years. If an individual does not complete the recertification within five years, [refresher training course must be completed during the fifth year of certification

- from the date the preceding certificate was issued. Once a refresher training course is successfully completed, the five-year cycle begins again. If certification is not renewed within the required time period;] the individual must take the complete [attend the basic] certification training course again [(i.e., a refresher course will not be sufficient)].
- (6) DSHS may change, suspend, or cancel a certificate. DSHS will provide notice to the affected screener of any action being taken if DSHS receives [When the department receives] information that the [from any source that indicates a] screener has not followed [been following] the rules in [requirements of] this subchapter[, the department may modify, suspend, or revoke the certification. The department will send a notice to the affected individual as part of any such action being taken].
- (7) If a screener receives a notice of action, the screener [The affected individual] has 20 business days [after receiving the notice; referenced in this paragraph;] to request a hearing. DSHS assumes the notice is received five days after being postmarked. [on the proposed action. It is a rebuttable presumption that a notice is received five days after the date of the notice.] Unless the notice [letter] specifies another [an alternative] method, the hearing [a] request must [for a hearing shall] be [made] in writing[;] and mailed or hand-delivered to the program at the address described [specified] in §37.26(d) of this subchapter [title] (relating to Recordkeeping and Reporting). If [an individual who is offered] the [opportunity for a hearing does not] request is not received or postmarked within 25 business days from the notice date [a hearing within the prescribed time for making such a request], the screener waives [individual is deemed to have waived] the right to a hearing and DSHS [the action] may proceed with the action [be taken].
- (8) Appeals and administrative hearings <u>follow DSHS</u> [will be conducted in accordance with the department's] fair hearing rules $\underline{\text{in}}[, \text{ at}]$ §§1.51 1.55 of this title (relating to Fair Hearing Procedures).
- (c) DSHS may train a limited number of certified vision or hearing screeners, or both, to become DSHS-authorized external instructors. These external instructors may train and certify individuals who screen children in facilities. [Individuals who successfully complete a department instructor training course, including all associated testing, are authorized to conduct screening trainings and issue screening certificates to individuals who successfully complete the screening training (including all associated testing), subject to the requirements of this section.] Instructors may not charge [any kind of] fees for these [their] activities [under this section].
- (1) A screener who wants to become an external [Individuals wishing to take the] instructor [eourse] must apply and [first] meet the following requirements [qualifications]:
- (A) the applicant has [have] a [eurrent,] valid <u>DSHS</u> [department] screening <u>certificate</u> [eertification,] and <u>has</u> [have] experience performing screenings [under that certificate];
- (B) the applicant has [have] experience training [eenducting trainings to] groups of adults; and
- (C) the applicant is [be] an audiologist, speech pathologist, optometrist, ophthalmologist, or a registered nurse with a valid [and must have the applicable] Texas license[; current and] in good standing [under Texas law].
- (D) An individual who meets the qualifications in subsection (c)(1)(A) (C) of this section may request external instructor training by contacting DSHS. DSHS will grant or deny the request based on the qualifications described in subsection (c)(1)(A) (C) of this section and the external instructor manual located on the DSHS website.

- (2) DSHS accepts applications on a limited basis, prioritizing the largest school districts and areas where there is a high need for training.
- (A) External instructor certifications depend on the size of the facility or school district.
- (B) External instructors must hold at least one training session for each type of screener training every year to stay certified. This includes both basic training and recertification training for vision or hearing, or both. If an external instructor does not train screeners for more than 18 months, the instructor must reapply for certification.
- [(2) Department authorization for instructors to conduct trainings is valid for five years from the date certification was issued. The individual must successfully complete a department-approved instructor training refresher course (including passing any associated tests) and submit documentation of successful completion to the department within 30 days of completion of the course. Such refresher training must be completed during the fifth year of certification from the date the preceding certificate was issued. Failure to comply with these requirements, by the deadline given, means that the individual must then attend the basic instructor training course (i.e., a refresher course will not be sufficient).]
- (3) The DSHS external instructor certificate lasts for two years. To renew an external instructor certificate, an individual must complete an instructor recertification course by December 31 of the second year after the certificate was issued. For example, if the certificate is dated March 15, 2026, an individual has until December 31, 2028, to finish an instructor recertification course, which extends the certificate for another two years. If an individual does not recertify within the required time period, the individual must take the complete training course again. DSHS may not renew an external instructor's certificate if DSHS confirms the training needs of the school district can be met without an external instructor.
- (4) [(3)] DSHS-authorized external [Once authorized by the department to conduct trainings,] instructors must use the approved [do so using] training materials [obtained] from DSHS and follow all requirements and expectations listed in the instructor training manual [the department].
- (5) [(4)] DSHS must approve all [All proposed sereening] training sessions [must be approved by the department] at least 15 business [working] days before the sessions take place [prior to the training session]. The instructor must provide the necessary details to DSHS [all information sought by the department,] by the specified due date [deadlines given].
- (6) [(5)] Instructors who have a valid certification [in good standing under this section] may also teach courses for screener recertification. Instructors must make sure the people signing up for these recertification courses are eligible. Instructors must follow all the rules for these recertification [sereening refresher courses as described in subsection (b)(5) of this section. Such refresher courses are subject to the same requirements under this section as those pertaining to initial screening] courses.
- (7) [(6)] External instructors must turn in all documentation listed in the external instructor training manual to DSHS within 10 business days after training screeners. The external instructor must send the [When a department-authorized instructor issues a certificate of vision and/or hearing screening, the instructor has 14 days to submit the attendance sheets, evaluations and the tear-off portion of the department's certification, and the photoscreening certificate, if applicable, to the department. These] original documents [should be submitted] to the [program at the] address listed in [found at] §37.26(d) of

this subchapter unless instructed otherwise in the training manual or on the DSHS website. Instructors must keep [title. The instructor should maintain] a copy of all records for five years.

- [(7) When the department receives information from any source that indicates a screening instructor has not been following the requirements of this subchapter, the department may modify, suspend, or revoke the certification. The department will send a notice to the affected individual as part of any such action being taken.]
- (8) External instructors may certify or recertify screeners but cannot certify instructors.
- (9) External instructors must follow all DSHS guidelines in the external instructor training manual, including rules about class size and duration, course and instructor evaluations, and testing. The manual also explains what happens if external instructors do not follow these rules.
- (10) External instructors must follow all instructions given in the vision or hearing screening manuals, or both, which can be found on the DSHS website.
- (11) External instructors may be audited or observed by DSHS at any time for quality checks without notice or permission.
- (12) If DSHS gets any information that an external instructor has not followed the rules described in this subchapter, DSHS may modify, suspend, or cancel the certification. DSHS will notify the instructor about any proposed actions.
- (13) [(8)] The instructor [affected individual] has 20 business days after receiving the notice, referenced in paragraph (7) of this subsection, to request a hearing about [on] the proposed action. The notice is considered received five business days after being postmarked. [It is a rebuttable presumption that a notice is received five days after the date of the notice.] Unless the notice states otherwise, the [letter specifies an alternative method, a] request for a hearing must be written [shall be made in writing,] and mailed or hand-delivered to the [program at the] address described [specified] in §37.26(d) of this subchapter [title]. If the [an individual who is offered the opportunity for a hearing does not request for a hearing is not received or postmarked within 25 business day from the date the notice was sent, the instructor waives the right to a [within the prescribed time for making such a request, the individual is deemed to have waived the hearing and DSHS may take [the] action [may be taken].
- (14) [(9)] Appeals and administrative hearings follow DSHS [will be conducted in accordance with the department's] fair hearing rules described in [at] §§1.51 1.55 of this title (relating to Fair Hearing Procedures).
- *§37.28. Hearing Screening Equipment Standards and Requirements.*
- (a) <u>Unless specified [Except as]</u> otherwise, [specifically provided, the sections in this subchapter apply to all persons and entities (e.g., ealibration companies, facilities) who receive, possess, acquire, transfer, own, or use audiometers, audiometric testing devices, and audiometric ealibration equipment, and to] all audiometers and other hearing equipment used for hearing tests [audiometric sereening and hearing threshold tests, all audiometric testing devices, and all audiometric ealibration equipment used] in facilities must follow the rules described in this subchapter. The facility and the screener must make sure these requirements are met [the State of Texas].
- [(b) Each individual and entity using any of the equipment referenced in subsection (a) of this section must be registered with the department, in the manner prescribed by the department (see information

at http://www.dshs.state.tx.us/vhs/audio.shtm). Registration information must be updated in a timely manner to keep it current.]

- (b) [(c)] The equipment mentioned [Equipment referenced] in subsection (a) of this section must [shall] meet the relevant [appropriate] current ANSI standards, or the manufacturer's specifications if there are no ANSI standards [apply], and must follow all other applicable federal and state standards and regulations [standard(s) and/or regulation(s)] for such equipment.
- (c) [(d)] Screeners in facilities [Individuals] must be certified [trained] by [or undergo training approved by] the Department of State Health Services (DSHS) [department] in how to properly [the proper] use the [of this] equipment, as explained [detailed] in §37.27 of this subchapter [title] (relating to Standards and Requirements for Screening Certification and Instructor Training).
- [(e) Individuals and entities who perform calibration services on the equipment referenced in subsection (a) of this section shall register with the department, and must update that registration in a timely manner to keep it current, in a manner prescribed by the department (see information at http://www.dshs.state.tx.us/vhs/audio.shtm).]
- (d) [(f)] Qualified technicians must [Only ealibration firms shall] perform regular [periodie] electronic calibrations and complete exhaustive electronic calibrations on audiometers used for screenings in facilities. The technician must [Calibration firms shall] provide proof of calibration [notification] to the audiometer's owner. Proof of calibration [of the audiometer being calibrated that the audiometer has been calibrated. The notification] may be shown with [in the form of] a decal or sticker attached [affixed] to the audiometer or the screener may keep a paper[, or in hard] copy of the latest calibration documentation with the audiometer [that must be maintained by the owner and be made readily available to the department or its representative upon request].
- (e) The owner of the audiometer or the person in charge at the facility must complete biological calibration checks before a screening to confirm the equipment works properly, and also once a month on all audiometers used in facilities for screenings.
- (f) [(g)] Every facility or screener for a facility that uses [Upon reasonable notice, each individual or entity using] audiometric screening equipment must keep [shall make available to the department, in a timely manner,] records of the equipment's calibration and [maintained pursuant to this subchapter. Calibration forms and records for all equipment referenced in subsection (a) of this section, including] monthly biological calibration checks. These records must be kept for three years and made available to DSHS if requested [data, shall be maintained] for inspection [by the department for three years].
 - [(h) Registration is not required for:]
- [(1) equipment in storage, being shipped, or being offered for sale, if the audiometer, audiometric testing devices, and audiometric calibration equipment is not being used; and]
 - [(2) equipment limited to nonhuman use.]

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Cynthia Hernandez
General Counsel
Department of State Health Services
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For further information, please call: (512) 776-7420



TITLE 26. HEALTH AND HUMAN SERVICES

PART 1. HEALTH AND HUMAN SERVICES COMMISSION

CHAPTER 356. FAMILY VIOLENCE PROGRAM

The executive commissioner of the Texas Health and Human Services Commission (HHSC) proposes amendments to §§356.603, 356.1303, 356.1316, 356.1403, 356.2003, 356.2016, and 356.2103, and the repeal of §356.1323 and §356.2023.

BACKGROUND AND PURPOSE

The purpose of the proposal is to repeal 26 Texas Administrative Code §356.1323 in Subchapter C and §356.2023 in Subchapter D, concerning Policies and Procedures for the Retention and Destruction of Documentation. HHSC intended to repeal these rules in a previous rule project (24R057) when it adopted the repeal of §356.625, an identical rule in Subchapter B. The repeals of §356.1323 and §356.2023 were inadvertently removed from the final rule document and did not become effective with the rest of the previous project. The proposed repeals of §356.1323 and §356.2023 ensure that retention and destruction of documentation procedures are removed from the entire chapter and do not conflict with the requirements of the HHSC contract related to family violence service delivery. The proposal also amends §§356.1316, 356.1403, 356.2016, and 356.2103 to remove references to the proposed repeals.

Further, HHSC is amending §§356.603, 356.1303, and 356.2003, to clarify there are four types of victims who may be eligible for services in the Family Violence Program. To make this clear, the proposed amendments replace "and" with "or" between the list of victims. This clarifies existing eligibility criteria and does not impact eligibility for services.

SECTION-BY-SECTION SUMMARY

The proposed amendment to §356.603, concerning Eligibility, replaces the use of "and" with "or" throughout subsection (a) to clarify that all types of victims listed are eligible for services under this program.

The proposed amendment to §356.1303, concerning Eligibility, replaces the use of "and" with "or" throughout subsection (a) to clarify that all types of victims listed are eligible for services under this program.

The proposed amendment to §356.1316, concerning Policies and Procedures Regarding Entries in a Program Participant's File, in subsection (d)(2) removes the reference to §356.1323, concerning Policies and Procedures for the Retention and Destruction of Documentation, which is proposed for repeal; makes edits to use plain language; and reformats the rule to improve readability and understanding.

The proposed repeal of §356.1323, concerning Policies and Procedures for the Retention and Destruction of Documentation, ensures that retention and destruction of documentation procedures do not conflict with the requirements of the HHSC contract related to family violence service delivery.

The proposed amendment to §356.1403, concerning Crisis Call Hotline, in paragraph (11)(B) removes the reference to §356.1323, concerning Policies and Procedures for the Retention and Destruction of Documentation, proposed for repeal, and instead, requires the center to follow the confidentiality requirements stated in the contract for family violence services with HHSC; it also makes edits to use plain language to improve readability and understanding.

The proposed amendment to §356.2003, concerning Eligibility, replaces the use of "and" with "or" throughout subsection (a) to clarify that all types of victims listed are eligible for services under this program.

The proposed amendment to §356.2016, concerning Policies and Procedures Regarding Entries in Program Participant's Files, in subsection (d)(2) removes the reference to §356.2023, concerning Policies and Procedures for the Retention and Destruction of Documentation, proposed for repeal; makes edits to use plain language; and reformats the rule to improve readability and understanding.

The proposed repeal of §356.2023, concerning Policies and Procedures for the Retention and Destruction of Documentation, ensures that retention and destruction of documentation procedures do not conflict with the requirements of the HHSC contract related to family violence service delivery.

The proposed amendment to §356.2103, concerning Crisis Call Hotline, in subsection (b)(11)(B) removes the reference to §356.2023, concerning Policies and Procedures for the Retention and Destruction of Documentation, proposed for repeal, and instead, requires the center to follow the confidentiality requirements stated in the contract for family violence services with HHSC; it also makes edits to use plain language to improve readability and understanding.

FISCAL NOTE

Trey Wood, HHSC Chief Financial Officer, has determined that for each year of the first five years that the rules will be in effect, enforcing or administering the rules does not have foreseeable implications relating to costs or revenues of state or local governments.

GOVERNMENT GROWTH IMPACT STATEMENT

HHSC has determined that during the first five years that the rules will be in effect:

- (1) the proposed rules will not create or eliminate a government program;
- (2) implementation of the proposed rules will not affect the number of HHSC employee positions;
- (3) implementation of the proposed rules will result in no assumed change in future legislative appropriations;
- (4) the proposed rules will not affect fees paid to HHSC;
- (5) the proposed rules will not create a new regulation;
- (6) the proposed rules will repeal existing regulations;

- (7) the proposed rules will not change the number of individuals subject to the rules; and
- (8) the proposed rules will not affect the state's economy.

SMALL BUSINESS, MICRO-BUSINESS, AND RURAL COM-MUNITY IMPACT ANALYSIS

Trey Wood has also determined that there will be no adverse economic effect on small businesses, micro-businesses, or rural communities because the rules concern only non-profit entities and therefore do not apply to small or micro-businesses or rural communities.

LOCAL EMPLOYMENT IMPACT

The proposed rules will not affect a local economy.

COSTS TO REGULATED PERSONS

Texas Government Code §2001.0045 does not apply to these rules because the rules do not impose a cost on regulated persons.

PUBLIC BENEFIT AND COSTS

Crystal Starkey, Deputy Executive Commissioner for Family Health Services, has determined that for each year of the first five years the rules are in effect, the public benefit will be that Family Violence Program (FVP) providers will have clear eligibility requirements and consistent rules on documentation.

Trey Wood has also determined that for the first five years the rules are in effect, there are no anticipated economic costs to persons who are required to comply with the proposed rules because the rules do not impose any additional costs or requirements for FVP providers.

TAKINGS IMPACT ASSESSMENT

HHSC has determined that the proposal does not restrict or limit an owner's right to his or her property that would otherwise exist in the absence of government action and, therefore, does not constitute a taking under Texas Government Code §2007.043.

PUBLIC COMMENT

Written comments on the proposal, including information related to the cost, benefit, or effect of the proposed rule, as well as any applicable data, research, or analysis, may be submitted to Rules Coordination Office, P.O. Box 13247, Mail Code 4102, Austin, Texas 78711-3247, or street address 4601 West Guadalupe Street, Austin, Texas 78751; or emailed to HHSRulesCoordinationOffice@hhs.texas.gov.

To be considered, comments must be submitted no later than 31 days after the date of this issue of the *Texas Register*. Comments must be (1) postmarked or shipped before the last day of the comment period; (2) hand-delivered before 5:00 p.m. on the last working day of the comment period; or (3) emailed before midnight on the last day of the comment period. If the last day to submit comments falls on a holiday, comments must be postmarked, shipped, or emailed before midnight on the following business day to be accepted. When emailing comments, please indicate "Comments on Proposed Rule "25R049" in the subject line.

SUBCHAPTER B. SHELTER CENTERS DIVISION 6. PROGRAM ADMINISTRATION

26 TAC §356.603

STATUTORY AUTHORITY

The amendment is authorized by Texas Government Code §524.0151, which provides that the executive commissioner of HHSC shall adopt rules for the operation and provision of services by the health and human services system, and Texas Human Resources Code §51.010, which authorizes the executive commissioner of HHSC to adopt rules governing the HHSC Family Violence Program.

The amendment affects Texas Government Code §524.0151 and Texas Human Resources Code §51.010.

§356.603. Eligibility.

- (a) The following individuals are eligible for services under this chapter:
- (1) victims of family violence <u>or [and]</u> dating violence; <u>or [and]</u>
- (2) victims of sexual assault or [and] human trafficking when the sexual assault or [and] human trafficking meets the definition of family violence or dating violence.
- (b) All victims described in this section are eligible for services regardless of the victim's current geographic location.
- (c) A center must not require a victim to participate in center activities as a condition of receiving shelter or services.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Karen Ray

Chief Counsel

Health and Human Services Commission

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SUBCHAPTER C. SPECIAL NONRESIDENTIAL PROJECT CENTERS

DIVISION 6. PROGRAM ADMINISTRATION

26 TAC §356.1303, §356.1316

STATUTORY AUTHORITY

The amendments are authorized by Texas Government Code §524.0151, which provides that the executive commissioner of HHSC shall adopt rules for the operation and provision of services by the health and human services system, and Texas Human Resources Code §51.010, which authorizes the executive commissioner of HHSC to adopt rules governing the HHSC Family Violence Program.

The amendments affect Texas Government Code §524.0151 and Texas Human Resources Code §51.010.

§356.1303. Eligibility.

- (a) The following individuals are eligible for services under this chapter:
- (1) victims of family violence <u>or [and]</u> dating violence; <u>or [and]</u>

- (2) victims of sexual assault or [and] human trafficking when the sexual assault or human trafficking meets the definition of family violence or dating violence.
- (b) All victims described in this section are eligible for services regardless of the victim's current geographic location.
- (c) A center must not require a victim to participate in center activities as a condition of receiving services.
- §356.1316. Policies and Procedures Regarding Entries in a Program Participant's Record.
- (a) If a special nonresidential center involves direct services, the center must develop, maintain, and comply with written policies and procedures regarding entries into a program participant's record that require that:
- (1) each entry be attributed to and dated by the employee or volunteer entering the information;
- (2) the program participant record does not include the names of other program participants; and
- (3) if the center provides direct services for both a victim and an abuser, the center maintains a separate record for each, one for the victim and one for the abuser.
- (b) A center must develop, maintain, and comply with written policies and procedures to ensure a program participant may have access and review all information in the program participant's record.
- (c) If a program participant contests an entry in the program participant's record, the center must either:
 - (1) remove the entry from the record; or
- (2) if the entry is not removed, note in the record that the program participant has contested the entry.
- (d) A center may create and store entries to a program participant's record electronically, provided that:
- (1) electronic entries are secure and attributed to an individual, which may include password-protected system access; and
- (2) records are kept <u>following all</u> [in eompliance with applicable] state and federal laws, including:
- (A) 42 United States Code (U.S.C.) Chapter 110, the Family Violence Prevention and Services Act; [and]
- $\underline{\text{(B)}}$ §356.1202 [§§356.1202, 356.1317, and 356.1323] of this subchapter (relating to Security System Policies and Procedures); and
- (C) §356.1317 of this division (relating to Maintaining Control Over Program Participant Records). [; and Policies and Procedures for the Retention and Destruction of Documentation).]

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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26 TAC §356.1323

STATUTORY AUTHORITY

The repeal is authorized by Texas Government Code §524.0151, which provides that the executive commissioner of HHSC shall adopt rules for the operation and provision of services by the health and human services system, and Texas Human Resources Code §51.010, which authorizes the executive commissioner of HHSC to adopt rules governing the HHSC Family Violence Program.

The repeal affects Texas Government Code §524.0151 and Texas Human Resources Code §51.010.

§356.1323. Policies and Procedures for the Retention and Destruction of Documentation.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Chief Counsel

Health and Human Services Commission

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DIVISION 7. SERVICE DELIVERY

26 TAC §356.1403

STATUTORY AUTHORITY

The amendment is authorized by Texas Government Code §524.0151, which provides that the executive commissioner of HHSC shall adopt rules for the operation and provision of services by the health and human services system, and Texas Human Resources Code §51.010, which authorizes the executive commissioner of HHSC to adopt rules governing the HHSC Family Violence Program.

The amendments and repeals affect Texas Government Code §524.0151 and Texas Human Resources Code §51.010.

§356.1403. Crisis Call Hotline.

A center does not have to provide a crisis call hotline, but if the center does provide a hotline and it is funded by the Texas Health and Human Services Commission (HHSC), the center must:

- (1) ensure that an individual trained in crisis intervention, or who has immediate access to someone who has had training, answers the crisis call hotline 24-hours-a-day, every day of the year;
 - (2) accept collect calls and anonymous incoming calls;
- (3) list the hotline number across all relevant publications in the center's service area and on the center's website, if applicable;
 - (4) provide a minimum of two hotline telephone lines;
- (5) ensure that the caller has direct access to a live person who is trained to assess the caller's safety and that a messaging system is not used to answer the hotline;

- (6) provide caller identification (ID) blocks on the center's numbers for outgoing calls to program participants;
- (7) ensure compliance with all state and federal laws, including §356.1304 of this subchapter (relating to Federal and State Laws Regarding Eligibility), when using the hotline to determine eligibility for services;
- (8) keep all hotline calls and any related documentation confidential:
- (9) provide meaningful access to persons with disabilities, as required by §356.1324 of this subchapter (relating to Access to Services for People with a Disability);
- (10) ensure the center can provide meaningful access to people with limited English proficiency as required by §356.1307 of this subchapter (relating to Access to Services for People with Limited English Proficiency); and
- (11) if the center uses caller ID or any other technology that establishes a record of calls on the hotline, the center must:
- (A) ensure there will not be a breach of confidentiality to third parties; and
- (B) <u>follow</u> [comply with] the confidentiality requirements stated in the contract for family violence services with HHSC <u>about</u> [of §356.1323 of this subchapter (relating to Policies and Procedures for the Retention and Destruction of Documentation) regarding] the records <u>created</u> [generated] by caller ID or other technology.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Chief Counsel

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SUBCHAPTER D. NONRESIDENTIAL CENTERS

DIVISION 6. PROGRAM ADMINISTRATION

26 TAC §356.2003, §356.2016

STATUTORY AUTHORITY

The amendment is authorized by Texas Government Code §524.0151, which provides that the executive commissioner of HHSC shall adopt rules for the operation and provision of services by the health and human services system, and Texas Human Resources Code §51.010, which authorizes the executive commissioner of HHSC to adopt rules governing the HHSC Family Violence Program.

The amendments affect Texas Government Code §524.0151 and Texas Human Resources Code §51.010.

§356.2003. Eligibility.

(a) The following individuals are eligible for services under this chapter:

- (1) victims of family violence $\underline{\text{or}}$ [and] dating violence; $\underline{\text{or}}$ [and]
- (2) victims of sexual assault or [and] human trafficking when the sexual assault or human trafficking meets the definition of family violence or dating violence.
- (b) All victims described in this section are eligible for services regardless of the victim's current geographic location.
- (c) A center must not require a victim to participate in center activities as a condition of receiving services.
- §356.2016. Policies and Procedures Regarding Entries in a Program Participant's Record.
- (a) A center must develop, maintain, and comply with written policies and procedures regarding entries into a program participant's file that require that:
- (1) each entry be attributed to and dated by the employee or volunteer entering the information;
- (2) a program participant's record does not include the names of other program participants; and
- (3) if the center provides direct services for both the victim and the abuser, the center maintains a separate record for each, one for the victim and one for the abuser.
- (b) A center must develop, maintain, and comply with written policies and procedures that ensure a program participant may access and review all information in the participant's record.
- (c) If a program participant contests an entry made in the participant's record, the center must either:
 - (1) remove the entry from the record; or
- (2) if the entry is not removed, note in the record that the program participant has contested the entry.
- (d) A center may create and store entries to a program participant's record electronically, provided that:
- (1) electronic entries are secure and attributed to an individual, which may include password-protected system access; and
- (2) records are kept <u>following all</u> [in eompliance with applicable] state and federal laws, including:
- (A) 42 United States Code (U.S.C.) Chapter 110, the Family Violence Prevention and Services Act; [5, and]
- (B) $\S 356.1903$ [$\S \$ 356.1903$, 356.2017, and 356.2023] of this subchapter (relating to Security Policies and Procedures); and
- (C) §356.2017 of this division (relating to Maintaining Control Over Program Participant Records). [; and Policies and Procedures for the Retention and Destruction of Documentation).]

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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26 TAC §356.2023

STATUTORY AUTHORITY

The repeal is authorized by Texas Government Code §524.0151, which provides that the executive commissioner of HHSC shall adopt rules for the operation and provision of services by the health and human services system, and Texas Human Resources Code §51.010, which authorizes the executive commissioner of HHSC to adopt rules governing the HHSC Family Violence Program.

The repeal affects Texas Government Code §524.0151 and Texas Human Resources Code §51.010.

§356.2023. Policies and Procedures for the Retention and Destruction of Documentation.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Chief Counsel

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DIVISION 7. SERVICE DELIVERY

26 TAC §356.2103

STATUTORY AUTHORITY

The amendment is authorized by Texas Government Code §524.0151, which provides that the executive commissioner of HHSC shall adopt rules for the operation and provision of services by the health and human services system, and Texas Human Resources Code §51.010, which authorizes the executive commissioner of HHSC to adopt rules governing the HHSC Family Violence Program.

The amendments and repeals affect Texas Government Code §524.0151 and Texas Human Resources Code §51.010.

§356.2103. Crisis Call Hotline.

- (a) A center must operate a hotline and comply with Texas Health and Human Services Commission (HHSC) requirements unless another organization located in the nonresidential center's service area provides a hotline that complies with HHSC requirements.
 - (b) If a center operates a hotline, the center must:
- (1) ensure that an individual trained in crisis intervention, or who has immediate access to someone who has had training, answers the crisis call hotline 24-hours-a-day, every day of the year;
 - (2) accept collect calls and anonymous incoming calls;
- (3) list the hotline number across all relevant publications in the center's service area and on the center's website, if applicable;
 - (4) provide a minimum of two hotline telephone lines;

- (5) ensure that the caller has direct access to a live person who is trained to assess the caller's safety and that a messaging system is not used to answer the hotline;
- (6) provide caller identification (ID) blocks on the center's numbers for outgoing calls;
- (7) ensure compliance with all state and federal laws, including §356.2004 of this subchapter (relating to Federal and State Laws Regarding Eligibility), when using the hotline to determine eligibility for services;
- (8) keep all hotline calls and any related documentation confidential;
- (9) provide equitable access to persons with a disability, as required by §356.2034 of this subchapter (relating to Access to Services for People with a Disability);
- (10) ensure the center can provide equitable access to people with limited English proficiency as required by §356.2008 of this subchapter (relating to Access to Services for People with Limited English Proficiency); and
- (11) if the center uses caller ID or any other technology that establishes a record of calls on the hotline, the center must:
- (A) ensure there will not be a breach of confidentiality to third parties; and
- (B) <u>follow</u> [eomply with] the confidentiality requirements stated in the contract for family violence services with HHSC <u>about</u> [of §356.2023 of this subchapter (relating to Policies and Procedures for the Retention and Destruction of Documentation) regarding] the records <u>created</u> [generated] by caller ID or other technology.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Karen Ray

Chief Counsel

Health and Human Services Commission

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TITLE 28. INSURANCE

PART 1. TEXAS DEPARTMENT OF INSURANCE

CHAPTER 3. LIFE, ACCIDENT, AND HEALTH INSURANCE AND ANNUITIES SUBCHAPTER RR. VALUATION MANUAL

28 TAC §3.9901

The Texas Department of Insurance (TDI) proposes to amend 28 TAC §3.9901, concerning the adoption of a valuation manual for reserving and related requirements. The amendment to §3.9901 implements Insurance Code §425.073.

EXPLANATION.

An amendment to §3.9901 is necessary to comply with Insurance Code §425.073, which requires the commissioner to adopt by rule a valuation manual that is substantially similar to the National Association of Insurance Commissioners (NAIC) Valuation Manual.

Under Insurance Code §425.073(c), when the NAIC adopts changes to its valuation manual, the commissioner must adopt substantially similar changes. This subsection also requires the commissioner to determine that NAIC's changes were approved by an affirmative vote representing at least three-fourths of the voting NAIC members, but not less than a majority of the total membership. In addition, the NAIC members voting in favor of amending the valuation manual must represent jurisdictions totaling greater than 75% of the direct written premiums as reported in the most recently available life, accident, and health/fraternal annual statements and health annual statements.

TDI originally adopted the valuation manual in §3.9901 on December 29, 2016, in compliance with Insurance Code §425.073. On August 13, 2025, the NAIC voted to adopt changes to the valuation manual. Forty-nine jurisdictions, representing jurisdictions totaling 94.67% of the relevant direct written premiums, voted in favor of adopting the amendments to the valuation manual. The votes adopting changes to the NAIC Valuation Manual meet the requirements of Insurance Code §425.073(c).

This proposal includes provisions related to NAIC rules, regulations, directives, or standards. Under Insurance Code §36.004, TDI must consider whether authority exists to enforce or adopt the NAIC's changes. In addition, under Insurance Code §36.007, the commissioner cannot adopt or enforce a rule implementing an interstate, national, or international agreement that infringes on the authority of this state to regulate the business of insurance in this state, unless the agreement is approved by the Texas Legislature. TDI has determined that neither §36.004 nor §36.007 prohibit this proposal because Insurance Code §425.073 requires the Texas insurance commissioner to adopt a valuation manual that is substantially similar to the valuation manual approved by the NAIC, and §425.073(c) expressly requires the commissioner to adopt changes to the valuation manual that are substantially similar to changes adopted by the NAIC.

In addition to clarifying existing provisions, the 2026 NAIC Valuation Manual includes changes that:

- update the Valuation Manual economic scenario generator references for the adoption of the Conning-maintained prescribed economic scenario generator; and
- introduce a new principle-based reserving framework for non-variable annuities, located in Section VM-22 of the Valuation Manual.

The NAIC's adopted changes to the valuation manual can be viewed at https://content.naic.org/sites/default/files/pbr_data_valuation_manual_future_edition_red-line.pdf.

A description of the section's proposed amendment follows.

Section 3.9901. The amendment to §3.9901 replaces the date the NAIC adopted its previous valuation manual with the date the NAIC adopted its current valuation manual, adopting by reference the new valuation manual dated August 13, 2025.

FISCAL NOTE AND LOCAL EMPLOYMENT IMPACT STATE-MENT. Jamie Walker, deputy commissioner of the Financial Regulation Division, has determined that during each year of the first five years the proposed amendment is in effect, there will be no measurable fiscal impact on state and local governments as a result of enforcing or administering the amendment, other than that imposed by the statute. Ms. Walker made this determination because the proposed amendment does not add to or decrease state revenues or expenditures, and because local governments are not involved in enforcing or complying with the proposed amendment.

Ms. Walker does not anticipate any measurable effect on local employment or the local economy as a result of this proposal.

PUBLIC BENEFIT AND COST NOTE.

For each year of the first five years the proposed amendment is in effect, Ms. Walker expects that administering the proposed amendment will have the public benefit of ensuring that TDI's rules conform to Insurance Code §425.073.

Ms. Walker expects that the proposed amendment will not increase the cost of compliance with Insurance Code §425.073 because it does not impose requirements beyond those in statute. Insurance Code §425.073 requires that changes to the valuation manual be adopted by rule and be substantially similar to changes adopted by the NAIC. As a result, the cost associated with adopting the changes to the valuation manual is a direct result of Insurance Code §425.073 and not a result of the enforcement or administration of the proposed amendment.

ECONOMIC IMPACT STATEMENT AND REGULATORY FLEX-IBILITY ANALYSIS. TDI has determined that the proposed amendment will not have an adverse economic effect on small or micro businesses, or on rural communities. This is because the amendment does not impose any requirements beyond those required by statute. As a result, and in accordance with Government Code §2006.002(c), TDI is not required to prepare a regulatory flexibility analysis.

EXAMINATION OF COSTS UNDER GOVERNMENT CODE §2001.0045.

TDI has determined that this proposal does not impose a possible cost on regulated persons. In addition, no additional rule amendments are required under Government Code §2001.0045 because the proposed amendment is necessary to implement legislation. The proposed rule implements Insurance Code §425.073, added by Senate Bill 1654, 84th Legislature, 2015.

GOVERNMENT GROWTH IMPACT STATEMENT.

TDI has determined that for each year of the first five years that the proposed amendments are in effect, the proposed rule:

- will not create or eliminate a government program;
- will not require the creation of new employee positions or the elimination of existing employee positions;
- will not require an increase or decrease in future legislative appropriations to the agency;
- will not require an increase or decrease in fees paid to the agency;
- will not create a new regulation;
- will not expand, limit, or repeal an existing regulation;

- will not increase or decrease the number of individuals subject to the rule's applicability; and
- will not positively or adversely affect the Texas economy.

TAKINGS IMPACT ASSESSMENT. TDI has determined that no private real property interests are affected by this proposal and that this proposal does not restrict or limit an owner's right to property that would otherwise exist in the absence of government action. As a result, this proposal does not constitute a taking or require a takings impact assessment under Government Code §2007.043.

REQUEST FOR PUBLIC COMMENT.

TDI will consider any written comments on the proposal that are received by TDI no later than 5:00 p.m., central time, on November 10, 2025. Consistent with Government Code §2001.024(a)(8), TDI requests public comments on the proposal, including information related to the cost, benefit, or effect of the proposal and any applicable data, research, and analysis. Send your comments to ChiefClerk@tdi.texas.gov or to the Office of the Chief Clerk, MC: GC-CCO, Texas Department of Insurance, P.O. Box 12030, Austin, Texas 78711-2030.

To request a public hearing on the proposal, submit a request before the end of the comment period to ChiefClerk@tdi.texas.gov or to the Office of the Chief Clerk, MC: GC-CCO, Texas Department of Insurance, P.O. Box 12030, Austin, Texas 78711-2030. The request for public hearing must be separate from any comments and received by the TDI no later than 5:00 p.m., central time, on November 10, 2025. If a public hearing is held, TDI will consider written and oral comments presented at the hearing.

STATUTORY AUTHORITY. TDI proposes the amendment to §3.9901 under Insurance Code §425.073 and §36.001.

Insurance Code §425.073 requires the commissioner to adopt by rule changes to the valuation manual previously adopted by the commissioner that are substantially similar to any changes adopted by NAIC to its valuation manual. Section 425.073 also requires that after a valuation manual has been adopted by rule, any changes to the valuation manual must also be adopted by rule.

Insurance Code §36.001 provides that the commissioner may adopt any rules necessary and appropriate to implement the powers and duties of TDI under the Insurance Code and other laws of this state.

CROSS-REFERENCE TO STATUTE.

Section 3.9901 implements Insurance Code §425.073.

§3.9901. Valuation Manual.

- (a) The commissioner adopts by reference the National Association of Insurance Commissioners (NAIC) Valuation Manual, including subsequent changes that were adopted by the NAIC through August 13, 2025 [15, 2024], as required by Insurance Code §425.073.
- (b) The operative date of the NAIC Valuation Manual in Texas is January 1, 2017.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 26, 2025.

TRD-202503462

Jessica Barta General Counsel

Texas Department of Insurance

Earliest possible date of adoption: November 9, 2025 For further information, please call: (512) 676-6655



PART 2. TEXAS DEPARTMENT OF INSURANCE, DIVISION OF WORKERS' COMPENSATION

CHAPTER 133. GENERAL MEDICAL PROVISIONS

INTRODUCTION. The Texas Department of Insurance, Division of Workers' Compensation (DWC) proposes to repeal 28 TAC §133.4 and §133.5, concerning informal and voluntary networks, and §133.309, concerning medical disputes for workers' compensation claims. Section 133.4 implements Labor Code §413.011, §133.5 implements Labor Code §413.0115, and §133.309 implements Labor Code §413.031. Sections 133.4, 133.5, and 133.309 were identified for repeal in an earlier rule review.

EXPLANATION. Repealing §§133.4 and 133.5 is necessary because they expired on January 1, 2011, when Labor Code §413.011(d-1) - (d-3) and (d-6) expired. Repealing §133.309 is necessary because the Third Court of Appeals, Austin, Texas, declared it invalid in 2008. *Texas Dept. of Ins. v. Insurance Council of Texas*, No. 03-05-00189-CV, 2008 WL 744681(Tex. App.- Austin March 21, 2008, no pet.). Repealing these rules is necessary to ensure that the rules in the subchapters are relevant, which reduces clutter and confusion.

FISCAL NOTE AND LOCAL EMPLOYMENT IMPACT STATE-MENT. Deputy Commissioner for Health and Safety Mary Landrum has determined that during each year of the first five years the proposed repeals are in effect, there will be no measurable fiscal impact on state and local governments as a result of enforcing or administering the sections, other than that imposed by the statute. This determination was made because the proposed repeals do not add to or decrease state revenues or expenditures, and because local and state government entities are only involved in enforcing or complying with the proposed repeals when acting in the capacity of a workers' compensation insurance carrier. Those entities will be impacted in the same way as an insurance carrier and will realize the same benefits from the proposed repeals.

Deputy Commissioner Landrum does not anticipate any measurable effect on local employment or the local economy as a result of this proposal.

PUBLIC BENEFIT AND COST NOTE. For each year of the first five years the proposed repeals are in effect, Deputy Commissioner Landrum expects that enforcing and administering the proposed repeals will have the public benefits of ensuring that DWC's rules conform to the Labor Code and case law and are current and accurate, which promotes transparent and efficient regulation.

Deputy Commissioner Landrum expects that the proposed repeals will not increase the cost to comply with the Labor Code and case law because they do not impose requirements beyond those in the statute. Labor Code §413.011(d-1) - (d-3) and (d-6),

along with 28 TAC §§133.4 and 133.5, expired on January 1, 2011, and §133.309 was declared invalid in 2008 by the Third Court of Appeals, Austin, Texas. As a result, any cost associated with the repeals does not result from the enforcement or administration of the proposed repeals.

ECONOMIC IMPACT STATEMENT AND REGULATORY FLEX-IBILITY ANALYSIS. DWC has determined that the proposed repeals will not have an adverse economic effect or a disproportionate economic impact on small or micro businesses, or on rural communities because the proposed repeals remove obsolete references to expired and overruled law only. The proposed repeals do not change the people the rule affects or impose additional costs. As a result, and in accordance with Government Code §2006.002(c), DWC is not required to prepare a regulatory flexibility analysis.

EXAMINATION OF COSTS UNDER GOVERNMENT CODE §2001.0045. DWC has determined that this proposal does not impose a possible cost on regulated persons. As a result, no additional rule amendments are required under Government Code §2001.0045.

GOVERNMENT GROWTH IMPACT STATEMENT. DWC has determined that for each year of the first five years that the proposed repeals are in effect, the proposed repeals:

- will not create or eliminate a government program;
- will not require the creation of new employee positions or the elimination of existing employee positions;
- will not require an increase or decrease in future legislative appropriations to the agency;
- will not require an increase or decrease in fees paid to the agency;
- will not create a new regulation;
- will expand, limit, or repeal an existing regulation;
- will not increase or decrease the number of individuals subject to the rule's applicability; and
- will not positively or adversely affect the Texas economy.

DWC made these determinations because the proposal is a simple repeal. It does not change the people the rule affects or impose additional costs.

TAKINGS IMPACT ASSESSMENT. DWC has determined that no private real property interests are affected by this proposal, and this proposal does not restrict or limit an owner's right to property that would otherwise exist in the absence of government action. As a result, this proposal does not constitute a taking or require a takings impact assessment under Government Code §2007.043.

REQUEST FOR PUBLIC COMMENT. DWC will consider any written comments on the proposal that DWC receives no later than 5:00 p.m., Central time, on November 10, 2025. Send your comments to RuleComments@tdi.texas.gov; or to Texas Department of Insurance, Division of Workers' Compensation, Legal Services, MC-LS, P.O. Box 12050, Austin, Texas 78711-2050.

To request a public hearing on the proposal, submit a request before the end of the comment period to RuleComments@tdi.texas.gov; or to Texas Department of Insurance, Division of Workers' Compensation, Legal Services, MC-LS,

P.O. Box 12050, Austin, Texas 78711-2050. The request for public hearing must be separate from any comments. If DWC holds a public hearing, it will consider written and oral comments presented at the hearing.

SUBCHAPTER A. GENERAL RULES FOR MEDICAL BILLING AND PROCESSING

28 TAC §133.4, 133.5

STATUTORY AUTHORITY. DWC proposes repealing §§133.4 and 133.5 under Labor Code §§402.00111, 402.00116, 402.061, 413.011, and 413.0115.

Labor Code §402.00111 provides that the commissioner of workers' compensation shall exercise all executive authority, including rulemaking authority under Title 5 of the Labor Code.

Labor Code §402.00116 provides that the commissioner of workers' compensation shall administer and enforce this title, other workers' compensation laws of this state, and other laws granting jurisdiction to or applicable to DWC or the commissioner.

Labor Code §402.061 provides that the commissioner of workers' compensation shall adopt rules as necessary to implement and enforce the Texas Workers' Compensation Act.

Labor Code §413.011 provides health care reimbursement policies and guidelines.

Labor Code §413.0115 provides requirements for certain voluntary or informal networks.

CROSS-REFERENCE TO STATUTE. Section 133.4 implements Labor Code §413.011 enacted by House Bill (HB) 752, 73rd Legislature, Regular Session (1993) and amended by HB 473, 80th Legislature, Regular Session (2007). Section 133.5 implements Labor Code §413.0115 enacted by HB 473, 80th Legislature, Regular Session (2007).

§133.4. Written Notification to Health Care Providers of Contractual Agreements for Informal and Voluntary Networks.

§133.5. Informal Network and Voluntary Network Reporting Requirements to the Division.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 26, 2025.

TRD-202503449

Kara Mace

General Counsel

Texas Department of Insurance, Division of Workers' Compensation Earliest possible date of adoption: November 9, 2025 For further information, please call: (512) 804-4703



SUBCHAPTER D. DISPUTE OF MEDICAL BILLS

28 TAC §133.309

STATUTORY AUTHORITY. DWC proposes repealing §133.309 under Labor Code §§402.00111, 402.00116, 402.061, and 413.031.

Labor Code §402.00111 provides that the commissioner of workers' compensation shall exercise all executive authority, including rulemaking authority under Title 5 of the Labor Code.

Labor Code §402.00116 provides that the commissioner of workers' compensation shall administer and enforce this title, other workers' compensation laws of this state, and other laws granting jurisdiction to or applicable to DWC or the commissioner.

Labor Code §402.061 provides that the commissioner of workers' compensation shall adopt rules as necessary to implement and enforce the Texas Workers' Compensation Act.

Labor Code §413.031 outlines medical dispute resolution.

CROSS-REFERENCE TO STATUTE. Section 133.309 implements Labor Code §413.031, enacted by HB 752, 73rd Legislature, Regular Session (1993) and amended by Senate Bill 1742, 86th Legislature, Regular Session (2019).

§133.309. Alternate Medical Necessity Dispute Resolution by Case Review Doctor.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on September 26, 2025.

TRD-202503450

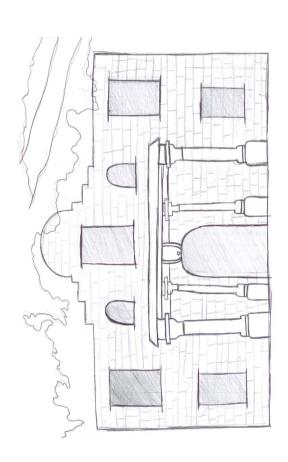
Kara Mace

General Counsel

Texas Department of Insurance, Division of Workers' Compensation

Earliest possible date of adoption: November 9, 2025 For further information, please call: (512) 804-4703







Adopted rules include new rules, amendments to existing rules, and repeals of existing rules. A rule adopted by a state agency takes effect 20 days after the date on which it is filed with the Secretary of State unless a later date is required by statute or specified in

the rule (Government Code, §2001.036). If a rule is adopted without change to the text of the proposed rule, then the *Texas Register* does not republish the rule text here. If a rule is adopted with change to the text of the proposed rule, then the final rule text is included here. The final rule text will appear in the Texas Administrative Code on the effective date.

TITLE 19. EDUCATION

PART 2. TEXAS EDUCATION AGENCY

CHAPTER 129. STUDENT ATTENDANCE SUBCHAPTER AA. COMMISSIONER'S RULES

19 TAC §129.1025

The Texas Education Agency (TEA) adopts an amendment to §129.1025, concerning the student attendance accounting handbook. The amendment is adopted without changes to the proposed text as published in the June 27, 2025 issue of the Texas Register (50 TexReg 3712) and will not be republished; however, the handbook adopted by reference in the rule includes changes at adoption. The amendment adopts by reference the 2025-2026 Student Attendance Accounting Handbook. The handbook provides student attendance accounting rules for school districts and charter schools.

REASONED JUSTIFICATION: TEA has adopted its student attendance accounting handbook (SAAH) in rule since 2000. Attendance accounting evolves from year to year, so the intention is to annually update §129.1025 to refer to the most recently published SAAH.

Each annual SAAH provides school districts and charter schools with the Foundation School Program (FSP) eligibility requirements of all students, prescribes the minimum requirements of all student attendance accounting systems, lists the documentation requirements for attendance audit purposes, and details the responsibilities of all district personnel involved in student attendance accounting. TEA distributes FSP resources under the procedures specified in each current SAAH. The final version of the SAAH is published on the TEA website. A supplement, if necessary, is also published on the TEA website.

The adopted amendment to §129.1025 adopts by reference the SAAH for the 2025-2026 school year. The adopted handbook, including a change document with a comprehensive list of changes, is available on the TEA website at https://tea.texas.gov/finance-and-grants/financial-compliance/student-attendance-accounting-handbook.

Significant changes to the 2025-2026 Student Attendance Accounting Handbook include the following.

Section 1 Overview

Texas Education Code (TEC), Chapter 48, specifically §48.008, establishes the requirements for adopting an attendance accounting system and reporting attendance accounting data through Texas Student Data System Public Education Infor-

mation Management (TSDS PEIMS). The following changes implement reporting requirements for attendance and funding.

The description of Section 12 of the handbook is revised to include virtual and hybrid instruction in courses and programs offered by the Texas Virtual School Network (TXVSN).

Section 2 Audit Requirements

TEC, Chapter 48, specifically §48.004, establishes the requirements for violation of presenting reports that contain false information. TEC, §48.004, authorizes the commissioner of education to require audit reports to be submitted for review and analysis. TEC, §44.010, allows for the review of budget, fiscal, and audit reports to determine whether all legal requirements have been met. The following changes implement reporting for audit requirements to account for attendance and funding.

Student identification data elements are revised to include gender codes, English as a Second Language (ESL) program types (Section 6), gifted/talented indicators (Section 8), and Pregnancy-Related Services (PRS) indicators (Section 9), where applicable. In items 22 and 23 of the list of required data items, Student Detail Reports are revised to include full-time equivalent (FTE) calculations for all special programs. Special program documentation is updated to include proof of service (for example, a doctor's note for pregnancy notification).

Section 3 General Attendance

TEC, §25.081, and Chapter 48, specifically §48.005, establish the general parameters for attendance and school operation. The following changes implement reporting requirements for attendance and funding.

Language is revised to state that districts offering full-day prekindergarten (pre-K) for eligible four-year-olds must provide 75,600 operational minutes. Language is revised to state that average daily attendance (ADA) code 0 Enrolled, Not in Membership applies to students in private or non-district early childhood programs receiving district services (e.g., speech therapy) and private school students (ages 5-21 years old) receiving special education through an individualized services plan. Language is added to state that a student with a disability may receive special education services through age 21 if the district determines they met Texas criteria after earning a diploma elsewhere. The district must evaluate the transcript and confirm funding eligibility. Language listing the conditions used to determine if a student should have assigned the StudentCharacteristic 02 (Immigrant) element code for TSDS PEIMS reporting purposes is revised. Contact information for noncompliance reporting is updated. Language is revised to state that a student is ineligible for ADA if assigned out of school suspension on the first day of school. Language is revised to state that a student experiencing homelessness or a student who is in foster care should be admitted temporarily for 30 days,

even if acceptable evidence of vaccination is not available. Language is added to state that, beginning in the 2026-2027 school year, district calendars must include extra minutes or makeup days for at least two missed days due to bad weather or health and safety concerns. Language is revised to state that a student should not be withdrawn if the student is being excused from attendance due to a serious or life-threatening illness. Language is updated to specify that waiver rules that apply to the whole district now apply also to individual campuses. Language is revised to address campus closures due to unforeseen circumstances.

In response to public comments, Section 3.2.2 of the SAAH was modified at adoption to clarify guidance on funding eligibility for aide periods.

In response to public comments, Section 3.2.3.1 of the SAAH was modified at adoption to address House Bill (HB) 2757, 89th Texas Legislature, Regular Session, 2025, which requires school districts to allow a student of a military member of a foreign military force stationed in the United States to establish minimum eligibility age requirements for enrollment.

In response to public comments, Section 3.4.4 of the SAAH was modified at adoption to provide guidance on behavioral threat assessments transfer through the Sentinel school safety platform.

In response to public comments, Section 3.6.2 of the SAAH was modified at adoption to include a rule regarding Senate Bill (SB) 1049 related to absences due to a released time course.

In response to public comments, Section 3.6.3 of the SAAH was modified at adoption to provide clarification on students with life threatening illness.

In response to public comments, Section 3.6.3 of the SAAH was modified at adoption to refer to the required district-adopted form and the form's required information as a result of HB 367, 89th Texas Legislature, Regular Session, 2025.

In response to public comments, Section 3.6.3 of the SAAH was modified at adoption with updates from HB 367 related to documentation requirements for serious or life-threatening illness.

In response to public comments, Section 3.8.1.1 of the SAAH was modified at adoption to clarify the designation of the additional days built into the school calendar.

Section 4 Special Education

TEC, Chapter 48, specifically §48.102, authorizes funding for special education in certain circumstances. TEC, §48.004, authorizes the commissioner to require reports that may be necessary to implement and administer the FSP. The following changes implement reporting for special education to account for attendance and funding.

The ADA eligibility code for private or homeschool students between the ages of 5-21 years is revised. Language concerning instructional setting codes are updated for clarification. Language concerning reporting requirements for students reported with instructional setting code 00 is updated. Language is revised to correct requirements for placing a student receiving special education services in a homebound setting. Language is revised to clarify the eligible ADA code for students receiving special education services who are five years of age or older and being served in a homebound setting. Language is revised to provide additional guidelines for instructional setting codes, and A/B block schedule. Language referencing the attribution code for

the Texas School for the Deaf, speech therapy, and Special Education Program Services 23, 24, and 25 is updated to align with the new Texas Education Data Standards (TEDS). Language is revised to state that, starting in the 2025-2026 school year, special education and related services for eligible children with disabilities ages 3-5 will be provided through Early Childhood Special Education (ECSE) and not in kindergarten. Revisions are made to codes, examples, and special education terminology to align with TEDS.

Section 5 Career and Technical Education (CTE)

TEC, Chapter 48, including §48.106, authorizes funding for career and technical education (CTE) in certain circumstances. TEC, Chapter 29, Subchapter F, establishes general parameters for CTE programs. TEC, §48.004, authorizes the commissioner to require reports as may be necessary to implement and administer the FSP. The following changes implement reporting for CTE to account for attendance and funding.

As specified in section 5.10, Documentation, a requirement is added that local education agencies (LEAs) must maintain documentation showing a minimum of 45 minutes per day for each CTE course. Clarifications are made to areas concerning CTE course state-weighted funding, how CTE contact hours are earned, and continuing CTE contact hours for students participating in paid or unpaid work-based instruction. Text concerning contracting with other entities to provide CTE courses is removed. The term "service id" is replaced with "course code," and the section includes a reference to the singular training plan form. In addition, the new language adds a requirement for student reports to be recorded using the TSDS PEIMS Course Transcript Entity when they complete a semester of a course. Updates are made to TAC links in the footnotes and a course name, and new examples and references to those are included.

Section 6 Bilingual/English as a Second Language (ESL)

TEC, Chapter 48, specifically §48.105, authorizes funding for bilingual or special language programs in certain circumstances. TEC, Chapter 29, Subchapter B, establishes general parameters for bilingual and special language programs. TEC, §48.004, authorizes the commissioner to require reports as may be necessary to implement and administer the FSP. The following changes implement reporting for bilingual and special language programs to account for attendance and funding.

Language is updated to align with recently revised commissioner rules as well as the TSDS PEIMS data descriptions. Language is revised to state that a district may offer a bilingual program beyond required grade levels or before reaching the minimum emergent bilingual (EB) student requirement. Language is revised to state that English for speakers of other languages (ESOL) programs I and II must be taught by certified teachers with ESL or bilingual certification. Language is revised to state that each student in a bilingual or ESL program, or under an alternative methods descriptor, must be identified with the appropriate descriptor in the attendance accounting system. Language is revised to state that bilingual/ESL eligible days must be removed if a student is in a disciplinary setting for over five days without receiving equivalent services from a certified teacher. Language is updated to clarify exit procedures, monitoring of reclassified students, Home Language Survey (HLS) requirements, and Texas English Language Proficiency Assessment System (TELPAS) scores to align with recently revised commissioner rules as well as the TSDS PEIMS data descriptions. Language is revised to state that a district must promptly record the appropriate bilingual, ESL, or alternative method descriptor once a student meets eligibility requirements.

In response to public comments, Section 6.8 of the SAAH was modified at adoption to reflect a link to the reclassification criteria chart.

Section 7 Prekindergarten (Pre-K)

TEC, Chapter 29, Subchapter E, establishes special general parameters for pre-K programs. TEC, Chapter 48, including §48.005, establishes ADA requirements and authorizes funding for certain circumstances. TEC, §48.004, authorizes the commissioner to require reports that may be necessary to implement and administer the FSP. The following changes implement reporting for pre-K to account for attendance and funding.

Language is revised to reflect student eligibility for free public pre-K. Language is revised to state that a district must submit the required documentation to the Texas Department of Agriculture (TDA) to qualify a student for the National School Lunch Program (NSLP) and code an eligible pre-K student as economically disadvantaged for state compensatory education funding. Examples in section 7.6.1 are updated.

In response to public comments, Section 7.2 of the SAAH was modified at adoption to clarify both the eligibility criteria and the necessary supporting documentation that specifically apply to classroom teachers as defined in TEC, §5.001.

Section 8 Gifted/Talented

TEC, Chapter 29, Subchapter A, establishes parameters for non-traditional programs. TEC, Chapter 48, including §48.005, establishes ADA requirements and authorizes funding for certain circumstances. TEC, §48.004, authorizes the commissioner to require reports that may be necessary to implement and administer the FSP. The following changes implement reporting for gifted/talented to account for attendance and funding.

Language regarding enrollment and withdrawal procedures and examples to align with TEDS are updated.

Section 9 Pregnancy-Related Services (PRS)

TEC, Chapter 48, including §48.104, authorizes funding under certain circumstances for students who are pregnant. TEC, §48.004, authorizes the commissioner to adopt reports that may be necessary to implement and administer the FSP. The following changes are implemented by reporting for PRS to account for attendance and funding.

Language is revised to state that Student Detail Reports must include a PRS indicator for all students served in the PRS program and eligible for state funding. Language regarding test administration procedures when a student is in a compensatory education home instruction (CEHI) program setting is clarified.

Section 10 Alternative Education Programs (AEPS) and Disciplinary Removals

TEC, Chapter 48, specifically §48.270, establishes the requirements for violation of presenting reports that contain false information. TEC, §48.004, authorizes the commissioner to adopt reports that may be necessary to implement and administer the FSP. TEC, §44.010, allows for the review of budget, fiscal, and audit reports to determine whether all legal requirements have been met. The following changes implement reporting for audit requirements to account for attendance and funding.

Language is revised to update TSDS PEIMS reporting elements, to update out of school suspension policies to align with the preferred terminology, and to clarify that TEC, Chapter 37, provides statutory discipline requirements and the TEDS provides reporting guidelines.

Section 11 Nontraditional Programs

TEC, Chapter 29, Subchapter A, establishes special general parameters for nontraditional programs. TEC, Chapter 48, including §48.005, establishes ADA requirements and authorizes funding for certain circumstances. TEC, §48.004, authorizes the commissioner to require reports that may be necessary to implement and administer the FSP. The following changes implement reporting for nontraditional programs to account for attendance and funding.

Language is revised to clarify campus wide school calendar requirements concerning Additional Days School Year (ADSY) and to state that the ADSY waiver follows the same requirements as the missed school day waiver.

In response to public comments, Section 11.3 of the SAAH was modified at adoption to include guidance for reporting contact hours for R-PEP.

In response to public comments, Section 11.5 of the SAAH was modified at adoption to include updated language for ADSY eligibility, calendar and instructional requirements, formula funding, and scheduling based on HB 2, which addressed pre-K eligibility for students of classroom teachers.

Section 12 Virtual, Remote, and Electronic Instruction

TEC, Chapter 30A, establishes the general parameters for TXVSN. TEC, §30A.153, authorizes funding for TXVSN for the FSP under certain circumstances. TEC, §48.004, authorizes the commissioner to adopt reports that may be necessary to implement and administer the FSP. The following changes implement reporting for TXVSN to account for attendance and funding.

Revisions are made to add the expansion of the TXVSN program and course catalog to include Grades 6-12: to outline enrollment, funding eligibility, and successful course completion requirements; to describe expansion of TXVSN online schools (OLS) to Grades 3-8 and 9-12; and to specify that student enrollment in TXVSN courses or OLS programs does not prevent a district from serving students in special programs like special education, CTE, bilingual/ESL, or PRS, nor from receiving weighted funding if all program requirements are met. Language is revised to state that a school district or open-enrollment charter school must not require a student to enroll in an electronic course. Clarification is made regarding remote synchronous instruction and the application for remote homebound or remote conferencing waivers for both general education students and students receiving special education services. Language concerning schools with TXVSN waivers or approved remote or hybrid dropout recovery programs for on campus online courses is clarified.

In response to public comments, clarification was provided at adoption that guidance regarding SB 569, 89th Texas Legislature, Regular Session, 2025, will be provided outside of the 2025-2026 SAAH and that future guidance will be included in the 2026-2027 SAAH.

Glossary

Definitions are updated along with the link to the TSDS PEIMS webpage. A link is added to the Every Student Succeeds Act (ESSA) webpage.

In response to public comments, the Glossary was modified at adoption to reflect the requirements of HB 6, 89th Texas Legislature, Regular Session, 2025, which addressed disciplinary placement for students with disabilities.

SUMMARY OF COMMENTS AND AGENCY RESPONSES: The public comment period on the proposal began June 27, 2025, and ended July 28, 2025. Following is a summary of the public comments received and agency responses.

Section 3 General Attendance Requirements

Comment: A coordinator of data quality and student information recommended clearer guidance on FSP funding eligibility for student aide periods, including office, library, athletic, and teacher aide roles, and suggested adding this clarification to the Two-through-Four-Hour Rule eligibility chart.

Response: The agency agrees, and Section 3.2.2 of the SAAH has been updated at adoption to include these types of courses for eligibility.

Comment: A director of data integrity commented that the SAAH needs to address HB 2757, 89th Texas Legislature, Regular Session, 2025.

Response: The agency agrees, and Section 3.2.3.1 Additional Requirements for Minimum Eligible Age has been updated at adoption to add reference to HB 2757 for enrollment.

Comment: A director of data integrity and a teacher commented that the new Sentinel system is designed for reporting threat assessments, yet the SAAH still requires submission through Texas Records Exchange system (TREx). The commenter stated that clarification is needed to determine if districts are expected to report through both systems and if Sentinel is the designated system, the TREx requirement should be removed from the SAAH.

Response: The agency agrees and provides the following clarification. In accordance with 19 TAC §103.1213, effective August 1, 2025, behavioral threat assessments must be transferred utilizing the Sentinel school safety platform. Discipline records will continue to be transferred in accordance with existing processes. Section 3.4.4 has been updated at adoption to reflect that behavioral that assessment records should not be transferred through TREx and affirming that disciplinary records, including incomplete disciplinary actions, must still be transferred using TREx.

Comment: A director of information services and a director of integrity inquired if the adopted version of the SAAH will include guidance on SB 1049, 89th Texas Legislature, Regular Session, 2025.

Response: The agency agrees that SB 1049 should be included in the SAAH. At adoption, Section 3.6.2 has been updated to include language regarding SB 1049, related to absences due to a released time course.

Comment: A Texas educator asked for clarification regarding Section 3.6.3, specifically why the provision for life-threatening illness does not extend to students who are fully admitted to treatment facilities.

Response: The agency agrees that clarification is necessary and has added that a student may be marked absent due to a serious or life-threatening illness, and that a parent can submit a

district-approved form with certification from a physician. The agency has modified Section 3.6.3 at adoption to align with HB 367, which addresses documentation requirements for serious and life-threatening illnesses.

Comment: The Texas Council of Administrators of Special Education (TCASE) commented that the SAAH must be updated to reflect HB 367, which updates the procedures and requirements related to excused absences for serious or life-threatening illnesses.

Response: The agency agrees, and Section 3.6.3 has been modified accordingly at adoption to reflect requirements needed on district-adopted forms.

Comment: A teacher asked for more guidance regarding HB 367 and the forms districts need to create to document life-threatening illness absences.

Response: The agency agrees more guidance is necessary. Section 3.6.3 has been updated at adoption to include language regarding HB 367 and the form requirements.

Comment: A director of data integrity commented that HB 367 prohibits schools from requiring documentation beyond the standardized form verifying a serious or life-threatening condition. However, current SAAH guidance mandates submission of discharge summaries and appears to conflict with HB 367. The commenter recommended removing the discharge paperwork requirement from SAAH.

Response: The agency agrees and has modified Section 3.6.3 at adoption to implement HB 367. The updated language refers to the required district-adopted form and the form's required information. Additionally, the district is not authorized to ask for more information on their form than what is listed in statute.

Comment: A coordinator of data quality and student information requested clarification on how additional days built into the school calendar should be designated, specifically whether they must be labeled as bad weather days or if they can remain undesignated.

Response: The agency agrees clarification is needed, and Section 3.8.1.1 has been updated at adoption to include how those days must be designated on the calendar.

Comment: A director of data integrity commented that, in Section 3.8.2, the use of the word "some" in the first two examples places an undue burden on districts, potentially requiring separate calendars for individual schools. The commenter stated that this could lead to inequities and low attendance if only a few schools must make up time. The commenter recommended keeping the examples district-wide and allowing a missed school day or minutes waiver to help LEAs maintain calendar consistency.

Response: The agency disagrees. The examples relate to early closure and not a missed day of instruction. A missed school day waiver is not available. Calendars are a local decision of the district in which they may build in additional minutes at the start of the year or add minutes as needed at the district or campus levels to account for any unanticipated events or closures.

Comment: A director of data integrity asked for clarity on how to handle cases where a student temporarily relocates out of state (e.g., for acting or sports). The commenter stated that if no virtual option is available, the LEA may need to withdraw the student despite the family residing in-district. The commenter recommended clear guidance and examples to help ensure consistent handling of such situations.

Response: The agency disagrees. The requested clarification directly contradicts established residency definitions in TEC, §25.001(b).

Comment: A director of data integrity commented that, if a student is hospitalized in another state for more than 10 days and no virtual instruction is available, the district is not obligated to provide services. The commenter recommended that the SAAH provide clear guidance to LEAs on when withdrawal is appropriate in such cases.

Response: The agency disagrees. The requested clarification contradicts established residency definitions in TEC, §25.001(b).

Section 4 Special Education

Comment: TCASE commented that HB 2, 89th Texas Legislature, Regular Session, 2025, and SB 568, 89th Texas Legislature, Regular Session, 2025, will phase out instructional setting codes for special education starting in the 2026-2027 school year, replacing them with a new intensity of services funding model. TCASE recommended that the SAAH be updated to reflect the changes.

Response: The agency disagrees, as these changes will not be effective until the 2026-2027 school year. However, a note of clarification has been added at adoption to the beginning of Section 4.

Comment: TCASE commented regarding HB 6 and requested clarification on the disciplinary placements for students with disabilities in the SAAH, especially regarding in-school suspension, virtual placements, and younger students. TCASE added that additional examples would help ensure consistency and integrity across districts.

Response: The agency disagrees, as this type of guidance is outside the scope of SAAH.

Comment: TCASE commented that, due to the September 1, 2025, effective date of SB 2, 89th Texas Legislature, Regular Session, 2025, the SAAH should update procedures for parents requesting evaluations for Educational Savings Account (ESA) program participation.

Response: The agency disagrees that changes are necessary at this time. ESAs will go into effect with the 2026-2027 school year; any necessary changes will be incorporated into the 2026-2027 SAAH.

Comment: TCASE requested that the SAAH clarify what qualifies as an individualized education program (IEP) for ESA eligibility in regards to changes made by SB 2, since current definitions only include special education IEPs and private school service plans.

Response: The agency disagrees that changes are necessary at this time. ESAs will go into effect with the 2026-2027 school year; any necessary changes will be incorporated into the 2026-2027 SAAH.

Comment: TCASE commented that language should be added to the SAAH clarifying that, starting in 2026-2027 school year, ESA participants cannot be dually enrolled in early childhood special education, as public school enrollment disqualifies ESA eligibility. TCASE added that future guidance is also needed for ESA students who graduate but remain eligible for services through age 21.

Response: The agency disagrees that changes are necessary at this time. ESAs will go into effect with the 2026-2027 school year;

any necessary changes will be incorporated into the 2026-2027 SAAH.

Comment: TCASE commented that the SAAH should be updated to reflect the various changes to virtual education made by SB 569.

Response: The agency disagrees. TEA will provide guidance regarding SB 569 outside of the 2025-2026 SAAH and that guidance will be included in the 2026-2027 SAAH.

Section 6 Bilingual/ English as a Second Language

Comment: A director of data integrity commented that the SAAH and corresponding linked funding charts need to be aligned with changes made by SB 2185, 89th Texas Legislature, Regular Session, 2025, which adjusts EB funding for alternative bilingual/ESL programs.

Response: The agency agrees, and the link to the reclassification criteria chart in Section 6.8 has been updated at adoption to align with SB 2185.

Comment: A Texas administrator commented that there is a need for reviewing Section 6.8 Reclassification Criteria and Exit procedures to confirm if the statement delivered with no second language acquisition supports is still accurate, especially with the recent changes allowing students to receive accommodations on the Reading and English State of Texas Assessments of Academic Readiness (STAAR®) end-of-course assessments and still qualify for reclassification.

Response: The agency agrees, and the SAAH has been updated at adoption to reflect a link to the reclassification criteria chart.

Section 7 Prekindergarten (Pre-K)

Comment: A Texas teacher and a deputy superintendent of business inquired if the proposed 2025-2026 SAAH includes new eligibility criteria that would allow children of district employees to qualify for free pre-K. Additionally, a director of data integrity commented that the SAAH should provide clear guidance and examples regarding changes made by HB 2 to pre-K eligibility for children of classroom teachers. The commenter stated that the SAAH should include the eligibility category, specific documentation for verification of employment, and clarify changes in eligibility if the teacher leaves before April 2.

Response: The agency agrees that new eligibility criteria are needed. At adoption, TEA has added Sections 7.2.8 Pre-K Eligibility Based on a Parent's Employment as a Classroom Teacher and 7.2.8.1 Documentation Required to provide further clarity. The new eligibility criteria specifically apply to classroom teachers as defined in TEC, §5.001.

Section 11 Nontraditional Programs

Comment: A Texas teacher requested adding guidance to the SAAH for districts participating in the Rural Pathway Excellence Partnership Program (R-PEP).

Response: The agency agrees that R-PEP guidance should be included, and at adoption Section 11.3 has been updated to include guidance for reporting contact hours for R-PEP.

Comment: A Texas teacher asked if any updated guidance regarding ADSY will be included in the 2025-2026 SAAH.

Response: The agency agrees this language should be included. At adoption, Section 11.5 was updated with the language for ADSY eligibility, calendar and instruction require-

ments, formula finding, and scheduling based on HB 3, which addresses pre-K eligibility for students of classroom teachers.

Comment: A coordinator of data quality and student information commented that fully online dual enrollment courses need clear instruction on how FSP funding eligibility is maintained and which requirements must be met if the instructor is not present or available for real-time, two-way communication and instruction.

Response: The agency disagrees that clarification is needed. Guidance in Sections 11.3.1, 11.3.1.3, and 12.5 supports ADA generation and FSP funding eligibility when attendance requirements are met, including for self-paced and non-traditional instructional formats.

Section 12 Virtual, Remote and Electronic Instruction

Comment: A director of data integrity commented that the SAAH is silent on the requirements for both removing the current TXVSN language and replacing it with the elements of SB 569. The SAAH is also silent on how districts will be required to take attendance and the documentation needed for virtual instruction.

Response: The agency agrees this information is not included in the proposed 2025-2026 SAAH, and at adoption a statement was added that guidance regarding changes made by SB 569 will be provided outside of the 2025-2026 SAAH and included in the 2026-2027 SAAH.

Comment: A director of data integrity commented that, since SB 569 allows virtual instruction, the special education (SPED) waiver for virtual homebound students should be removed, as virtual learning is now a standard method and should be equally available to SPED students.

Response: The agency disagrees that the SPED waiver for virtual homebound students should be removed. Guidance regarding changes made by SB 569 will be provided outside of the 2025-2026 SAAH and included in the 2026-2027 SAAH. The handbook was updated at adoption to include a note related to this guidance.

Glossary

Comment: A parent commented that the glossary term entry for in-school suspension (ISS) should be updated to reflect HB 6, which removes the previous three-day limit. The parent stated that under HB 6, ISS is no longer subject to any time restriction.

Response: The agency agrees, and the glossary has been updated at adoption to reflect the new definition due to changes made by HB 6.

STATUTORY AUTHORITY. The amendment is adopted under Texas Education Code (TEC), §5.001, as amended by House Bill (HB) 2, 89th Texas Legislature, Regular Session, 2025, which states the definition of classroom teacher; TEC, §7.055(b)(35), which states that the commissioner shall perform duties in connection with the Foundation School Program (FSP) as prescribed by TEC, Chapter 48; TEC, §12.251, which states the definition of adult high school charter school programs; TEC, §25.001, as amended by HB 2757, 89th Texas Legislature, Regular Session, 2025, which states that a school district must allow for a student of a military member of a foreign military force stationed in the United States to establish minimum eligibility age requirements for enrollment; TEC, §25.0344, which states that a parent serving as a peace officer or service member may request a transfer to a district and campus of their choice; TEC, §25.081, which states that, for each school year, each

school district must operate so that the district provides for at least 75.600 minutes, including time allocated for instruction. intermissions, and recesses, for students. TEC, §25.081(d), authorizes the commissioner to adopt rules to implement the section. TEC. §25.081(a), states that a school district may not provide student instruction on Memorial Day but that if a school district would be required to provide student instruction on Memorial Day to compensate for minutes of instruction lost because of school closures caused by disaster, flood, extreme weather conditions, fuel curtailment, or another calamity, the commissioner shall approve the instruction of students for fewer than the number of minutes required under TEC, §25.081(a); TEC, §25.0812, which states that school districts may not schedule the last day of school for students before May 15; TEC, §25.087, as amended by HB 367, 89th Texas Legislature, Regular Session, 2025, which provides purposes for which a school district shall excuse a student from attending school: TEC, §25.0875, as added by Senate Bill (SB) 1049, 89th Texas Legislature, Regular Session, 2025, which provides purposes for which a school district shall excuse a student from attending school for a released time course; TEC, §28.02124, which states that a parent may request that a student repeat a course for high school credit TEC, §29.081, which states that attendance accounting and FSP funding for Optional Flexible School Day Program (OFSDP) participation may be generated through a remote or hybrid dropout recovery education program; TEC, §29.0822, which enables a school district to provide a program under this section that meets the needs of students described by TEC, §29.0822(a), for a school district that meets application requirements, including allowing a student to enroll in a dropout recovery program in which courses are conducted online. TEC, §29.0822, authorizes the commissioner to adopt rules for the administration of the section; TEC, §30A.153, which states that, subject to the limitation imposed under TEC, §30A.153(a-1), a school district or open-enrollment charter school in which a student is enrolled is entitled to funding under TEC, Chapter 48, or in accordance with the terms of a charter granted under TEC, §12.101, for the student's enrollment in an electronic course offered through the state virtual school network in the same manner that the district or school is entitled to funding for the student's enrollment in courses provided in a traditional classroom setting, provided that the student successfully completes the electronic course. TEC, §30A.153(d), authorizes the commissioner to adopt rules necessary to implement the section, including rules regarding student attendance accounting; TEC, §37.005, as amended by HB 6, 89th Texas Legislature, Regular Session, 2025, which states that there is no limit to the number of days a student may be assigned to in-school suspension; TEC, §48.004, which states that the commissioner shall adopt rules, take action, and require reports consistent with TEC, Chapter 48, as necessary to implement and administer the FSP; TEC, §48.005, which states that average daily attendance (ADA) is the quotient of the sum of attendance for each day of the minimum number of days of instruction as described under TEC, §25.081(a), divided by the minimum number of days of instruction. TEC, §48.005(m), authorizes the commissioner to adopt rules necessary to implement the section. Subsections (m-1) and (m-2) address virtual or remote instruction-related funding; TEC, §48.102, which states that for each student in ADA in a special education program under TEC, Chapter 29, Subchapter A, in a mainstream instructional arrangement, a school district is entitled to an annual allotment equal to the adjusted basic allotment multiplied by 1.15. For each full-time equivalent student ADA attendance in a special education program under TEC, Chapter 29, Subchapter A, in an instructional arrangement other than a mainstream instructional arrangement, a district is entitled to an annual allotment equal to the adjusted basic allotment multiplied by a weight determined according to its instructional arrangement; TEC, §48,103, which states that for each student that a district serves who has been identified as having dyslexia or a related disorder, the district is entitled to an annual allotment equal to the basic allotment multiplied by 0.1 or a greater amount provided by appropriation; TEC, §48.104, which states that for each student who does not have a disability and resides in a residential placement facility in a district in which the student's parent or legal guardian does not reside, a district is entitled to an annual allotment equal to the basic allotment multiplied by 0.2 or, if the student is educationally disadvantaged, 0.275. For each full-time equivalent student who is in a remedial and support program under TEC, §29.081, because the student is pregnant, a district is entitled to an annual allotment equal to the basic allotment multiplied 2.41; TEC. §48.105, as amended by SB 2185, 89th Texas Legislature, Regular Session, 2025, which states that for each student in ADA in a bilingual education or special language program under TEC. Chapter 29. Subchapter B. a district is entitled to an annual allotment equal to the adjusted basic allotment multiplied by 0.1 or 0.15 if the student is in a bilingual education program using a dual language immersion/one-way or two-way program model, and for students not described in subdivision (1), 0.05 if the student is in bilingual education program using a dual language immersion/two-way program model; TEC, §48.106, which states that for each full-time equivalent student in ADA in an approved career and technology education program in Grades 7-12 or in career and technology education programs, a district is entitled to an annual allotment equal to the basic allotment multiplied by a weight of 1.35 and \$50 for each student that is enrolled in two or more advanced career and technology classes for a total of three or more credits; a campus designated as a Pathways in Technology Early College High School (P-TECH) school under TEC, §29.556; or a campus that is a member of the New Tech Network and that focuses on project-based learning and work-based education; TEC, §48.108, which states that for each student in ADA in Kindergarten-Grade 3, a district is entitled to an annual allotment equal to the basic allotment multiplied by 0.1 if the student is educationally disadvantaged or a student of limited English proficiency, as defined by TEC, §29.052, and in bilingual education or special language program under TEC, Chapter 29, Subchapter B; TEC, §48.109, which states that for each student in the gifted and talented category, the district is entitled to an annual allotment equal to the basic allotment multiplied by 0.07 for each school year or a greater amount provided by appropriation. If by the end of the 12th month after receiving an allotment for developing a program a district has failed to implement a program, the district must refund the amount of the allotment to the agency within 30 days. Not more than five percent of a district's students in ADA are eligible for funding under this section. If the state funds exceed the amount of state funds appropriated in any year for the programs, the commissioner shall reduce the districts tier one allotment. If funds are less than the total amount appropriated for the school year, the commissioner shall transfer the remainder to any program. After each district has received allotted funds for this program, the State Board of Education may use up to \$500,000 of the funds allocated under this section for other programs; TEC, §48.270, which states that when, in the opinion of the agency's director of school audits, audits or reviews of accounting, enrollment, or other records of a school district reveal deliberate falsification of the records, or violation of the provisions of TEC, Chapter 48, through which the district's share of state funds allocated under the authority of this chapter would be, or has been, illegally increased, the director shall promptly and fully report the fact to the State Board of Education, the state auditor, and the appropriate county attorney, district attorney, or criminal district attorney; and TEC, §49.204, which states that a school district with a local revenue in excess of entitlement may reduce the district's local revenue level by serving non-resident students who transfer to the district and are educated by the district but who are not charged tuition.

CROSS REFERENCE TO STATUTE. The amendment implements Texas Education Code§§5.001, as amended by House Bill (HB) 2, 89th Texas Legislature, Regular Session, 2025; 7.055(b)(35); 12.251; 25.001, as amended by HB 2757, 89th Texas Legislature, Regular Session, 2025; 25.0344; 25.081; 25.0812; 25.087, as amended by HB 367, 89th Texas Legislature, Regular Session, 2025; 25.0875, as added by Senate Bill (SB) 1049, 89th Texas Legislature, Regular Session, 2025; 28.02124, 29.081; 29.0822; 30A.153; §37.005, as amended by HB 6, 89th Texas Legislature, Regular Session, 2025; 48.004, 48.005, 48.102, 48.103, 48.104, 48.105, as amended by SB 2185, 89th Texas Legislature, Regular Session, 2025; 48.106; 48.108 48.109; 48.270; and 49.204.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

Filed with the Office of the Secretary of State on September 29, 2025.

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Director, Rulemaking
Texas Education Agency
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PART 7. STATE BOARD FOR EDUCATOR CERTIFICATION

CHAPTER 235. CLASSROOM TEACHER CERTIFICATION STANDARDS

The State Board for Educator Certification (SBEC) adopts the repeal of 19 Texas Administrative Code (TAC) §§235.115, 235.117, 235.131, 235.133, and 235.135 and new §§235.115, 235.117, 235.131, 235.135, and 235.137, concerning classroom teacher certification standards. The repeal and new rules are adopted without changes to the proposed text as published in the May 30, 2025 issue of the *Texas Register* (50 TexReg 3185). The rules will not be republished. The adopted revisions repeal standards in current Subchapters F and G to combine and align language across educator standards in adopted new Subchapter F. The revisions also implement the statutory requirements of House Bill (HB) 2256, 87th Texas Legislature, Regular Session, 2021, and define the educator standards for the Bilingual Special Education certificate, as recommended by the SBEC-approved educator standards advisory committee.

REASONED JUSTIFICATION: The SBEC rules in 19 TAC Chapter 235. Classroom Teacher Certification Standards specify the standards for the classroom teacher class of certificates, including Subchapter F, Supplemental Certificate Standards, and Subchapter G. Special Education Certificate Standards. The SBEC is statutorily authorized to ensure that all candidates for certification or renewal demonstrate the knowledge and skills necessary to improve the performance of Texas's population and required to appoint educator standards advisory committee members to recommend standards for each class of certificate. The educator standards advisory committees include practicing educators, school district personnel, experts, and educator preparation program (EPP) faculty. These individuals collaborate to draft new and review existing educator standards to ensure that the educator standards align with the commissioner's educator standards, reflect best practices, and, where applicable, align with the Texas Essential Knowledge and Skills adopted by the State Board of Education (SBOE).

Adopted New 19 TAC Chapter 235, Subchapter F, and Repeal of Chapter 235. Subchapters F and G:

The adoption reflects the reorganization and combination of educator standard groups into one subchapter and alignment of the language of standard sets across 19 TAC Chapter 235. Adopted new Subchapter F also includes the new classroom teacher certification standards to implement HB 2256, 87th Texas Legislature, Regular Session, 2021.

HB 2256 (2021), Bilingual Special Education Certification Requirements

HB 2256 requires the SBEC to implement a new Bilingual Special Education educator certificate. The intent of the certificate is to ensure that there are teachers with special training in providing instruction to emergent bilingual students with disabilities. HB 2256 specifies that to be eligible for the certificate, a candidate must complete EPP coursework, with skills-based course of instruction on providing instruction to emergent bilingual students with disabilities, including the foundations of bilingual and second language special education; providing individualized education programs for emergent bilingual students with disabilities; providing assessment of emergent bilingual students with and without disabilities; developing teaching methods to recognize the intellectual, developmental, and emotional needs of students in dual language and transitional bilingual education settings; teaching fundamental academic skills, including reading, writing, and mathematics, to students of limited English proficiency; and creating partnerships with families and school professionals.

Additionally, HB 2256 requires that candidates perform satisfactorily on a Bilingual Special Education Certification exam prescribed by SBEC. The proposed Bilingual Special Education standards will serve as the foundation for this exam.

Previous SBEC Action to Implement HB 2256 (2021)

The SBEC has previously taken action to implement HB 2256 across multiple chapters of rules. A summary of previous SBEC action is outlined in the following table.

Figure 1: 19 TAC Chapter 235, Subchapters F and G - Preamble

At a future meeting, the SBEC will consider additional rule updates to 19 TAC Chapter 231, Requirements for Public School Personnel Assignments, to further implement HB 2256 and the Bilingual Special Education certificate.

Adopted Repeal of Subchapters F and G and Adopted New Subchapter F, Supplemental and Special Education Certificate Standards

The SBEC adopts the repeal of Subchapter F, Supplemental Certificate Standards, and Subchapter G, Special Education Certificate Standards.

The SBEC adopts new Subchapter F, Supplemental and Special Education Certificate Standards, to combine all content pedagogy standards previously adopted in Subchapters F and G.

The following table provides a high-level summary of the reorganization of educator standards in Chapter 235, Subchapters F and G.

Figure 2: 19 TAC Chapter 235, Subchapters F and G - Preamble Adopted New 19 TAC §235.115. English as a Second Language Standards

The adopted new 19 TAC §235.115 lists English as a Second Language (ESL) content pedagogy standards for teachers of emergent bilingual students in adopted new Subchapter F, Supplemental and Special Education Certificate Standards.

The adopted new §235.115(a) provides an overview of the ESL content pedagogy standards.

The adopted new §235.115(b) specifies the necessary knowledge and skills related to Foundations of Language Acquisition.

The adopted new §235.115(c) specifies the necessary knowledge and skills related to Linguistically Sustaining Practices.

The adopted new §235.115(d) specifies the necessary knowledge and skills related to Effective Instruction and Assessment Across All Content Areas and Disciplines.

The adopted new §235.115(e) specifies the necessary knowledge and skills related to Language Proficiency Assessment, Program Placement, and Reclassification.

The adopted new §235.115(f) renames the standard group and specifies the necessary knowledge and skills related to Professional Learning, Partnerships, and Student Support.

Adopted New 19 TAC §235.117. Bilingual Spanish Standards

The adopted new 19 TAC §235.117 lists Bilingual Spanish content pedagogy standards for classroom teachers of bilingual education programs (Spanish and English) in adopted new Subchapter F, Supplemental and Special Education Certificate Standards.

The adopted new §235.117(a) provides an overview of the Bilingual Spanish content pedagogy standards.

The adopted new §235.117(b) specifies the necessary knowledge and skills related to Language Abilities.

The adopted new §235.115(c) specifies the necessary knowledge and skills related to Linguistically Sustaining Practices.

The adopted new §235.117(d) specifies the necessary knowledge and skills related to Instructional Practice.

The adopted new §235.117(e) specifies the necessary knowledge and skills related to Development and Assessment of Biliteracy.

The adopted new §235.117(f) specifies the necessary knowledge and skills related to Foundations of Bilingual Education.

Adopted New 19 TAC §235.131. Special Education Standards: Early Childhood-Grade 12

The adopted new 19 TAC §235.131 lists Special Education content pedagogy standards, for teachers of students who receive special education services (Grades EC-12), including grade-band specific standards, in adopted new Subchapter F, Supplemental and Special Education Certificate Standards.

The adopted new §235.131(a) provides an overview of the Special Education Standards: Early Childhood-Grade 6.

The adopted new §235.131(b) specifies the necessary knowledge and skills related to Legal and Ethical Guidelines.

The adopted new §235.131(c) specifies the necessary knowledge and skills related to Understanding and Addressing Each Individual's Developmental and Learning Needs.

The adopted new §235.131(d) specifies the necessary knowledge and skills related to Subject Matter Content and Specialized Curricular Knowledge.

The adopted new §235.131(e) specifies the necessary knowledge and skills related to Assessment for Data-based Decision Making.

The adopted new §235.131(f) specifies the necessary knowledge and skills related to Supporting Learning Using Effective Instruction.

The adopted new §235.131(g) specifies the necessary knowledge and skills related to Supporting Students' Non-academic Growth.

The adopted new §235.131(h) specifies the necessary knowledge and skills related to Professional Learning and Collaboration.

The adopted new §235.131(i) specifies the necessary knowledge and skills related to Elementary Special Education Teachers (Early Childhood-Grade 6).

The adopted new §235.131(j) specifies the necessary knowledge and skills related to Secondary Special Education Teachers (Grades 6-12).

Adopted New 19 TAC §235.135. Deafblind Standards: Early Childhood-Grade 12

The adopted new 19 TAC §235.135 lists Deafblind content pedagogy standards for teachers of students who are Deafblind (Grades 6-12) in adopted new Subchapter F, Supplemental and Special Education Certificate Standards.

The adopted new §235.135(a) provides an overview of the Deafblind Standards: Early Childhood-Grade 12.

The adopted new §235.135(b) specifies the necessary knowledge and skills related to the foundations of Deafblind education.

The adopted new §235.135(c) specifies the necessary knowledge and skills related to Learner Characteristics.

The adopted new §235.135(d) specifies the necessary knowledge and skills related to Evaluation and Assessment.

The adopted new §235.135(e) specifies the necessary knowledge and skills related to Planning for Instruction.

The adopted new §235.135(f) specifies the necessary knowledge and skills related to Learning Environment.

The adopted new §235.135(g) specifies the necessary knowledge and skills related to Instructional Delivery.

The adopted new §235.135(h) specifies the necessary knowledge and skills related to Collaborative Consultation.

The adopted new §235.135(i) specifies the necessary knowledge and skills related to Professional Conduct and Leadership.

The adopted new §235.135(j) specifies the necessary knowledge and skills related to Reflection and Personal Growth.

Adopted New §235.137. Bilingual Special Education Standards: Early Childhood-Grade 12

The adopted new 19 TAC §235.137 lists Bilingual Special Education standards for the new Bilingual Special Education Supplemental: Early Childhood-Grade 12 certificate in adopted new Subchapter F, Supplemental and Special Education Certificate Standards. The adopted educator standards emphasize the knowledge and skills necessary to address linguistic and disability-related needs for students with limited English proficiency and establish a solid foundation for bilingual special education students in classroom settings that span Early Childhood-Grade 12.

The adopted new §235.137(a) specifies the purpose and function for the adopted new Bilingual Special Education Supplemental: Early Childhood-Grade 12 certificate standards.

The adopted new §235.137(b) specifies knowledge and skills related to Legal and Ethical Guidelines. This group of standards outlines the bilingual special educator's ability to demonstrate understanding and apply knowledge of both special education and emergent bilingual practices and procedures to effectively integrate both areas as they relate to legal and ethical guidelines.

The adopted new §235.137(c) specifies knowledge and skills related to Knowledge of Students and Factors that Influence Learning. This group of standards outlines the bilingual special educator's ability to demonstrate understanding and apply knowledge of the wide variety of individual student characteristics that influence school success and the appropriate instructional and behavioral methodologies.

The adopted new §235.137(d) specifies knowledge and skills related to Language and Literacy Development. This group of standards requires the bilingual special educator to demonstrate understanding and apply knowledge of the components and methodologies related to biliteracy instruction and instructional best practices for students with disability-related needs and limited English proficiency.

The adopted new §235.137(e) specifies knowledge and skills related to Eligibility, Program Placement, and Assessment. This group of standards requires the bilingual special educator to demonstrate understanding and apply knowledge of the appropriate special education and language proficiency-related services, establishing academic goals, analyzing student data, communicating student achievement, and ongoing assessment of student progress.

The adopted new §235.137(f) specifies knowledge and skills related to Content Knowledge and Instructional Practices. This group of standards requires the bilingual special educator to demonstrate understanding and apply knowledge of instructional best practices in all content areas to design, model, and support learning experiences that are appropriate for each dually identified student.

The adopted new §235.137(g) specifies knowledge and skills related to Student Support, Collaboration, and Professional Responsibilities. This group of standards requires the bilingual special educator to demonstrate understanding and apply knowledge of the professional responsibilities of a bilingual special educator, which include effective communication with families and collaboration with other school and community personnel.

SUMMARY OF PUBLIC COMMENTS: The public comment period on the proposal began May 30, 2025, and ended June 30, 2025. The SBEC also provided an opportunity for registered oral and written comments on the proposal at the July 25, 2025 meeting's public comment period in accordance with the SBEC board operating policies and procedures. No public comments were received on the proposal.

The State Board of Education took no action on the review of the repeal of §§235.115, 235.117, 235.131, 235.133, and 235.135 and new §§235.115, 235.117, 235.131, 235.135, and 235.137 at the September 12, 2025 meeting.

SUBCHAPTER F. SUPPLEMENTAL CERTIFICATE STANDARDS

19 TAC §235.115, §235.117

STATUTORY AUTHORITY. The repeals are adopted under Texas Education Code (TEC), §21.003(a), which states that a person may not be employed as a teacher, teacher intern or teacher trainee, librarian, educational aide, administrator, educational diagnostician, or school counselor by a school district unless the person holds an appropriate certificate or permit issued as provided by the TEC, Chapter 21, Subchapter B: TEC, §21.031, which authorizes the SBEC to regulate and oversee all aspects of the certification, continuing education, and standards of conduct of public school educators, and states that in proposing rules under the TEC, Chapter 21, Subchapter B, the SBEC shall ensure that all candidates for certification or renewal of certification demonstrate the knowledge and skills necessary to improve the performance of the diverse student population of this state; TEC, §21.041(b)(1), which requires the SBEC to propose rules that provide for the regulation of educators and the general administration of the TEC, Chapter 21, Subchapter B, in a manner consistent with the TEC, Chapter 21, Subchapter B; TEC, §21.041(b)(2), which requires the SBEC to propose rules that specify the classes of educator certificates to be issued, including emergency certificates; TEC, §21.041(b)(4), which requires the SBEC to propose rules that specify the requirements for the issuance and renewal of an educator certificate; and TEC, §21.04891, which requires the SBEC to create a Bilingual Special Education certificate and specifies certification requirements for the certificate.

CROSS REFERENCE TO STATUTE. The repeals implement Texas Education Code (TEC), §§21.003(a); 21.031; 21.041(b)(1), (2), and (4); and 21.04891.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

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Cristina De La Fuente-Valadez

Director, Rulemaking

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For further information, please call: (512) 475-1497



19 TAC §§235.115, 235.117, 235.131, 235.135, 235.137

STATUTORY AUTHORITY. The new sections are adopted under Texas Education Code (TEC), §21.003(a), which states that a person may not be employed as a teacher, teacher intern or teacher trainee, librarian, educational aide, administrator, educational diagnostician, or school counselor by a school district unless the person holds an appropriate certificate or permit issued as provided by the TEC, Chapter 21, Subchapter B; TEC, §21.031, which authorizes the SBEC to regulate and oversee all aspects of the certification, continuing education, and standards of conduct of public school educators, and states that in proposing rules under the TEC, Chapter 21, Subchapter B, the SBEC shall ensure that all candidates for certification or renewal of certification demonstrate the knowledge and skills necessary to improve the performance of the diverse student population of this state; TEC, §21.041(b)(1), which requires the SBEC to propose rules that provide for the regulation of educators and the general administration of the TEC, Chapter 21, Subchapter B, in a manner consistent with the TEC, Chapter 21, Subchapter B; TEC, §21.041(b)(2), which requires the SBEC to propose rules that specify the classes of educator certificates to be issued, including emergency certificates; TEC, §21.041(b)(4), which requires the SBEC to propose rules that specify the requirements for the issuance and renewal of an educator certificate; and TEC, §21.04891, which requires the SBEC to create a Bilingual Special Education certificate and specifies certification requirements for the certificate.

CROSS REFERENCE TO STATUTE. The new sections implement Texas Education Code (TEC), §§21.003(a); 21.031; 21.041(b)(1), (2), and (4); and 21.04891.

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SUBCHAPTER G. SPECIAL EDUCATION CERTIFICATE STANDARDS

19 TAC §§235.131, 235.133, 235.135

STATUTORY AUTHORITY. The repeals are adopted under Texas Education Code (TEC), §21.003(a), which states that

a person may not be employed as a teacher, teacher intern or teacher trainee. librarian. educational aide. administrator. educational diagnostician, or school counselor by a school district unless the person holds an appropriate certificate or permit issued as provided by the TEC. Chapter 21. Subchapter B; TEC, §21.031, which authorizes the SBEC to regulate and oversee all aspects of the certification, continuing education, and standards of conduct of public school educators, and states that in proposing rules under the TEC, Chapter 21, Subchapter B, the SBEC shall ensure that all candidates for certification or renewal of certification demonstrate the knowledge and skills necessary to improve the performance of the diverse student population of this state; TEC, §21.041(b)(1), which requires the SBEC to propose rules that provide for the regulation of educators and the general administration of the TEC, Chapter 21, Subchapter B, in a manner consistent with the TEC, Chapter 21, Subchapter B; TEC, §21.041(b)(2), which requires the SBEC to propose rules that specify the classes of educator certificates to be issued, including emergency certificates: TEC. §21.041(b)(4), which requires the SBEC to propose rules that specify the requirements for the issuance and renewal of an educator certificate; and TEC, §21.04891, which requires the SBEC to create a Bilingual Special Education certificate and specifies certification requirements for the certificate.

CROSS REFERENCE TO STATUTE. The repeals implement Texas Education Code (TEC), §§21.003(a); 21.031; 21.041(b)(1), (2), and (4); and 21.04891.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

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TITLE 26. HEALTH AND HUMAN SERVICES

PART 1. HEALTH AND HUMAN SERVICES COMMISSION

CHAPTER 331. LIDDA SERVICE COORDINATION

26 TAC §§331.1, 331.3, 331.5, 331.7, 331.9, 331.11, 331.13, 331.15, 331.17, 331.19, 331.21, 331.23

The executive commissioner of the Texas Health and Human Services Commission (HHSC) adopts amendments to §331.1, concerning Purpose; §331.3, concerning Application; §331.5, concerning Definitions; §331.7, concerning Eligibility; §331.9, concerning Funding Service Coordination; §331.11, concerning Designated LIDDA's Responsibilities; §331.13, concerning Caseloads; §331.15, concerning Termination of Service Coordination; §331.17, concerning Minimum Qualifications; §331.19,

concerning Employee Training; §331.21, concerning Documentation of Service Coordination; and §331.23, concerning Review Process.

Sections 331.5, 331.11, and 331.19 are adopted with changes to the proposed text as published in the May 16, 2025, issue of the *Texas Register* (50 TexReg 2917). These rules will be republished.

Sections 331.1, 331.3, 331.7, 331.9, 331.13, 331.15, 331.17, 331.21, and 331.23 are adopted without changes to the proposed text as published in the May 16, 2025, issue of the *Texas Register* (50 TexReg 2917). These rules will not be republished.

BACKGROUND AND JUSTIFICATION

The adopted rules implement House Bill (H.B.) 4, 87th Legislature, Regular Session, 2021, to ensure Medicaid recipients, child health care plan program enrollees, and other individuals receiving benefits under a public benefits program administered by HHSC or another health and human services agency have the option to receive services as telemedicine medical services, telehealth services, or other telecommunications or information technology to the extent it is cost effective and clinically effective. The adopted rules define terms pertaining to the implementation of H.B. 4, such as audio-only, audio-visual, and in person to make the meaning of these terms clear. The adopted rules update the documentation requirements for service coordination to identify if a contact with an individual is in person, by audio-visual communication, or by audio-only communication and the location of the contact.

The adopted rules update the minimum qualifications and training requirements for service coordinators, including training on person-centered service planning. These rules ensure that a service coordinator is qualified to provide service coordination. The adopted rules require the HHSC Service Coordination Assessment form to identify the frequency of in-person service coordination contacts an individual needs. This ensures that an individual receives more in-person contacts, if needed based on the Service Coordination Assessment. The adopted rules implement updated agency names and citations.

The adopted rules also update a citation to the Texas Government Code in the definition of "MCO--Managed care organization." The update is related to H.B. 4611, 88th Legislature, Regular Session, 2023, effective April 1, 2025, which made certain non-substantive revisions to Subtitle I of Title 4 of the Texas Government Code, which governs HHSC, Medicaid, and other social services as part of the legislature's ongoing statutory revision program.

COMMENTS

The 31-day comment period ended June 16, 2025.

During this period, HHSC received comments regarding the proposed rules from three commenters. HHSC received comments from Lubbock Adult Day Center, UT Southwestern Medical Center, and the Texas Council of Community Centers. A summary of comments relating to the rules and HHSC's responses follows.

Comment: One commenter supported the implementation of H.B. 4 from the 87th Legislative Session in 2021. The commenter went on to share that approximately 15 percent of Medicaid recipients in the state live in rural areas and have limited access to health care services. This commenter feels that H.B. 4 will increase rural residents' access to health care services.

Response: HHSC appreciates the support for the rule amendment.

Comment: One commenter expressed concern about people receiving service coordination virtually or by phone when they cannot communicate over the phone, cannot understand someone virtually, have difficulty communicating in person, or have difficulty hearing or speaking effectively. Another commenter requests clarification regarding the criteria to qualify for virtual meetings for service coordination. This commenter had a concern that if the service coordinator is left to decide who qualifies, this could lead to inconsistencies in service delivery.

Response: HHSC declines to make changes to the rule in response to these comments. HHSC recognizes that audio-only or audio-visual service coordination is not appropriate for everyone. The results of the Service Coordination Assessment, reviewed with the service planning team for accuracy, assist the team in determining the most appropriate frequency of in-person visits for each person. Further, a person or their legally authorized representative (LAR) must provide consent to receive service coordination via audio-only or audio-visual communication.

Comment: One commenter critiqued the statutory requirement that local intellectual and developmental disability authorities (LIDDAs) provide case management (referenced in the Texas Health and Safety Code as "service coordination") as being wasteful and leading to recipients receiving less than a "minimum standard of care" with no accountability. The commenter went on to raise concerns related to Intellectual or Developmental Disability (IDD) waiver program providers' responsibilities.

Response: Comments related to the formation of LIDDAs or IDD waiver program provider duties that are required by statute are outside the scope of this rule project. Texas Health and Safety Code §533A.035 requires the executive commissioner to designate LIDDAs for one or more local service areas. Under Texas Health and Safety Code §533A.0355(b), the executive commissioner must adopt rules regarding the LIDDA's service coordination functions. The Intellectual or Developmental Disability Ombudsman's office can address specific complaints about IDD waiver program providers or LIDDAs. HHSC did not revise the rules in response to this comment.

Comment: Regarding the definitions for "audio-only" and "audio-visual" in §331.5, a commenter requested HHSC provide training to LIDDAs on the privacy requirements of the Health Insurance Portability and Accountability Act (HIPAA) as stated in each definition.

Response: The comment does not require a change to the rule language and is outside the scope of this rule project. LIDDAs can consult with their privacy officers and legal departments to ensure compliance with all applicable rules in the Texas Administrative Code (TAC) requiring compliance with HIPAA.

Comment: A commenter asked how the inclusion of a nursing facility in the definition of "institution" in §331.5 interacts with service coordination provided as part of a LIDDA's responsibilities under Pre-admission Screening and Resident Review (PASRR), and asked if all contacts made in nursing facilities are treated as Habilitation Coordination. Another commenter asked how §331.7(a)(2) related to Eligibility, interacts with the provisions related to PASRR Habilitation Coordination.

Response: The inclusion in §331.5 of a nursing facility in the definition of "institution" is related to eligibility criteria in

§331.7(a)(1)(A). However, §331.7(a)(1)(E) and (a)(2) also relate to the provision of service coordination in nursing facilities. The other comments are not related to the proposed rules in Chapter 331; and therefore, are outside the scope of this rule project. The responsibilities for a LIDDA related to PASRR and habilitation coordination are located in 26 TAC Chapter 303.

Comment: Regarding the definition of "plan of services and supports," a commenter requested clarification regarding "duration" in §331.5(29)(D).

Response: To clarify, the definition for "duration" is included in this rule language at §331.5(7). Also, as stated in the Person-Directed Plan (PDP), "Service coordination is provided for the duration the person is enrolled in Home and Community-based Services (HCS) or Texas Home Living (TxHmL)."

Comment: Regarding the definition of "service coordination" in §331.5, a commenter recommended revising the rule language to ensure the emphasis is on the person's preferences, not their LAR's.

Response: HHSC agrees and revised the definition of "service coordination" in §331.5 to specify "individual, or individual and LAR."

Comment: Regarding the definition of "service coordination," a commenter requested continued dialogue with HHSC to reach an understanding of the service coordinator's responsibility to monitor health and safety risks, including in environments where the person receives certain services.

Response: HHSC is interested in continued discussions with stakeholders regarding service coordination monitoring of certain service locations.

Comment: A commenter recommends replacing "the designated LIDDA" with "a designated LIDDA" in §331.7 to allow a receiving LIDDA during a transfer to use an HHSC Service Coordination Assessment form completed by the sending LIDDA until another assessment needs to be completed.

Response: HHSC declines to make the recommended change in §331.7 in response to this comment. A receiving LIDDA may not need to complete a new HHSC Service Coordination Assessment form to determine frequency of in-person contacts. The receiving LIDDA should review the current HHSC Service Coordination Assessment form completed by the sending LIDDA to determine if the information remains accurate. In addition, a new consent form for use of audio-only or audio-visual communication will be required.

Comment: One commenter asked if service coordination is prohibited when a person is anticipated to be in an institution for a short-term stay and what section of the TAC the prohibition is located in.

Response: HHSC declines to change the rule in response to this comment. The State Plan states that the target group for service coordination includes individuals who meet the criteria and are either transitioning to a community setting from an institution during the last 180 days of a covered long-term stay or individuals who require long-term care in the community. A person experiencing a short-term stay in an institution is not eligible for service coordination.

Comment: Regarding eligibility in §331.7(a)(1)(F) related to transitioning to the community from a state hospital or other HHSC-contracted psychiatric bed, a commenter asked if HHSC intends

to include other institutional types in the eligibility criteria for service coordination.

Response: HHSC declines to revise the rule in response to this comment. HHSC has no plans to expand eligibility criteria for service coordination.

Comment: Regarding a person's desire for service coordination in §331.11(a) Designated LIDDA's Responsibilities, a commenter requested the rule language change to state, "and consents to receive service coordination."

Response: HHSC declines to revise the rule in response to this comment. Section 331.11(a) describes when and how the LIDDA should develop a plan of services and supports. Texas Health and Safety Code §593.002 provides that a LIDDA may not provide intellectual disability services to a client without the client's legally adequate consent.

Comment: Regarding crisis prevention and management in §331.11(c), one commenter asked if this was the only component of service coordination that could be provided without first being identified in the person's plan of services and supports. The commenter gave examples such as monitoring, assessment, and service planning and coordination, as outlined in the definition for service coordination.

Response: HHSC declines to revise the rule in response to this comment. Section 331.11(b) requires that service coordination be provided in accordance with the individual's plan of services and supports. The only exception to this is found in subsection (c) of the rule that allows for the crisis prevention and management component of service coordination to be provided without having first identified the need for such services in the plan of services and supports.

Comment: Regarding the requirement to use the HHSC Service Coordination Assessment form, a commenter suggests that the language in §331.11(e) and (e)(1) is saying the same thing.

Response: HHSC agrees and removed the language in §331.11(e)(1) as it is duplicative. HHSC then renumbered (e)(2) and (e)(3) as (e)(1) and (e)(2).

Comment: Regarding the completion of the Service Coordination Assessment in §331.11(e)(2), a commenter suggested that the rule language should be revised to ensure that the assessment is not completed without the involvement of the person receiving services.

Response: HHSC agrees and revised proposed §331.11(e)(2), renumbered as §331.11(e)(1), to change "with the individual or LAR when applicable" to "with the individual, or individual and LAR when applicable."

Comment: Regarding verbal consent for audio-only or audio-visual communication for service coordination encounters in §331.11(i)(2)(B), a commenter requested that the rule language include how long verbal consent is effective.

Response: HHSC agrees and added in §331.11(i)(2)(B) that verbal consent may only be effective for that encounter. Verbal or written consent must be obtained before the next encounter.

Comment: Regarding caseload size in §331.13, a commenter stated that available funding is a determining factor. This commenter pointed out that the rates for service coordination have not been revisited since their establishment on September 1, 2011, nearly 15 years ago.

Response: HHSC declines to make changes to the rules in response to this comment. Service coordination rates are outside the scope of this rule project. The rule language in §331.13 lists some factors in determining caseloads; however, "such as" means this is not an exhaustive list.

Comment: One commenter observed that the addition of "inperson contacts" in §331.13 regarding caseloads did not take virtual or phone meetings into consideration when determining service coordinators' caseloads.

Response: HHSC declines to make the requested change to the rules in response to this comment. The rule language in §331.13 lists some factors in determining caseloads; however, "such as" means this is not an exhaustive list. Therefore, contacts using audio-visual communication or audio-only communication could be taken into consideration by a LIDDA when determining caseloads.

Comment: One commenter asked how the provision at §331.15 related to Termination of Service Coordination interacts with the requirements for participation in the HCS and TxHmL waivers.

Response: This comment is outside the scope of this rule project. LIDDA responsibilities related to TxHmL and HCS are located in 26 TAC Chapter 262 and Chapter 263, respectively.

Comment: A commenter asked for clarification regarding the grandfathered language being removed from §331.17 Minimum Qualifications.

Response: HHSC would like to clarify that service coordinators hired prior to 1999 are grandfathered into the current minimum qualifications. As stated in §331.7(d), an employee hired to provide service coordination prior to October 16, 2022, is subject to the rules in effect at the time the employee was hired.

Comment: One commenter requests that the word "directly" be added to the rule language in §331.19(a)(2) to qualify that the employees who directly supervise the provision of service coordination are required to complete the listed trainings.

Response: HHSC agrees to the requested rule language change.

Comment: As proposed, §331.19(b)(1)(I) requires service coordinators to complete "additional trainings designated by HHSC." A commenter voiced a concern about this new training provision related to employee workload.

Response: HHSC declines to revise the rule language based on this comment. At times, especially during disasters or the implementation of new programs, it might be necessary for HHSC to require additional training for service coordinators to attend.

Comment: A commenter asked for the meaning of "non-introductory" relating to the requirements for person-centered planning training in §331.19(b)(2) regarding Employee Training.

Response: HHSC considers "non-introductory" to be a comprehensive person-centered planning training, not a class that simply gives a general overview of person-centered planning. The language "non-introductory" is also included in TxHmL and HCS rules in §262.701(g)(2) and §263.901(b)(2).

Comment: One commenter thanked HHSC for providing LIDDAs with the opportunity to request a six-month extension to complete person-centered planning training in §331.19(b)(2).

Response: HHSC appreciates the support for the rule amendment.

HHSC revised §331.5(20) to update a rule reference.

HHSC revised §331.11(a) to remove a space between the hyphenated word "person-centered."

HHSC revised §331.11(k) to use formatting and active voice to clarify the requirements in the rule for a LIDDA.

HHSC revised §331.19(b)(1) and (2) to replace "service coordinator's" with "employee's." The revisions clarify that a service coordinator's direct supervisors also need to complete the person-centered trainings by their date of hire.

STATUTORY AUTHORITY

The amendments are adopted under Texas Government Code §524.0151, which provides that the executive commissioner of HHSC shall adopt rules for the operation and provision of services by the health and human services system, and Texas Government Code §532.0051, which provides HHSC with the authority to administer federal funds and plan and direct the Medicaid program in each agency that operates a portion of the Medicaid program: Texas Government Code §548.0001, which requires that HHSC ensure that Medicaid recipients and individuals receiving benefits under a public benefits program have the option to receive services as telemedicine medical services, telehealth services, or otherwise using telecommunications or information technology; Texas Human Resources Code §32.021, which provides that HHSC will adopt necessary rules for the proper and efficient administration of the Medicaid program; and Texas Health and Safety Code §533A.0355(a), which provides that the executive commissioner of HHSC shall adopt rules establishing the roles and responsibilities of LIDDAs.

§331.5. Definitions.

The following words and terms, when used in this chapter, have the following meanings, unless the context clearly indicates otherwise:

- (1) Actively involved person--For an individual who lacks the ability to provide legally adequate consent and who does not have an LAR, a person whose significant and ongoing involvement with the individual is determined by the individual's designated LIDDA to be supportive of the individual based on the person's:
 - (A) observed interactions with the individual;
- (B) knowledge of and sensitivity to the individual's preferences, values, and beliefs;
- (C) availability to the individual for assistance or support; and
- (D) advocacy for the individual's preferences, values, and beliefs.
- (2) Audio-only--A synchronous interactive, two-way audio communication that uses only sound and meets the privacy requirements of the Health Insurance Portability and Accountability Act (HIPAA). Audio-only includes the use of telephonic communication. Audio-only does not include audio-visual or in-person communication.
- (3) Audio-visual--A synchronous interactive, two-way audio and video communication that conforms to privacy requirements under HIPAA. Audio-visual does not include audio-only or in-person communication.
- (4) CFC services--Community First Choice services. State plan services described in 1 TAC Chapter 354, Subchapter A, Division 27 (relating to Community First Choice).
- (5) Comprehensive encounter (Encounter Type A)--Contact with an individual receiving services as defined in 1 TAC §355.746

(relating to Reimbursement Methodology for Mental Retardation Service Coordination) and including comprehensive encounters funded by general revenue.

- (6) Designated LIDDA--As identified in the HHSC data system, the LIDDA responsible for assisting an individual and LAR or actively involved person to access services and supports.
- (7) Duration--The specified period of time during which service coordination is provided to an individual.
- (8) Frequency--The minimum number of times during a specified period that an individual is to be contacted by a service coordinator in person based on the individual's need for contacts as determined by person-centered planning.
- (9) Follow-up encounter (Encounter Type B)--Contact with the individual receiving services as defined in 1 TAC §355.746 (relating to Reimbursement Methodology for Mental Retardation Service Coordination) and including follow-up encounters funded by general revenue.
- (10) General revenue--Funds appropriated by the Texas Legislature for use by HHSC.
- (11) HCS Program--The Home and Community-based Services Program. A program operated by HHSC as authorized by the Centers for Medicare & Medicaid Services in accordance with §1915(c) of the Social Security Act.
- (12) HHSC--The Texas Health and Human Services Commission.
- (13) ICF/IID--Intermediate care facility for individuals with an intellectual disability or related conditions. An ICF/IID is a facility in which ICF/IID Program services are provided.
- (14) ICF/IID level-of-care-A level-of-care described in §261.238 of this title (relating to ICF/MR Level of Care I Criteria) or §261.239 of this title (relating to ICF/MR Level of Care VIII Criteria).
- (15) ICF/IID Program-- A program operated by HHSC that provides Medicaid-funded residential services to individuals with an intellectual disability or related conditions, as described in §1905(d) of the Social Security Act.
 - (16) ICF/MR--ICF/IID.
- (17) In-person (or in person)--Within the physical presence of another person. In-person or in person does not include audio-visual or audio-only communication.
- (18) Individual--A person who is or is believed to be a member of the LIDDA priority population.
 - (19) Institution--One of the following:
 - (A) an ICF/IID;
- (B) a nursing facility licensed or subject to being licensed in accordance with THSC Chapter 242;
- (C) an assisted living facility licensed or subject to being licensed in accordance with THSC Chapter 247;
- (D) a child-care operation subject to regulation by HHSC as a general residential operation under Texas Human Resources Code Chapter 42;
 - (E) a hospital;

ity;

(F) an inpatient chemical dependency treatment facil-

(G) a mental health facility;

- (H) a facility operated by the Texas Workforce Commission; or
 - (I) a prison.
- (20) Institution for mental diseases--As defined in §273.3 of this title (relating to Definitions), a hospital of more than 16 beds that is primarily engaged in providing psychiatric diagnosis, treatment, and care of individuals with mental diseases, including medical care, nursing care, and related services.
- (21) Intellectual disability--Consistent with THSC §591.003, significantly subaverage general intellectual functioning existing concurrently with deficits in adaptive behavior and manifested during the developmental period.
- (22) LAR--Legally authorized representative. A person authorized by law to act on behalf of an individual with regard to a matter described in this chapter, and who may be a parent, guardian, or managing conservator of a child; or the guardian of an adult.
- (23) LIDDA--Local intellectual and developmental disability authority. An entity designated by the executive commissioner of HHSC in accordance with THSC §533A.035.
- (24) LIDDA priority population--A population as defined in §304.102 of this title (relating to Definitions).
- (25) Local service area--A geographic area composed of one or more Texas counties defining the population that may receive services from a LIDDA.
- (26) MCO--Managed care organization. This term has the meaning set forth in Texas Government Code §543A.0001.
- (27) Permanency planning--A philosophy and planning process that focuses on the outcome of family support for an individual under 22 years of age by facilitating a permanent living arrangement in which the primary feature is an enduring and nurturing parental relationship.
- (28) Person-centered planning--A philosophy and planning process that empowers an individual and, on the individual's behalf, an LAR or actively involved person, to direct the development of a plan of services and supports.
 - (29) Plan of services and supports--A written plan that:
- (A) describes the desired outcomes identified by an individual, or an LAR or actively involved person on behalf of the individual;
- (B) describes the services and supports to be provided to the individual, including service coordination;
- (C) identifies the frequency of in-person contacts to be provided to the individual, in accordance with §331.11(h) of this chapter (relating to Designated LIDDA's Responsibilities); and
- (D) identifies the duration of service coordination to be provided to the individual.
- (30) Related condition--Consistent with 42 CFR §435.1010, a severe and chronic disability that:
 - (A) is attributable to:
 - (i) cerebral palsy or epilepsy; or
- (ii) any other condition, other than mental illness, found to be closely related to an intellectual disability because the condition results in impairment of general intellectual functioning or adaptive behavior similar to that of people with intellectual disabilities, and

- requires treatment or services similar to those required for people with intellectual disabilities:
 - (B) is manifested before the person reaches 22 years of
 - (C) is likely to continue indefinitely; and
- (D) results in substantial functional limitation in three or more of the following areas of major life activity:
 - (i) self-care;

age;

- (ii) understanding and use of language;
- (iii) learning;
- (iv) mobility;
- (v) self-direction; and
- (vi) capacity for independent living.
- (31) Relative--A person related to the individual within the fourth degree of consanguinity or within the second degree of affinity.
- (32) Service coordination--Through both comprehensive and follow-up encounters, service coordination consists of assistance in accessing medical, social, educational, and other appropriate services and supports that will help an individual achieve a quality of life and community participation acceptable to the individual, or individual and LAR as follows:
- (A) crisis prevention and management--linking and assisting the individual and LAR or actively involved person to secure services and supports that will enable them to prevent or manage a crisis:
- (B) monitoring--ensuring that the individual receives needed services, evaluating the effectiveness and adequacy of services, and determining if identified outcomes are meeting the individual's needs and desires as indicated by the individual and LAR or actively involved person;
- (C) assessment--identifying the individual's needs and the services and supports that address those needs as they relate to the nature of the individual's presenting problem and disability; and
- (D) service planning and coordination--identifying, arranging, advocating, collaborating with other agencies, and linking for the delivery of outcome-focused services and supports that address the individual's needs and desires as indicated by the individual and LAR or actively involved person.
- (33) State hospital--Consistent with THSC §552.0011, a hospital operated by HHSC primarily to provide inpatient care and treatment for individuals with mental illness.
- (34) State supported living center--A state-supported and structured residential facility that is an ICF/IID operated by HHSC to provide persons with an intellectual disability a variety of services, including medical treatment, specialized therapy, and training in the acquisition of personal, social, and vocational skills, but does not include a community-based facility owned by HHSC.
- (35) Subaverage general intellectual functioning--Consistent with THSC §591.003, measured intelligence on standardized general intelligence tests of two or more standard deviations (not including standard error of measurement adjustments) below the age-group mean for the tests used.
- (36) TAC--Texas Administrative Code. A compilation of state agency rules published by the Texas Secretary of State in accordance with Texas Government Code Chapter 2002, Subchapter C.

- (37) THSC--Texas Health and Safety Code.
- (38) TxHmL Program.-The Texas Home Living Program. A program operated by HHSC as authorized by the Centers for Medicare & Medicaid Services in accordance with §1915(c) of the Social Security Act.
- §331.11. Designated LIDDA's Responsibilities.
- (a) If a LIDDA determines an individual is eligible for and desires service coordination, the LIDDA must develop a plan of services and supports for the individual using person-centered planning that is consistent with the HHSC *Person-Centered Planning Guidelines*.
- (1) For the TxHmL and HCS Programs, the person-directed plan (PDP), as defined in §262.3 and §263.3 of this title (relating to Definitions), respectively, qualifies as a plan of services and supports.
- (2) For an individual receiving CFC services through an MCO, a completed HHSC Community First Choice Assessment form qualifies as a plan of services and supports.
 - (b) A LIDDA must ensure that service coordination:
- (1) is provided to an individual in accordance with the individual's plan of services and supports; and
- (2) is not provided by an employee who is a relative of the individual or who has the same residence as the individual.
- (c) A LIDDA may provide crisis prevention and management to an individual without having first identified the need for such services in the individual's plan of services and supports.
- (d) A LIDDA must complete the HHSC Service Coordination Assessment form:
 - (1) at intake to determine an individual's eligibility;
- (2) when the individual's needs change and the frequency of in-person contact in the individual's plan of services and supports needs to be revised; and
 - (3) at least annually.
 - (e) The HHSC Service Coordination Assessment must:
- (1) be completed by the service coordinator with the individual, or individual and LAR when applicable; and
- (2) identify the frequency of in-person service coordination contact.
- (f) A LIDDA must ensure that a service coordinator revises an individual's plan of services and supports:
 - (1) if:
 - (A) the individual's needs change; or
- (B) the individual, LAR or actively involved person, service provider, or other person provides relevant information indicating the appropriateness of revising the plan; and
- (2) using person-centered planning that is consistent with the HHSC *Person-Centered Planning Guidelines*.
- (g) Service coordination, during both comprehensive and follow-up encounters, must involve at least one of the four elements listed in the definition of "service coordination" in §331.5 of this chapter (relating to Definitions).
- (h) A LIDDA must ensure that a service coordinator meets with an individual in person in accordance with one of the following, whichever is the most frequent:

- (1) at least once every 90 days or more frequently in accordance with the HHSC Service Coordination Assessment form; or
- (2) for the minimum number of in-person contacts required by:
- (A) rules or other requirements of the program or services in which the individual is enrolled; or
 - (B) a contract between HHSC and the LIDDA.
- (i) A service coordinator may meet with an individual via audio-only or audio-visual communication for a comprehensive encounter:
- (1) in a month when minimum in-person contact in accordance with subsection (h) of this section is not required; and
- (2) if, before the service coordinator conducts the meeting using audio-only or audio-visual communication, the service coordinator obtains:
- (A) the written consent of the individual or LAR, which may only be effective for up to a year; or
- (B) the individual's or LAR's verbal consent, which may only be effective for that encounter, and documents the verbal consent in the individual's record.
- (j) If a service coordinator does not obtain an individual's or LAR's written or verbal consent required by subsection (i)(2)(A) or (B) of this section respectively, the service coordinator must:
- (1) document the individual's or LAR's refusal to receive a comprehensive encounter via audio-only or audio-visual communication in the individual's record; and
 - (2) conduct the comprehensive encounter in person.
- (k) If a service coordinator identifies a concern with implementation of the plan of services and supports, the LIDDA must:
- (1) communicate the concern to the entity providing the services and supports; and
 - (2) ensure the entity makes attempts to resolve the concern.
- (l) In addition to the requirements in this chapter, a LIDDA must ensure service coordination is provided to individuals enrolled in the TxHmL Program in accordance with:
- (1) Chapter 262 of this title (relating to Texas Home Living (TxHmL) Program and Community First Choice (CFC)); and
- (2) Chapter 264 of this title (relating to Consumer Directed Services Option)).
- (m) In addition to the requirements in this chapter, a LIDDA must ensure service coordination is provided to individuals enrolled in the HCS Program in accordance with:
- (1) Chapter 263 of this title (relating to Home and Community-based Services (HCS) Program and Community First Choice (CFC)); and
 - (2) Chapter 264 of this title.
- §331.19. Employee Training.
- (a) A LIDDA must ensure that the following employees complete the training as described in subsection (b) of this section:
 - (1) an employee who provides service coordination; and
- (2) an employee who directly supervises or oversees the provision of service coordination.

- (b) A LIDDA employee described in subsection (a) of this section must:
- (1) within the first 90 days of the employee's date of hire, complete training that addresses:
- (A) appropriate LIDDA policies, procedures, and standards;
- (B) the LIDDA's performance contract requirements regarding service coordination;
- (C) plan of services and supports development and implementation;
- (D) person-centered planning consistent with the HHSC Person-Centered Planning Guidelines;
 - (E) permanency planning;
- (F) crisis prevention and management, monitoring, assessment, and service planning and coordination;
- (G) community support services, including Medicaid state plan services such as CFC services;
 - (H) advocacy for individuals; and
 - (I) additional trainings designated by HHSC; and
- (2) within the first six months of the employee's date of hire, complete a comprehensive non-introductory person-centered service planning training approved by HHSC, unless HHSC grants an extension of the six-month timeframe.
- (c) A LIDDA must document the training completed in accordance with this section in the personnel record of each employee providing, supervising, or overseeing service coordination.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

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TITLE 30. ENVIRONMENTAL QUALITY

PART 1. TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

CHAPTER 114. CONTROL OF AIR POLLUTION FROM MOTOR VEHICLES

The Texas Commission on Environmental Quality (TCEQ, agency, or commission) adopts amendments to 30 Texas Administrative Code (TAC) §§114.1, 114.2, 114.7, 114.50, 114.51, 114.53, 114.60, 114.64, 114.66, 114.72, 114.80, 114.81, 114.82, 114.84, and 114.87.

All amended sections are adopted *without changes* to the proposed text as published in the May 2, 2025, issue of the *Texas Register* (50 TexReg 2670) and, therefore, will not be republished.

Amended §§114.1, 114.2, 114.50, 114.51, 114.53, 114.80, 114.81, 114.82, 114.84, and 114.87 will be submitted to the U.S. Environmental Protection Agency (EPA) as a revision to the State Implementation Plan (SIP).

Background and Summary of the Factual Basis for the Adopted Rules

Eighteen counties in Texas are subject to 30 TAC Chapter 114 inspection and maintenance (I/M) rules and the I/M SIP: Collin, Dallas, Denton, Ellis, Johnson, Kaufman, Parker, Rockwall, and Tarrant Counties in the Dallas-Fort Worth (DFW) area; Brazoria, Fort Bend, Galveston, Harris, and Montgomery Counties in the Houston-Galveston-Brazoria (HGB) area; Travis and Williamson Counties in the Austin-Round Rock (ARR) area; and El Paso County. The commission adopted revisions to Chapter 114 and the I/M SIP on November 29, 2023, to implement an I/M program in Bexar County no later than November 1, 2026 (Project Nos. 2022-026-114-Al and 2022-027-SIP-NR).

The I/M rules require the commission to implement the I/M program in conjunction with the Texas Department of Public Safety (DPS) and require vehicles registered in I/M counties to pass an emissions inspection at the time of their annual safety inspection.

The 88th Texas Legislature, 2023, Regular Session, passed two bills that impact the Texas I/M program and require rulemaking and a revision to the I/M SIP. House Bill (HB) 3297 eliminated the mandatory annual vehicle safety inspection program for noncommercial vehicles, effective January 1, 2025. A rulemaking and SIP revision are required to remove references and requirements related to the state's safety inspection program and to revise several provisions in the SIP that are outlined in the bill. Senate Bill (SB) 2102 extends the initial registration and inspection period for rental vehicles from two years to three years. A rulemaking and SIP revision are required to allow one additional year of exemption from emissions inspections for rental vehicles.

The rulemaking provides for an overall clean-up of the rule language to remove outdated program-related definitions, references, and requirements. This clean-up is a result of the 2023 Quadrennial Rule Review required for Chapter 114. The clean-up process also includes revisions to the rule and SIP to remove a provision of the I/M rule related to vehicles operated by any federal government agency employee under the jurisdiction of a federal government agency that has not been approved as part of the Texas SIP by EPA.

Demonstrating Noninterference under Federal Clean Air Act (FCAA), §110(I)

Under FCAA, §110(I), EPA cannot approve a SIP revision if it would interfere with attainment of the National Ambient Air Quality Standards (NAAQS), reasonable further progress toward attainment, or any other applicable requirement of the FCAA. The commission provides the following information to demonstrate why the adopted changes to the I/M program rules in Chapter 114 will not negatively impact the status of the state's progress towards attainment, interfere with control measures, or prevent reasonable further progress toward attainment of the ozone or carbon monoxide (CO) NAAQS.

The adopted amendments revise 30 TAC Chapter 114, Subchapters A and C to implement HB 3297, as discussed elsewhere in this preamble, and provide for an overall clean-up of the rule language to remove outdated program-related definitions, references, and requirements. The requirement related to vehicles operated by any federal government agency employee under the jurisdiction of a federal government agency, which is being removed from the I/M rule, has not been approved by EPA as part of the Texas SIP. These amendments do not affect EPA-approved I/M program requirements; therefore, the rulemaking adoption will not negatively impact the state's progress towards attainment of the ozone NAAQS or maintenance of the CO NAAQS.

The adopted amendments to Chapter 114 also modify Subchapter C to implement SB 2102, extending the initial registration and inspection period for rental vehicles to three years. TCEQ and DPS have implemented an I/M program that meets or exceeds the low-enhanced I/M performance standard required by 40 Code of Federal Regulations (CFR), Part 51. To implement the new requirements for Texas I/M programs specified in SB 2102, TCEQ is adopting updates to the vehicle emissions testing programs for the DFW area, HGB area, ARR area, Bexar County, and El Paso County. The updated I/M program's implementation year is anticipated to be 2026. Evaluating whether an updated I/M program meets EPA's enhanced performance standard requires demonstrating that the existing program emission rates for nitrogen oxides (NO₂) and volatile organic compounds (VOC) do not exceed the benchmark program's emission rates. The benchmark program's emission rates include a 0.02 grams per mile buffer for each pollutant. Using the requirements in EPA guidance document, Performance Standard Modeling for New and Existing Vehicle Inspection and Maintenance (I/M) Programs Using the MOVES Mobile Source Emissions Model (EPA-420-B-22-034, October 2022), TCEQ performed the required performance standard modeling (PSM) analysis of the five program areas, as detailed in the accompanying HB 3297 and SB 2102 Implementation I/M SIP Revision (Project Number 2025-013-SIP-NR). The analysis demonstrates that the updated DFW area, HGB area, ARR area, Bexar County, and El Paso County I/M program emission rates do not exceed the performance standard benchmark emission rates for all counties required to operate an I/M program within these areas. Therefore, the I/M program performance requirement is met for the updated I/M program in all areas. Additionally, the PSM analysis indicates that ozone precursor emission impacts due to the adopted I/M program updates will be negligible and are not expected to interfere with any applicable FCAA requirement concerning attainment and reasonable further progress of the ozone NAAQS.

Data from the Texas Department of Motor Vehicles (DMV) indicate that the number of rental vehicles titled in Texas that will be exempt under the new provisions of this rule is approximately 76,000. This is 0.3% of the overall Texas fleet. Additionally, these vehicles are expected to be the newest model year vehicles and, as such, are expected to meet the required emissions standards even though they are not tested since newer vehicles typically pass emissions inspections at higher rates than older vehicles. This adopted revision due to the passage of SB 2102 will not negatively impact the state's progress towards attainment of the 2008 and 2015 eight-hour ozone NAAQS. While PSM is not required by EPA for CO maintenance areas such as EI Paso County, this small percentage of the fleet is not expected to negatively impact maintenance of the CO NAAQS in EI Paso County, which is under an approved limited maintenance plan.

Section by Section Discussion

The adopted amendments revise the I/M program rules to provide for implementation of HB 3297 and SB 2102 and remove obsolete definitions. Adopted amendments also remove a state I/M requirement from the rule and state-adopted SIP to be consistent with the EPA-approved federally enforceable Texas SIP. Amendments to clean up Chapter 114 rules result from the 2023 Quadrennial Rule Review process.

The commission also adopts non-substantive changes to update the rules in accordance with current *Texas Register* style and format requirements, improve readability, establish consistency in the rules, and conform to the standards in the Texas Legislative Council Drafting Manual, September 2020. These non-substantive changes are not intended to alter the existing rule requirements in any way and may not be specifically discussed in this preamble.

Subchapter A: Definitions

§114.1. Definitions

The rulemaking adoption removes obsolete definitions in §114.1 that have been affirmed by staff as no longer necessary and revises an additional definition. The obsolete definitions were associated with outdated references to safety inspections and first vehicle registration that are not used in or applicable to current rules in Chapter 114 as adopted. The definitions removed in the rulemaking adoption are: first safety inspection certificate and first vehicle registration. The definition for single sticker transition date, which was needed temporarily to implement HB 2305, 83rd Texas Legislature, 2013, Regular Session, is not being removed in this rulemaking adoption because it is referenced in Chapter 114, Subchapter B, which is not open for this rulemaking. The commission may consider removing this outdated definition in a future rulemaking. The adopted revision to the definition for vehicle registration insignia sticker removes the reference to the single sticker transition date as that date has passed and the reference is no longer necessary. The remaining definitions are renumbered as appropriate.

§114.2. Inspection and Maintenance Definitions

The rulemaking adoption removes obsolete definitions in §114.2 that have been affirmed by staff as no longer necessary, revises additional definitions, and adds one definition. The obsolete definitions were associated with outdated test sequences and definitions that are not used in or applicable to current rules in Chapter 114 as adopted. The definitions removed in the rulemaking adoption are: acceleration simulation mode (ASM-2) test, consumer price index, controller area network (CAN), low-volume emissions inspection station, two-speed idle (TSI) inspection and maintenance test, and uncommon part. The adopted revision to the definition for testing cycle removes the reference to the single sticker transition date as previously defined.

The program area definitions in existing §114.2(10) are renumbered to §114.2(6) and revised to combine the DFW program area definition in existing subparagraph (A) with the extended DFW program area definition in existing subparagraph (D) into a revised subparagraph (A). Existing subparagraph (D) is removed, and existing subparagraph (E) is renumbered as (D). These adopted amendments to the definition for program area do not change the meaning of the I/M program areas but bring together all the DFW area counties under one subparagraph for clarity.

The adopted revisions add a definition for rental vehicle in §114.2(7) to accommodate adopted rule amendments associated with implementation of SB 2102. The remaining definitions are renumbered as appropriate.

§114.7. Low Income Vehicle Repair Assistance, Retrofit, and Accelerated Vehicle Retirement Program Definitions

The adopted revisions to §114.7 update the definitions of automobile dealership, proof of transfer, and replacement vehicle. The statutory reference for automobile dealership is not valid; therefore, the adopted revision replaces that term with dealer to match the updated statutory reference in Texas Transportation Code (TTC), §503.001(4). Adopted revisions also modify the definition to reference a person instead of a business, also to match the updated statutory reference. The adopted revision to proof of transfer updates the term automobile dealer to dealer. The adopted revision to replacement vehicle modifies the definition by removing the requirement that a vehicle have a passing safety inspection to be eligible as a replacement vehicle since the state's mandatory annual vehicle safety inspection program for noncommercial vehicles was eliminated on January 1, 2025. The definitions are renumbered as appropriate.

Subchapter C: Vehicle Inspection and Maintenance; Low Income Vehicle Repair Assistance, Retrofit, and Accelerated Vehicle Retirement Program; and Early Action Compact Counties

§114.50. Vehicle Emissions Inspection Requirements

The adopted revisions to §114.50 add an emissions inspection exception for rental vehicles, combine I/M program applicability subsections, simplify language concerning test procedures, remove references to the extended DFW program area, remove obsolete references to safety inspections, remove references to the single sticker transition date, and remove a provision that is not part of the EPA-approved I/M SIP for Texas.

Subsection (a) is revised to add an exception for rental vehicles under emissions inspection applicability provisions that extends their initial inspection period to three years. This amendment is adopted as a result of the passage of SB 2102. Due to passage of HB 3297, which eliminated the mandatory annual vehicle safety inspection program for noncommercial vehicles, the amendments to subsection (a) include replacing a reference to safety inspection facilities with a reference to inspection facilities.

The adopted revisions amend §114.50(a)(1) - (4) to combine the I/M program test procedure and applicability provisions for the DFW program area, the HGB program area, and El Paso County under adopted §114.50(a)(1) for clarity and readability, while also removing outdated references to program areas and other outdated references noted further below. The adopted revisions remove subsection (a)(2), (3), and (4) and renumber the remaining paragraphs. The adopted revisions remove subsection (a)(1)(A), (B), and (C) as the ASM-2 test is no longer used and only the on-board diagnostic (OBD) test applies now. The adopted revisions remove the references to the extended DFW program area in subsections (a)(2) and (b)(1), (3), and (6) as that definition is no longer representative of the DFW program area. The adopted revisions remove references to safety inspections in subsections (b)(1)(A) and (d)(1) that are no longer applicable to current rules in Chapter 114 due to the passage of HB 3297. The adopted revisions remove the references to the single sticker transition date in subsections (b)(1)(B) and (d)(2) as that date has passed and the references are no longer necessary. Existing §114.50(a)(5) is renumbered as §114.50(a)(2).

This rulemaking adoption also removes §114.50(b)(2) related to vehicles operated by any federal government agency employee under the jurisdiction of a federal government agency. The provision was first adopted in a 1999 rulemaking, and EPA has not approved this requirement as part of the SIP. EPA did not include the provision in its final approval, published on November 14, 2001 (66 Federal Register (FR) 57261). EPA indicated in an April 15, 2014, (79 FR 21179) action that it "will not approve or disapprove the specific requirements of 30 TAC §114.50(b)(2)" because "EPA did not require the state to implement or adopt this reporting requirement dealing with federal installation within I/M areas at the time of program approval." Thus, removing the provision aligns the I/M program rules in Subchapter C, Division 1 with federal program requirements and the I/M rules in the EPA-approved SIP. Since existing subsection (b)(2) is removed, subsequent paragraphs under subsection (b) are renumbered.

§114.51. Equipment Evaluation Procedures for Vehicle Exhaust Gas Analyzers

The adopted revision to §114.51 updates the hyperlink location for the most recent version of the "Specifications for Vehicle Exhaust Gas Analyzer Systems for Use in the Texas Vehicle Emissions Testing Program."

§114.53. Inspection and Maintenance Fees

The adopted revisions to §114.53 combine I/M program fee requirements for several areas, add abbreviations, remove reference to the single sticker transition date, remove reference to the extended DFW program area, and remove language concerning fees associated with the outdated ASM-2 test.

As with adopted amendments to §114.50, provisions in §114.53(a)(1) - (3) are revised to combine I/M program fee provisions for the DFW program area, the HGB program area, and El Paso County under a revised §114.53(a)(1). Existing paragraphs (2) and (3) are removed, and existing §114.53(a)(4) are renumbered as adopted §114.53(a)(2). The adopted revisions to §114.53(a)(4) update the reference from §114.50(a)(5)(A) to §114.50(a)(2)(A) as it is renumbered.

The adopted revisions to §114.53(d) remove reference to the single sticker transition date as that date has passed and the reference is no longer necessary. Reference to the extended DFW program area in §114.53(d)(2) is removed as that definition is no longer necessary for describing the DFW area counties subject to I/M requirements, and language concerning the Low Income Vehicle Repair Assistance, Retrofit, and Accelerated Vehicle Retirement Program (LIRAP) fees in §114.53(d)(2)(A) and (B) and §114.53(d)(3)(A) and (B) is revised to remove references to the outdated ASM-2 test and associated LIRAP fee for that test.

§114.60. Applicability for LIRAP

The adopted revisions to §114.60 update references to statute that were amended by SB 1303, 82nd Texas Legislature, 2011, Regular Session. SB 1303 amended THSC, §382.209(c)(1) by updating a reference of TTC, §\$502.274 or 502.275 to TTC, §\$504.501 or 504.502. SB 1303 was a general code update bill prepared by the Texas Legislative Council to make non-substantive amendments to enacted codes. TTC, §\$502.274 and 502.275 had been removed from statute when HB 2971 repealed TTC, Chapter 502, Subchapter F during the 78th Texas Legislature, 2003, Regular Session. The adopted revisions change the reference to TTC, §502.274 in §114.60(c)(4) to TTC, §504.501, add "custom vehicle or street rod" to match the statute, and remove "as defined by" since the new reference is not in a defini-

tions section in the statute. The adopted revisions change the reference to TTC, $\S502.275$ in $\S114.60(c)(5)$ to TTC, $\S504.502$ and remove "as defined by" since the new reference is not a definitions section in the statute.

§114.64. LIRAP Requirements

The adopted revisions to §114.64 remove obsolete requirements related to safety inspections and the ASM-2 test, incorporate changes caused by renumbering, and update a term to match changes made to definitions. The adopted revisions to §114.64(b)(4) remove a requirement made obsolete by the elimination of the mandatory annual vehicle safety inspection program for noncommercial vehicles as a result of the passage of HB 3297. Subsequent paragraphs under subsection (b) are renumbered. The adopted revisions to §114.64(c)(1) incorporate changes in §114.64(c)(1)(A) caused by renumbering in subsection (b), remove a requirement in §114.64(c)(1)(B) made obsolete by the elimination of the mandatory annual vehicle safety inspection program for noncommercial vehicles as a result of the passage of HB 3297 and by implementation of the state's single sticker registration system, and remove redundant language in §114.64(c)(1)(C) that already appears in existing §114.64(b)(6). The adopted revisions to §114.64(c)(2) remove an obsolete requirement related to the outdated ASM-2 test and renumber subsequent paragraphs under subsection (c). The adopted revisions to §114.64(e) remove a requirement made obsolete by the elimination of the mandatory annual vehicle safety inspection program for noncommercial vehicles as a result of the passage of HB 3297. The adopted revisions to §114.64(f) and (f)(1) change the term "automobile dealership(s)" to "dealer(s)" to match the update adopted in §114.7.

§114.66. Disposition of Retired Vehicle

The adopted revisions in §114.66(d) change the term "automobile dealer" to "dealer" to match the update adopted in §114.7.

§114.72. Local Advisory Panels

The adopted revisions to §114.72 update obsolete references to statute, update a term to match changes made to definitions, and remove the provision that local advisory panels may consist of representatives from safety inspection facilities. The adopted revisions to §114.72(a)(4) update references to statute that were amended by SB 1303, 82nd Texas Legislature, 2011, Regular Session to match the updates made in §114.60. The adopted revisions change the term "automobile dealerships" to "dealers" in §114.72(c)(1) to match the update adopted in §114.7. Low Income Vehicle Repair Assistance, Retrofit, and Accelerated Vehicle Retirement Program Definitions. The adopted revisions remove the provision in §114.72(c)(3) that local advisory panels may consist of representatives from safety inspection facilities due to the elimination of the mandatory annual vehicle safety inspection program for noncommercial vehicles as a result of the passage of HB 3297 and instead allow that they may consist of representatives from emissions inspection facilities.

§114.80. Applicability

The adopted revisions to §114.80 add an emissions inspection exception for rental vehicles and remove obsolete references to safety inspections. The adopted revisions to §114.80(c) add an exception for rental vehicles under emissions inspection applicability provisions that extends their initial inspection period to three years. This amendment is adopted as a result of the passage of SB 2102. Due to passage of HB 3297, which eliminated the mandatory annual vehicle safety inspection program for non-

commercial vehicles, the amendments to §114.80(c) include replacing references to safety inspection and safety inspection facilities with references to emissions inspection and inspection facilities.

§114.81. Vehicle Emissions Inspection Requirements

The adopted revisions in §114.81 remove the references to the TSI test for pre-1996 vehicles that are no longer applicable in the program. The adopted revisions remove paragraph (2) and revise paragraphs (1) and (3) as the TSI test is no longer used and only the OBD test applies. The paragraphs in the section are renumbered as appropriate.

§114.82. Control Requirements

The adopted revisions in §114.82 remove references to the safety inspection, the single sticker transition date, 1996 and newer model year vehicles, and the Texas Motor Vehicle Commission Code, and remove a subsection that corresponds to a section not approved by EPA as part of the SIP. Section 114.82(a)(1) is removed since it only pertains to requirements prior to the single sticker transition date as that date has passed and those requirements are no longer necessary. The adopted revisions to §114.82(a)(2) remove the reference to the single sticker transition date and safety inspection requirements due to the elimination of the mandatory annual vehicle safety inspection program for noncommercial vehicles that resulted from the passage of HB 3297. Paragraphs of §114.82(a) are renumbered as appropriate.

The adopted rulemaking also remove §114.82(b) as it corresponds to §114.50(b)(2), related to vehicles operated by any federal government agency employee under the jurisdiction of a federal government agency, which EPA has not approved as part of the SIP. Removing the provision aligns the I/M program rules in Subchapter C, Division 1 with federal program requirements and the I/M rules in the EPA-approved SIP. Since existing subsection (b) is removed, subsequent subsections §114.82(c) through (h) under are renumbered as §114.82(b) through (g). The adopted revisions to §114.82(c) change the term "dealership(s)" to "dealer(s)" to match the update adopted in §114.7. Low Income Vehicle Repair Assistance, Retrofit, and Accelerated Vehicle Retirement Program Definitions. The adopted revisions to §114.82(g) remove the reference to the Texas Motor Vehicle Commission Code as it is no longer applicable and remove the reference to 1996 and newer model year vehicles, as this age range of vehicles no longer needs to be specified.

§114.84. Prohibitions

The adopted revisions in §114.84 remove obsolete references to safety inspections and the single sticker transition date that are no longer applicable to current rules in Chapter 114. The adopted revision to §114.84(a) removes the reference to the annual safety inspection due to the elimination of the mandatory annual vehicle safety inspection program for noncommercial vehicles that resulted from the passage of HB 3297. The adopted revision to §114.84(b) removes an obsolete reference to the single sticker transition date that is no longer applicable as that date has passed and the reference is no longer necessary.

§114.87. Inspection and Maintenance Fees

The adopted revisions in §114.87 remove obsolete references to the TSI test and the single sticker transition date and update the language used to refer to the emissions test. Subsections (a) and (d) are revised to remove references to the single sticker transition date that are no longer applicable as that date

has passed and the references are no longer necessary. The adopted revisions to §114.87(a) remove reference to the TSI test as it is no longer used. The adopted revisions to §114.87(a) also change on-board diagnostic test to emissions test to match language used to refer to the test in §114.53(a).

Final Regulatory Impact Analysis

The commission reviewed the rulemaking adoption considering the regulatory impact analysis requirements of Texas Government Code (Tex. Gov't Code), §2001.0225, and determined that the rulemaking adoption does not meet the definition of a "Major environmental rule" as defined in that statute, and in addition, if it did meet the definition, would not be subject to the requirement to prepare a regulatory impact analysis. A "Major environmental rule" means a rule, the specific intent of which is to protect the environment or reduce risks to human health from environmental exposure, and that may adversely affect in a material way the economy, a sector of the economy, productivity, competition, jobs, the environment, or the public health and safety of the state or a sector of the state. Additionally, the rulemaking adoption does not meet any of the four applicability criteria for requiring a regulatory impact analysis for a major environmental rule, which are listed in Tex. Gov't Code Ann., §2001.0225(a). Tex. Gov't Code Ann., §2001.0225 applies only to a major environmental rule, the result of which is to: 1) exceed a standard set by federal law, unless the rule is specifically required by state law; 2) exceed an express requirement of state law, unless the rule is specifically required by federal law; 3) exceed a requirement of a delegation agreement or contract between the state and an agency or representative of the federal government to implement a state and federal program; or 4) adopt a rule solely under the general powers of the agency instead of under a specific state law.

The adopted rulemaking's purpose is to remove references and requirements related to the state's safety inspection program due to the passage of HB 3297 and revise several provisions in the SIP that are outlined in the bill; and allow one additional year of exemption from emissions inspections for rental vehicles due to the passage of SB 2102 to comply with federal requirements for the implementation of control strategies necessary to attain and maintain the NAAQS for ozone or CO mandated by 42 United States Code (U.S.C.) §7410, FCAA, §110. The requirement to implement and enforce I/M programs is specifically required for certain nonattainment areas by the FCAA, and the adopted revisions to 30 TAC Chapter 114 will be used as a control strategy for demonstrating attainment of the ozone or CO NAAQS in the specific areas designated as nonattainment in Texas, as discussed elsewhere in this preamble.

The rulemaking adoption implements requirements of the FCAA, 42 U.S.C. §7410, which requires states to adopt a SIP that provides for the implementation, maintenance, and enforcement of the NAAQS in each air quality control region of the state. While 42 U.S.C. §7410 generally does not require specific programs, methods, or reductions in order to meet the standard, I/M programs are specifically required by the FCAA. The SIP must also include enforceable emission limitations and other control measures, means, or techniques (including economic incentives such as fees, marketable permits, and auctions of emissions rights), as well as schedules and timetables for compliance as may be necessary or appropriate to meet the applicable requirements of the FCAA. The provisions of the FCAA recognize that states are in the best position to determine what programs and controls are necessary or appropriate in order to

meet the NAAQS, and when programs are specifically required, states may implement them with flexibility allowed under the statute and EPA rules. This flexibility allows states, affected industry, and the public to collaborate on the best methods for attaining the NAAQS for the specific regions in the state. Even though the FCAA allows states to develop their own programs, this flexibility does not relieve a state from developing a program that meets the requirements of 42 U.S.C. §7410. States are not free to ignore the requirements of 42 U.S.C. §7410 and must develop programs to assure that their contributions to nonattainment areas are reduced so that these areas can be brought into attainment on the schedule prescribed by the FCAA.

If a state does not comply with its obligations under 42 U.S.C. §7410, FCAA, §110 to submit SIPs, states are subject to discretionary sanctions under 42 U.S.C. §7410(m) or mandatory sanctions under 42 U.S.C. §7509, FCAA, §179; as well as the imposition of a federal implementation plan (FIP) under 42 U.S.C. §7410, FCAA, §110(c).

As discussed earlier in this preamble, states are required to adopt SIPs with enforceable emission limitations and other control measures, means, or techniques, as well as schedules and timetables for compliance, as may be necessary or appropriate to meet the applicable requirements of the FCAA. As discussed in the FISCAL NOTE portion of this preamble, the adopted rules are not anticipated to add any significant additional costs to affected individuals or businesses beyond what is necessary to attain the ozone or CO NAAQS or comply with the specific requirements for I/M programs on the economy, a sector of the economy, productivity, competition, jobs, the environment, or the public health and safety of the state or a sector of the state.

The requirement to provide a fiscal analysis of regulations in the Tex. Gov't Code was amended by SB 633 during the 75th legislative session. The intent of SB 633 was to require agencies to conduct a regulatory impact analysis of extraordinary rules. These are identified in the statutory language as major environmental rules that will have a material adverse impact and will exceed a requirement of state law, federal law, or a delegated federal program, or are adopted solely under the general powers of the agency. With the understanding that this requirement would seldom apply, the commission provided a cost estimate for SB 633 that concluded "based on an assessment of rules adopted by the agency in the past, it is not anticipated that the bill will have significant fiscal implications for the agency due to its limited application." The commission also noted that the number of rules that would require assessment under the provisions of the bill was not large. This conclusion was based, in part, on the criteria set forth in the bill that exempted rules from the full analysis unless the rule was a major environmental rule that exceeds a federal law.

As discussed earlier in this preamble, the FCAA does not always require specific programs, methods, or reductions in order to meet the NAAQS, but I/M programs are specifically required by the FCAA; thus, states must develop programs for each area contributing to nonattainment to help ensure that those areas will meet the required attainment deadlines and that comply with EPA requirements for I/M programs. Because of the ongoing need to meet federal requirements, the commission routinely proposes and adopts rules incorporating or designed to satisfy specific federal requirements. The legislature is presumed to understand this federal scheme. If each rule adopted by the commission to meet a federal requirement was considered to be a major environmental rule that exceeds federal law, then each of

those rules would require the full regulatory impact analysis (RIA) contemplated by SB 633. Requiring a full RIA for all federally required rules is inconsistent with the conclusions reached by the commission in its cost estimate and by the Legislative Budget Board (LBB) in its fiscal notes. Since the legislature is presumed to understand the fiscal impacts of the bills it passes, and that presumption is based on information provided by state agencies and the LBB, then the intent of SB 633 is presumed to only to require the full RIA for rules that are extraordinary in nature. While the adopted rules may have a broad impact, that impact is no greater than is necessary or appropriate to meet the requirements of the FCAA and creates no additional impacts since the adopted rules do not impose burdens greater than required to demonstrate attainment of the ozone or CO NAAQS and comply with the requirements for I/M programs, as discussed elsewhere in this preamble.

For these reasons, the adopted rules fall under the exception in Tex. Gov't Code, §2001.0225(a) because they are required by, and do not exceed, federal law. The commission has consistently applied this construction to its rules since this statute was enacted in 1997. Since that time, the legislature has revised the Tex. Gov't Code but left this provision substantially unamended. It is presumed that "when an agency interpretation is in effect at the time the legislature amends the laws without making substantial change in the statute, the legislature is deemed to have accepted the agency's interpretation." (Central Power & Light Co. v. Sharp, 919 S.W.2d 485, 489 (Tex. App. Austin 1995), writ denied with per curiam opinion respecting another issue, 960 S.W.2d 617 (Tex. 1997); Bullock v. Marathon Oil Co., 798 S.W.2d 353, 357 (Tex. App. Austin 1990, no writ). Cf. Humble Oil & Refining Co. v. Calvert, 414 S.W.2d 172 (Tex. 1967); Dudney v. State Farm Mut. Auto Ins. Co., 9 S.W.3d 884, 893 (Tex. App. Austin 2000); Southwestern Life Ins. Co. v. Montemayor, 24 S.W.3d 581 (Tex. App. Austin 2000, pet. denied); and Coastal Indust. Water Auth. v. Trinity Portland Cement Div., 563 S.W.2d 916 (Tex. 1978).) The commission's interpretation of the RIA requirements is also supported by a change made to the Texas Administrative Procedure Act (APA) by the legislature in 1999. In an attempt to limit the number of rule challenges based upon APA requirements, the legislature clarified that state agencies are required to meet these sections of the APA against the standard of "substantial compliance" (Tex. Gov't Code, §2001.035). The legislature specifically identified Tex. Gov't Code, §2001.0225 as subject to this standard.

As discussed in this analysis and elsewhere in this preamble, the commission has substantially complied with the requirements of Tex. Gov't Code, §2001.0225. The adopted rules implement the requirements of the FCAA, as discussed in this analysis and elsewhere in this preamble. The adopted rules were determined to be necessary to attain the ozone or CO NAAQS and comply with requirements for I/M programs and will not exceed any standard set by state or federal law. These adopted rules are not an express requirement of state law. The adopted rules do not exceed a requirement of a delegation agreement or a contract between state and federal government, as the adopted rules, if adopted by the commission and approved by EPA, will become federal law as part of the approved SIP required by 42 U.S.C. §7410, FCAA, §110. The adopted rules were not developed solely under the general powers of the agency but are authorized by specific sections of THSC, Chapter 382 (also known as the Texas Clean Air Act), and the Texas Water Code (TWC), which are cited in the Statutory Authority section of this preamble, including THSC, §§382.011, 382.012, and 382.017. Therefore,

this rulemaking adoption action is not subject to the regulatory analysis provisions of Tex. Gov't Code, §2001.0225(b).

The commission invited public comment regarding the Draft Regulatory Impact Analysis Determination during the public comment period. No comments were received.

Takings Impact Assessment

Under Tex. Gov't Code, §2007.002(5), taking means a governmental action that affects private real property, in whole or in part or temporarily or permanently, in a manner that requires the governmental entity to compensate the private real property owner as provided by the Fifth and Fourteenth Amendments to the United States Constitution or §17 or §19, Article I, Texas Constitution; or a governmental action that affects an owner's private real property that is the subject of the governmental action, in whole or in part or temporarily or permanently, in a manner that restricts or limits the owner's right to the property that would otherwise exist in the absence of the governmental action; and is the producing cause of a reduction of at least 25 percent in the market value of the affected private real property, determined by comparing the market value of the property as if the governmental action is not in effect and the market value of the property determined as if the governmental action is in effect.

The commission completed a takings impact analysis for the rulemaking adoption action under the Tex. Gov't Code, Chapter 2007. The primary purpose of this rulemaking adoption action, as discussed elsewhere in this preamble, is to meet federal requirements for the implementation of I/M programs and control strategies necessary to attain and maintain the NAAQS for ozone or CO mandated by 42 U.S.C. §7410, FCAA, §110. Therefore, Chapter 2007 does not apply to this rulemaking adoption because it is an action reasonably taken to fulfill an obligation mandated by federal law, as provided by Tex. Gov't Code, §2007.003(b)(4).

As discussed elsewhere in this preamble, the rulemaking adoption implements requirements of FCAA, 42 U.S.C. §7410, which requires states to adopt a SIP that provides for the implementation, maintenance, and enforcement of the NAAQS in each air quality control region of the state. While 42 U.S.C. §7410 generally does not require specific programs, methods, or reductions in order to meet the standard, I/M programs are specifically required by the FCAA. The SIP must include enforceable emission limitations and other control measures, means, or techniques (including economic incentives such as fees, marketable permits, and auctions of emissions rights), as well as schedules and timetables for compliance as may be necessary or appropriate to meet the applicable requirements of the FCAA. The provisions of the FCAA recognize that states are in the best position to determine what programs and controls are necessary or appropriate in order to meet the NAAQS. This flexibility allows states, affected industry, and the public, to collaborate on the best methods for attaining the NAAQS for the specific regions in the state. Even though the FCAA allows states to develop their own programs, this flexibility does not relieve a state from developing a program that meets the requirements of 42 U.S.C. §7410. States are not free to ignore the requirements of 42 U.S.C. §7410 and must develop programs to assure that their contributions to nonattainment areas are reduced so that these areas can be brought into attainment on the schedule prescribed by the FCAA.

States are required to adopt SIPs with enforceable emission limitations and other control measures, means, or techniques, as

well as schedules and timetables for compliance, as may be necessary or appropriate to meet the applicable requirements of the FCAA. If a state does not comply with its obligations under 42 U.S.C. §7410, FCAA, §110 to submit SIPs, states are subject to discretionary sanctions under 42 U.S.C. §7410(m) or mandatory sanctions under 42 U.S.C. §7509, FCAA, §179; as well as the imposition of a FIP under 42 U.S.C. §7410, FCAA, §110(c).

In addition, the commission's assessment indicates that Tex. Gov't Code, Chapter 2007 does not apply to these adopted rules because this action is taken in response to a real and substantial threat to public health and safety; that is designed to significantly advance the health and safety purpose; and that it does not impose a greater burden than is necessary to achieve the health and safety purpose. Thus, this action is exempt under Tex. Gov't Code, §2007.003(b)(13). The rules adoption will fulfill the FCAA requirement for states to create plans including control strategies to attain and maintain the NAAQS, as discussed elsewhere in this preamble. The rules adoption will assist in achieving the timely attainment of the ozone or CO NAAQS and reduced public exposure to ozone or CO. The NAAQS are promulgated by EPA in accordance with the FCAA, which requires EPA to identify and list air pollutants that "cause or contribute to air pollution which may reasonably be anticipated to endanger public health and welfare" and "the presence of which in the ambient air results from numerous or diversion mobile or stationary sources," as required by 42 U.S.C. §7408. For those air pollutants listed, EPA then is required to issue air quality criteria identifying the latest scientific knowledge regarding on adverse health and welfare effects associated with the listed air pollutant, in accordance with 42 U.S.C. §7408. For each air pollutant for which air quality criteria have been issued, EPA must publish proposed primary and secondary air quality standards based on the criteria that specify a level of air quality requisite to protect the public health and welfare from any known or anticipated adverse effects associated with the presence of the air pollutant in the ambient air, as required by 42 U.S.C. §7409. As discussed elsewhere in this preamble, states have the primary responsibility to adopt plans designed to attain and maintain the NAAQS.

The adopted rules will not create any additional burden on private real property beyond what is required under federal law, as the rules, if adopted by the commission and approved by EPA, will become federal law as part of the approved SIP required by 42 U.S.C. §7410, FCAA, §110. The rules adoption will not affect private real property in a manner that would require compensation to private real property owners under the United States Constitution or the Texas Constitution. The adoption also will not affect private real property in a manner that restricts or limits an owner's right to the property that would otherwise exist in the absence of the governmental action. Therefore, the rulemaking adoption will not cause a taking under Tex. Gov't Code, Chapter 2007. For these reasons, Tex. Gov't Code, Chapter 2007 does not apply to this rulemaking adoption.

Consistency with the Coastal Management Program

The commission reviewed the rulemaking adoption and found the proposal is a rulemaking identified in the Coastal Coordination Act Implementation Rules, 31 TAC §29.11(b)(2) relating to rules subject to the Coastal Management Program, and will, therefore, require that goals and policies of the Texas Coastal Management Program (CMP) be considered during the rulemaking process.

Note: §29.11(b)(2) applies only to air pollutant emissions, on-site sewage disposal systems, and underground storage tanks. Sec-

tion 29.11(b)(4) applies to all other actions. The commission reviewed this rulemaking for consistency with the CMP goals and policies in accordance with the regulations of the Coastal Coordination Advisory Committee and determined that the rulemaking and SIP revision would ensure that the amendments comply with 40 CFR Part 50, National Primary and Secondary Air Quality Standards, and 40 CFR Part 51, Requirements for Preparation, Adoption, and Submittal of Implementation Plan and is, therefore, consistent with CMP goals and policies.

The commission invited public comment regarding the consistency with the coastal management program during the public comment period. No comments were received.

Public Comment

The comment period for the proposed Chapter 114 I/M rulemaking opened on April 22, 2025, and closed on June 3, 2025. The commission held a virtual public hearing on May 29, 2025, at 2:00 p.m. TCEQ staff were present and opened the hearing for public comment on this project as well as the concurrent I/M SIP revision (Project No. 2025-013-SIP-NR). However, none of the attendees signed up to make comments on the record, therefore a transcript was not prepared. The commission received one written comment from an individual. The comment was beyond the scope of this rulemaking.

Response to Comment

Comment

One individual commented on the regulation of septic systems.

Response

The regulation of septic systems is beyond the scope of this rulemaking. No changes were made in response to this comment.

SUBCHAPTER A. DEFINITIONS

30 TAC §§114.1, 114.2, 114.7

Statutory Authority

The amendments to 30 Texas Administrative Code (TAC) §§114.1, 114.2, and 114.7 are adopted under the authority of Texas Water Code (TWC), §5.103, concerning Rules; TWC, §5.105, concerning General Policy, which authorize the commission to carry out its powers and duties under the TWC; TWC, §7.0002, concerning Enforcement Authority, which authorizes the commission to enforce the provisions of the Water Code and the Health and Safety Code within the commission's jurisdiction; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, which authorizes the commission to adopt rules consistent with the policy and purpose of the Texas Clean Air Act (TCAA).

The amendments to 30 TAC Chapter 114 are also adopted under THSC, §382.002, concerning Policy and Purpose, which establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, which authorizes the commission to control the quality of the state's air; THSC, §382.051, concerning Permitting Authority of the Commission of the Commission; Rules which authorizes the commission to adopt rules as necessary to comply with changes in federal law or regulations applicable to permits issued under the TCAA. Additionally, the amendments to 30 TAC Chapter 114 are authorized under THSC, §382.202, concerning Vehicle Emissions Inspection and Maintenance (I/M) Program, which authorizes

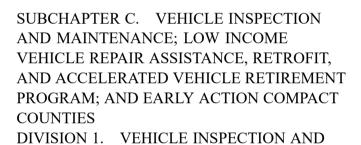
the commission to establish vehicle fuel content standards after January 1, 2004, as long as distribution of low emission diesel as described in the state implementation plan (SIP) is not required prior to February 1, 2005; THSC, §382.203, concerning Vehicles Subject to Program; Exemptions, which establishes which vehicles are subject to the I/M program and which are exempt from it; and THSC, §382.205, concerning Inspection Equipment and Procedures, which authorizes the commission to adopt standards and specifications for motor vehicle emissions testing equipment, recordkeeping and reporting procedures, and measurable emissions standards, as well as consult with the Department of Public Safety (DPS) of the State of Texas.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

Filed with the Office of the Secretary of State on September 26, 2025.

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Charmaine Backens
Deputy Director, Environmental Law Division
Texas Commission on Environmental Quality
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Proposal publication date: May 2, 2025

For further information, please call: (512) 239-2678



30 TAC §§114.50, 114.51, 114.53

Statutory Authority

MAINTENANCE

The amendments to 30 Texas Administrative Code (TAC) §§114.50, 114.51, and 114.53 are adopted under the authority of Texas Water Code (TWC), §5.103, concerning Rules; TWC, §5.105, concerning General Policy, which authorize the commission to carry out its powers and duties under the TWC; TWC, §7.0002, concerning Enforcement Authority, which authorizes the commission to enforce the provisions of the Water Code and the Health and Safety Code within the commission's jurisdiction; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, which authorizes the commission to adopt rules consistent with the policy and purpose of the Texas Clean Air Act (TCAA).

The amendments to 30 TAC Chapter 114 are also adopted under THSC, §382.002, concerning Policy and Purpose, which establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, which authorizes the commission to control the quality of the state's air; THSC,

§382.051, concerning Permitting Authority of the Commission of the Commission: Rules which authorizes the commission to adopt rules as necessary to comply with changes in federal law or regulations applicable to permits issued under the TCAA. Additionally, the amendments to 30 TAC Chapter 114 are authorized under THSC, §382.202, concerning Vehicle Emissions Inspection and Maintenance (I/M) Program, which authorizes the commission to establish vehicle fuel content standards after January 1, 2004, as long as distribution of low emission diesel as described in the state implementation plan (SIP) is not required prior to February 1, 2005; THSC, §382.203, concerning Vehicles Subject to Program; Exemptions, which establishes which vehicles are subject to the I/M program and which are exempt from it; and THSC, §382.205, concerning Inspection Equipment and Procedures, which authorizes the commission to adopt standards and specifications for motor vehicle emissions testing equipment, recordkeeping and reporting procedures, and measurable emissions standards, as well as consult with the Department of Public Safety (DPS) of the State of Texas.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

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DIVISION 2. LOW INCOME VEHICLE REPAIR ASSISTANCE, RETROFIT, AND ACCELERATED VEHICLE RETIREMENT PROGRAM

30 TAC §§114.60, 114.64, 114.66, 114.72

Statutory Authority

TRD-202503439

The amendments to 30 Texas Administrative Code (TAC) §§114.60, 114.64, 114.66, and 114.72 are adopted under the authority of Texas Water Code (TWC), §5.103, concerning Rules; TWC, §5.105, concerning General Policy, which authorize the commission to carry out its powers and duties under the TWC; TWC, §7.0002, concerning Enforcement Authority, which authorizes the commission to enforce the provisions of the Water Code and the Health and Safety Code within the commission's jurisdiction; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, which authorizes the commission to adopt rules consistent with the policy and purpose of the Texas Clean Air Act (TCAA).

The amendments to 30 TAC Chapter 114 are also adopted under THSC, §382.002, concerning Policy and Purpose, which establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, which authorizes the commission to control the quality of the state's air; THSC, §382.051, concerning Permitting Authority of the Commission

of the Commission; Rules which authorizes the commission to adopt rules as necessary to comply with changes in federal law or regulations applicable to permits issued under the TCAA. Additionally, the amendments to 30 TAC Chapter 114 are authorized under THSC, §382.202, concerning Vehicle Emissions Inspection and Maintenance (I/M) Program, which authorizes the commission to establish vehicle fuel content standards after January 1, 2004, as long as distribution of low emission diesel as described in the state implementation plan (SIP) is not required prior to February 1, 2005; THSC, §382.203, concerning Vehicles Subject to Program; Exemptions, which establishes which vehicles are subject to the I/M program and which are exempt from it; and THSC, §382.205, concerning Inspection Equipment and Procedures, which authorizes the commission to adopt standards and specifications for motor vehicle emissions testing equipment, recordkeeping and reporting procedures, and measurable emissions standards, as well as consult with the Department of Public Safety (DPS) of the State of Texas.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

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DIVISION 3. EARLY ACTION COMPACT COUNTIES

30 TAC §§114.80 - 114.82, 114.84, 114.87

Statutory Authority

The amendments to 30 Texas Administrative Code (TAC) §§114.80, 114.81, 114.82, 114.84, and 114.87 are adopted under the authority of Texas Water Code (TWC), §5.103, concerning Rules; TWC, §5.105, concerning General Policy, which authorize the commission to carry out its powers and duties under the TWC; TWC, §7.0002, concerning Enforcement Authority, which authorizes the commission to enforce the provisions of the Water Code and the Health and Safety Code within the commission's jurisdiction; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, which authorizes the commission to adopt rules consistent with the policy and purpose of the Texas Clean Air Act (TCAA).

The amendments to 30 TAC Chapter 114 are also adopted under THSC, §382.002, concerning Policy and Purpose, which establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, which authorizes the commission to control the quality of the state's air; THSC, §382.051, concerning Permitting Authority of the Commission of the Commission; Rules which authorizes the commission to

adopt rules as necessary to comply with changes in federal law or regulations applicable to permits issued under the TCAA. Additionally, the amendments to 30 TAC Chapter 114 are authorized under THSC, §382.202, concerning Vehicle Emissions Inspection and Maintenance (I/M) Program, which authorizes the commission to establish vehicle fuel content standards after January 1, 2004, as long as distribution of low emission diesel as described in the state implementation plan (SIP) is not required prior to February 1, 2005; THSC, §382.203, concerning Vehicles Subject to Program; Exemptions, which establishes which vehicles are subject to the I/M program and which are exempt from it; and THSC, §382.205, concerning Inspection Equipment and Procedures, which authorizes the commission to adopt standards and specifications for motor vehicle emissions testing equipment, recordkeeping and reporting procedures, and measurable emissions standards, as well as consult with the Department of Public Safety (DPS) of the State of Texas.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

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Charmaine Backens
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For further information, please call: (512) 239-2678

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TITLE 40. SOCIAL SERVICES AND ASSISTANCE

PART 1. DEPARTMENT OF AGING AND DISABILITY SERVICES

CHAPTER 1. STATE AUTHORITY
RESPONSIBILITIES
SUBCHAPTER G. COMMUNITY CENTERS

40 TAC §§1.301 - 1.303, 1.305, 1.307 - 1.312

The executive commissioner of the Texas Health and Human Services Commission (HHSC) adopts the repeal of §1.301, concerning Purpose; §1.302, concerning Application; §1.303, concerning Definitions; §1.305, concerning Process to Establish a New Community Center; §1.307, concerning Modifying a Community Center's Current Plan; §1.308, concerning Dissolution and Merger of Community Centers; §1.309, concerning Appointment of Manager or Management Team; §1.310, concerning Standards of Administration for Boards of Trustees; §1.311, concerning Civil Rights; and §1.312, concerning Fiscal Controls.

The repeal of §§1.301 - 1.303, 1.305, and 1.307 - 1.312 are adopted without changes as published in the May 16, 2025, issue of the *Texas Register* (50 TexReg 2959). These rules will not be republished.

BACKGROUND AND JUSTIFICATION

The repeal of the rules in 40 TAC Chapter 1, State Authority Responsibilities, Subchapter G, is necessary because the rules are duplicative of rules in 26 TAC Chapter 300, Subchapter A.

COMMENTS

The 31-day comment period ended June 16, 2025.

During this period, HHSC did not receive any comments regarding the proposed repeals.

STATUTORY AUTHORITY

The repeals are adopted under Texas Government Code §524.0151, which provides that the executive commissioner of HHSC shall adopt rules for the operation and provision of services by the health and human services system, and Texas Health and Safety Code Chapter 534, Subchapter A, which provides that the executive commissioner of HHSC shall adopt rules related to community center plans, and review, audit, and appeal procedures for community centers.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

Filed with the Office of the Secretary of State on September 29, 2025.

TRD-202503491 Karen Ray Chief Counsel

Department of Aging and Disability Services

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For further information, please call: (512) 438-5609



CHAPTER 2. LOCAL AUTHORITY RESPONSIBILITIES

The executive commissioner of the Texas Health and Human Services Commission (HHSC) adopts the repeal of Chapter 2 in Texas Administrative Code Title 40, Part 1, concerning Local Authority Responsibilities, consisting of §2.51, concerning Purpose; §2.52, concerning Application; §2.53, concerning Definitions; §2.54, concerning Accountability; §2.55, concerning Procurement: §2.56, concerning Community Services Contracting Requirements; §2.57, concerning Provisions for Community Services Contracts; §2.58, concerning Competitive Procurement Methods for Community Services; §2.59, concerning Non-competitive Procurement of Community Services; §2.60, concerning Open Enrollment; §2.61, concerning Consumer Access to Participating Community Services Contracts in Provider Network; §2.62, concerning Monitoring and Enforcing Community Services Contracts; §2.63, concerning References; §2.64, concerning Distribution; §2.151, concerning Most Appropriate and Available Treatment Alternative; and §2.152, concerning Special Considerations.

The repeal of §§2.51 - 2.64, 2.151, and 2.152 are adopted without changes as published in the May 16, 2025, issue of the *Texas Register* (50 TexReg 2960). These rules will not be republished.

BACKGROUND AND JUSTIFICATION

The repeal of the rules in 40 TAC Chapter 2, Local Authority Responsibilities is necessary because the rules are duplicative of

rules in 26 TAC Chapter 301, Subchapter A, and 26 TAC Chapter 306, Subchapter D.

COMMENTS

The 31-day comment period ended June 16, 2025.

During this period, HHSC did not receive any comments regarding the proposed repeals.

SUBCHAPTER B. CONTRACTS MANAGEMENT FOR LOCAL AUTHORITIES

40 TAC §§2.51 - 2.64

STATUTORY AUTHORITY

The repeals are adopted under Texas Government Code §524.0151, which provides that the executive commissioner of HHSC shall adopt rules for the operation and provision of services by the health and human services agencies; and Texas Health and Safety Code §533A.0355(a), which provides that the executive commissioner of HHSC shall adopt rules establishing the roles and responsibilities of LIDDAs.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

Filed with the Office of the Secretary of State on September 29,

2025.

TRD-202503492

Karen Ray

Chief Counsel

Department of Aging and Disability Services

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For further information, please call: (512) 438-5609



SUBCHAPTER D. MENTAL HEALTH SERVICES--ADMISSION, CONTINUITY, AND DISCHARGE

40 TAC §2.151, §2.152

STATUTORY AUTHORITY

The repeals are adopted under Texas Government Code §524.0151, which provides that the executive commissioner of HHSC shall adopt rules for the operation and provision of services by the health and human services agencies; and Texas Health and Safety Code §533A.0355(a), which provides that the executive commissioner of HHSC shall adopt rules establishing the roles and responsibilities of LIDDAs.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

Filed with the Office of the Secretary of State on September 29, 2025.

TRD-202503493

Karen Ray Chief Counsel

Department of Aging and Disability Services

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For further information, please call: (512) 438-5609



TITLE 43. TRANSPORTATION

PART 1. TEXAS DEPARTMENT OF TRANSPORTATION

CHAPTER 7. RAIL FACILITIES SUBCHAPTER G. OFF-SYSTEM RAIL GRADE SEPARATION STATE FUND PROGRAM

43 TAC §§7.120 - 7.134

The Texas Department of Transportation (department) adopts new §§7.120 - 7.134 concerning the Off-System Rail Grade Separation State Fund Program. The new §§7.120 - 7.122, 7.124, 7.125, 7.127, 7.128, 7.130, and 7.132 - 7.134 are adopted without changes to the proposed text as published in the July 4, 2025 issue of the *Texas Register* (50 TexReg 3857). The rules will not be republished. New §§7.123, 7.126, 7.129, and 7.131 are adopted with changes to the proposed text as published in the July 4, 2025 issue of the *Texas Register* (50 TexReg 3857). The rules will be republished.

EXPLANATION OF ADOPTED NEW SECTIONS

New §§7.120 - §7.134, contained in new Subchapter G of Chapter 7, describe the policies and procedures for the implementation and administration of the Off-System Rail Grade Separation State Fund Program (Program), as authorized by S.B. 1555 (89th Regular Session, 2025) and codified as Transportation Code, §471.010.

New §7.120, Purpose, states the purpose of the new subchapter.

New §7.121, Definitions, defines the terms used in the new subchapter.

New §7.122, Program Eligibility, sets criteria a project must meet to be eligible for the Program. This includes the statutory criteria that the project must (1) be for the construction of either a highway-rail grade separation structure that will eliminate at least one at-grade rail-highway crossing or a grade-separated pedestrian-rail crossing, (2) be off the state highway system, (3) increase public safety, enhance economic development, or reduce traffic, and (4) be sponsored by the political subdivision that has jurisdiction over the project's location. In order to maximize efficiency and use of available funds, the program must also constitute a logical, self-contained unit of work that could be constructed as an independent project.

New §7.123, Funding and Eligible Costs, sets the allowable costs under the program. To maximize use of funding, allowable costs are limited to direct grade-separation-related costs, including planning, detailed design activities, environmental, right of way acquisition, and utility adjustments. Costs for items such as improving rail capacity or adding mass transit infrastructure, are not allowable, although such an element can be included in the project if it is funded with non-Program funds.

New §7.124, Non-State Funding Match, addresses the statutory requirement that at least 10 percent of total project costs must be provided by a source other than the state as matching funds and the federal regulatory requirement that a railroad participate in the cost of a grade-separation under certain circumstances. The Texas Transportation Commission (commission) may adjust the minimum local matching requirement in accordance with Transportation Code, §222.053. The standard policies apply, that the matching funds must be provided before the work begins, that donated services may be used to reduce the cost of the project but do not constitute matching funds, and that the department's costs of oversight are included as a project cost.

New §7.125, Call for Project Nominations, provides that projects will be selected through a competitive process in order to make the best use of available funding. A program call describing the required application contents will be published in the *Texas Register*

New §7.126, Nomination Package, requires a project sponsor to submit project nominations in the form prescribed by the department. A complete nomination package must be received by the department by the deadline or it will be deemed ineligible.

New §7.127, Project Evaluation Committee, requires the executive director to appoint a project evaluation committee consisting of department staff to make recommendations for the selection of projects funded under the program.

New §7.128, Nomination Screening, requires the project evaluation committee to screen each nominated project to determine its eligibility under statutory and regulatory requirements. It provides for notification if a project is found ineligible and for an appeals process.

New §7.129, Project Evaluation, requires the project evaluation committee to evaluate the benefits of eligible applications based on statutory requirements, the goals of the program, and specific selection criteria set forth in the program call. The department will provide the evaluation criteria with each program call.

New §7.130, Project Selection and Approval, requires the project evaluation committee to make recommendations for project selection to the department's Railroad Division Director. It further requires that at least 10% of funding be recommended for eligible projects in rural areas, in order to ensure equitable use of funds, unless sufficient rural project nominations are not submitted. The division director will make a final recommendation of selected projects to the commission for approval.

New §7.131, Inclusion of Selected Projects in Planning Documents, requests the project sponsor to include the selected project in the local transportation improvement programs.

New §7.132, Project Implementation, requires the project sponsor and applicable railroad to comply with all applicable laws and regulations, including all applicable state procedures, requirements, and standards and specifications. It requires opportunity for public involvement and any required environmental documentation. An agreement between the state and the project sponsor is required, which must include the responsibilities and duties of the parties, local match funding commitment, the scope and course of the project, and the maximum amount of available funding. As required by Transportation Code, §471.010(d), the agreement must also designate the department to manage the project under the laws and regulations applicable to state highway projects.

New §7.133, Elimination of Project from the Program, provides the department's executive director criteria for eliminating a project after selection. A project may be eliminated from the program if a project sponsor does not meet the requirements of the program, if a project sponsor chooses to withdraw, if significant deviations from the approved scope of work would be required, if construction has not been initiated within three years of project selection, or if the required agreement is not signed within one year after project selection.

New §7.134, Reporting to the Commission, requires the department to submit to the commission annually a report regarding project nominations and selected projects.

COMMENTS

The department posted the rules for comment in the July 4, 2025, issue of the *Texas Register*. The department received comments through August 4, 2025. In total the department received comments from two entities. Harris County and the Transportation Advocacy Group of Houston provided comments and proposed language amendments to support the program.

The department received one comment concerning §7.122. The comment requested that eligibility extend to entities with roadway responsibility over the project's location, in addition to having jurisdiction over the project's location. The department agrees that a project may have an entity with jurisdiction over the project's location that is different than the entity with roadway responsibility, and that both entities would serve a critical role. However, the entity with jurisdiction over the location must be the project sponsor and sign the project agreement. No revision is made to the proposed rule, but the department will modify the application to allow entities with roadway responsibility to submit their support of the project.

The department received two comments concerning §7.123. One comment requested to add environmental costs as an eligible cost. The department agrees and has revised the proposed rules to include "environmental" as an eligible cost. The other comment requested that grant funds be allowed to be utilized on eligible projects that are in conjunction with ineligible projects. The department acknowledges this request and finds that §7.123(d) as proposed accomplishes this.

The department received one comment concerning §7.124 requesting that in-kind services be allowed as part of match requirements. The department acknowledges the value of in-kind services and they are permitted to reduce the overall cost of the project, but cannot be considered as matching funds due to accounting and audit constraints. In the application process, the department will clarify that payments for right-of-way acquisition and utility adjustments are eligible costs and can be counted towards match in compliance with §7.124(b). No revision is made to the proposed rule.

The department received one comment concerning §7.126. The request is to ensure city, county, and other special purpose districts can all apply and be eligible for awards within the same region. The proposed language allows for the entity with jurisdiction to apply. The department has modified the proposed language to no longer limit the number of projects a sponsor can submit.

The department received one comment concerning §7.128, requesting that a prescreening period be included in the application process to prevent projects from being rejected for non-compliance with program requirements. The program documents will

provide for a two-step application process, including an initial round with minimal requirements and quick turnaround, followed by a second round with additional project detail requirements. The department will also offer technical assistance during the call for projects. No revisions are made to the proposed rule.

The department received three comments concerning §7.129. The commenter requested that 1) evaluation criteria be released when the application period opens, 2) travel time savings be measured using quantitative numbers, and 3) air quality, flooding, noise, and visual impacts be included when evaluating a project's merit. Regarding the first two comments, the evaluation criteria, which uses both quantitative and qualitative metrics for project evaluation, will be available to project sponsors at the time of the program call. Regarding the third comment, the rule language tracks the statutory language, which provides "increasing public safety, enhancing economic development, and reducing traffic" as the primary project requirements. However, the rule also provides that project nominations may address "any other benefit" of the project for consideration by the Commission. No revision is made to the proposed rule.

The department received one comment concerning §7.130, that rural be defined as all unincorporated areas within counties across the state. The department intends to use census urbanized areas to distinguish urban and rural, which will be outlined in program documents and based on the most current information available at the time of the call. No revision is made to the proposed rule.

The department received one comment concerning §7.131, requesting to ensure a project is eligible for selection even if it is not included in an existing regional Transportation Improvement Program (TIP) prior to selection. Projects do not need to be listed in a TIP prior to selection to be eligible. The proposed language provides that TxDOT will request that the applicable Metropolitan Planning Organization add the project to its TIP after the project is selected. However, proposed subsection (b) has been removed because it was determined that projects funded under this program do not need to be included in the State Transportation Improvement Plan.

The department received one comment concerning §7.132. The comment requests that local governments be permitted to manage the project using the local let process with TxDOT oversight. In compliance with Transportation Code §471.010(d), the department is required to manage the project. No revision is made to the proposed rule.

STATUTORY AUTHORITY

The new rules are adopted under Transportation Code, §201.101, which provides the commission with the authority to establish rules for the conduct of the work of the department, and more specifically, Transportation Code, §471.010, which authorizes the commission to adopt rules as necessary to implement that section.

The authority for the new rules is provided by S.B. No. 1555, 89th Regular Session, 2025. The primary author and the primary sponsor of that bill are Sen. Robert Nichols and Rep. Jared Patterson, respectively.

CROSS REFERENCE TO STATUTES IMPLEMENTED BY THIS RULEMAKING

Transportation Code, §471.010

§7.123. Funding and Eligible Costs.

- (a) Funding under the program is subject to the Texas Grant Management Standards developed by the comptroller under the Government Code, Chapter 783.
- (b) Planning, detailed design activities, environmental, right of way acquisition, and utility adjustments are eligible costs.
 - (c) A cost is not eligible for funding under the program if it:
- (1) was incurred before the department authorizes work to proceed under the agreement required under §7.132 of this subchapter (relating to Project Implementation); or
- (2) is related to rail capacity improvements or the addition of mass transit infrastructure.
- (d) A project may include elements that are not eligible for funding under the program. Funds used to pay for those elements do not qualify as matching funds under §7.124 of this subchapter (relating to Non-State Funding Match).

§7.126. Nomination Package.

- (a) To nominate one or more projects during a program call, the project sponsor must submit each nomination in the form prescribed by the department.
- (b) The nomination package must present persuasive evidence of support for the proposed project from the affected communities and, if applicable, include a commitment to provide the non-state funding match required by §7.124 of this subchapter (relating to Non-State Funding Match) or an explanation of the project sponsor's eligibility for a funding match adjustment under Transportation Code, §222.053.
- (c) A complete nomination package must be received by the department not later than the specified deadline published in the *Texas Register*. A nomination package that fails to include any of the items specified in this section or the respective program call is considered to be incomplete and will not be considered for funding.

(d) The department may request supplemental information as needed to conduct project screening and evaluation.

§7.129. Project Evaluation.

The project evaluation committee will evaluate the public safety, economic development enhancement, traffic reduction, and any other benefit of each nominated project that is determined to be eligible under §7.128(a) of this subchapter (relating to Nomination Screening) based on the specific selection criteria set forth in the program call. Evaluation criteria will be provided for each program call.

§7.131. Inclusion of Selected Projects in Planning Documents.

If a project selected is to be implemented in a metropolitan area, the department will request that the Metropolitan Planning Organization for that area immediately begin the process required to include the selected project in its Transportation Improvement Program.

The agency certifies that legal counsel has reviewed the adoption and found it to be a valid exercise of the agency's legal authority.

Filed with the Office of the Secretary of State on September 25, 2025.

TRD-202503432
Angie Parker
Senior General Counsel
Texas Department of Transportation
Effective date: October 15, 2025
Proposal publication date: July 4, 2025
For further information, please call: (512) 463-3164



EVIEW OF This section contains notices of state agency rule review as directed by the Texas Government Code, §2001.039.

Included here are proposed rule review notices, which

invite public comment to specified rules under review; and adopted rule review notices, which summarize public comment received as part of the review. The complete text of an agency's rule being reviewed is available in the Texas Administrative Code on the Texas Secretary of State's website.

For questions about the content and subject matter of rules, please contact the state agency that is reviewing the rules. Questions about the website and printed copies of these notices may be directed to the *Texas Register* office.

Proposed Rule Reviews

Texas Department of Agriculture

Title 4, Part 1

The Texas Agricultural Finance Authority (TAFA), a public authority within the Texas Department of Agriculture, files this notice of intent to review Texas Administrative Code, Title 4, Part 1, Chapter 28, comprised of §§28.1-28.96. This review is being conducted in accordance with the requirements of Texas Government Code, §2001.039 (Agency Review of Existing Rules).

TAFA will consider whether the initial factual, legal, and policy reasons for adopting each rule continue to exist and whether these rules should be repealed, readopted, or readopted with amendments.

Written comments pertaining to this rule review may be submitted by mail to Mindy Weth Fryer, Director for Rural Programs and Financial Assistance, at Texas Department of Agriculture, P.O. Box 12847, Austin, Texas 78711-2847 or by email at Mindy.Fryer@TexasAgriculture.gov. The deadline for public comments is 30 days after publication of this notice in the Texas Register.

Proposed new rules and rule amendments to Chapter 28 required to conform to House Bill 43, 89th Texas Legislature, Regular Session (2025) will be published in a future issue of the Texas Register. If any further changes to the proposed rulemaking are necessary as result of the rule review, the proposed rule amendments will be re-published, as separate rulemakings in the Proposed Rules section of the Texas Register at a later date. Any re-published proposed rules will be open for public comment in accordance with the requirements of the Administrative Procedure Act, Texas Government Code, Chapter 2001.

TRD-202503434 Susan Maldonado General Counsel Texas Department of Agriculture Filed: September 26, 2025

Texas Higher Education Coordinating Board

Title 19, Part 1

The Texas Higher Education Coordinating Board (Coordinating Board) proposes the review of Texas Administrative Code (TAC), Title 19, Part 1, Chapter 1, Subchapter D, Right to Correction of Incorrect Information, pursuant to Texas Government Code, §2001.039.

This review is conducted as required by law, which states that state agencies must assess whether the initial reasons for adopting a rule continue to exist every four years. As required by statute, the Coordinating Board will accept comments as to whether TAC, Chapter 1, Subchapter D, should continue.

Comments on the review may be submitted to Kimberly Fuchs, Assistant General Counsel, P.O. Box 12788, Austin, Texas 78711-2788, or via email at RulesComments@highered.texas.gov. Comments will be accepted for 30 days following publication of this notice in the Texas Register.

The text of the rule section being reviewed will not be published, but may be found in TAC, Title 19, Part 1, Chapter 1, Subchapter D.

TRD-202503467 Nichole Bunker-Henderson General Counsel Texas Higher Education Coordinating Board Filed: September 26, 2025

The Texas Higher Education Coordinating Board (Coordinating Board) proposes the review of Texas Administrative Code (TAC), Title 19, Part 1, Chapter 1, Subchapter T, Workforce Education Course Manual Advisory Committee, pursuant to Texas Government Code, §2001.039.

This review is conducted as required by law, which states that state agencies must assess whether the initial reasons for adopting a rule continue to exist every four years. As required by statute, the Coordinating Board will accept comments as to whether TAC, Chapter 1, Subchapter T, should continue.

Comments on the proposal may be submitted to Lee Rector, Associate Commissioner for Workforce Education, P.O. Box 12788, Austin, Texas 78711-2788, or via email at RuleComments@highered.texas.gov. Comments will be accepted for 30 days following publication of the proposal in the Texas Register.

The text of the rule section being reviewed will not be published, but may be found in TAC, Title 19, Part 1, Chapter 1, Subchapter T.

TRD-202503470 Nichole Bunker-Henderson General Counsel Texas Higher Education Coordinating Board Filed: September 26, 2025

The Texas Higher Education Coordinating Board (Coordinating Board) proposes the review of Texas Administrative Code (TAC), Title 19, Part 1, Chapter 23, Subchapter B, Teach for Texas Loan Repayment Assistance Program, pursuant to Texas Government Code, §2001.039.

This review is conducted as required by law, which states that state agencies must assess whether the initial reasons for adopting a rule continue to exist every four years. As required by statute, the Coordinating Board will accept comments as to whether TAC, Chapter 23, Subchapter B, should continue.

Comments on the review may be submitted to Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of this notice in the *Texas Register*.

The text of the rule section being reviewed will not be published, but may be found in TAC, Title 19, Part 1, Chapter 23, Subchapter B.

TRD-202503459

Nichole Bunker-Henderson

General Counsel

Texas Higher Education Coordinating Board

Filed: September 26, 2025

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The Texas Higher Education Coordinating Board (Coordinating Board) proposes the review of Texas Administrative Code (TAC), Title 19, Part 1, Chapter 23, Subchapter G, Nursing Faculty Loan Repayment Assistance Program, pursuant to Texas Government Code, §2001.039.

This review is conducted as required by law, which states that state agencies must assess whether the initial reasons for adopting a rule continue to exist every four years. As required by statute, the Coordinating Board will accept comments as to whether TAC, Chapter 23, Subchapter G, should continue.

Comments on the review may be submitted to Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of this notice in the *Texas Register*:

The text of the rule section being reviewed will not be published, but may be found in TAC, Title 19, Part 1, Chapter 23, Subchapter G.

TRD-202503463

Nichole Bunker-Henderson

General Counsel

Texas Higher Education Coordinating Board

Filed: September 26, 2025







The Texas Higher Education Coordinating Board (Coordinating Board) proposes the review of Texas Administrative Code (TAC), Title 19, Part 1, Chapter 23, Subchapter J, Math and Science Scholars Loan Repayment Assistance Program, pursuant to Texas Government Code, §2001.039.

This review is conducted as required by law, which states that state agencies must assess whether the initial reasons for adopting a rule continue to exist every four years. As required by statute, the Coordinating Board will accept comments as to whether TAC, Chapter 23, Subchapter J, should continue.

Comments on the review may be submitted to Dr. Charles W. Contéro-Puls, Assistant Commissioner for Student Financial Aid Programs, P.O. Box 12788, Austin, Texas 78711-2788, or via email at SFAPPolicy@highered.texas.gov. Comments will be accepted for 30 days following publication of this notice in the *Texas Register*:

The text of the rule section being reviewed will not be published, but may be found in TAC, Title 19, Part 1, Chapter 23, Subchapter J.

TRD-202503465

Nichole Bunker-Henderson

General Counsel

Texas Higher Education Coordinating Board

Filed: September 26, 2025





Comptroller of Public Accounts

Title 34, Part 1

The Comptroller of Public Accounts proposes to review Texas Administrative Code, Title 34, Part 1, Chapter 7, concerning Prepaid Higher Education Tuition Program; Chapter 9, concerning Property Tax Administration; Chapter 11, concerning Government Growth Impact Statement; Chapter 12, concerning Economic Growth; Chapter 13, concerning Unclaimed Property Reporting and Compliance; Chapter 14, concerning Texas Bullion Depository; and Chapter 15, concerning Electronic Transfer of Certain Payments to State Agencies.

The review will include, at the minimum, whether the reasons for readopting continue to exist.

The comptroller will accept comments regarding the review. The comment period will last for 30 days following the publication of this notice in the *Texas Register*. Comments pertaining to this review may be directed accordingly.

Chapter 7, Prepaid Higher Education Tuition Program

Linda Fernandez, Director, Educational Opportunities and Investments

P.O. Box 13528, Austin, Texas 78711-3528

or by email to: Linda.Fernandez@cpa.texas.gov

Chapter 9, Property Tax Administration

Subchapter F, Limitation on Appraised Value on Certain Qualified Properties

Will Counihan, Director, Data Analysis & Transparency

P.O. Box 13528, Austin, Texas 78711-3528

or by email to: Will.Counihan@cpa.texas.gov

Chapter 9, Property Tax Administration, remaining Subchapters

Shannon Murphy, Director, Property Tax Assistance

P.O. Box 13528, Austin, Texas 78711-3528

or by email to: Shannon.Murphy@cpa.texas.gov

Chapter 11, Government Growth Impact Statement

Vicky North, General Counsel, Fiscal and Agency Affairs

P.O. Box 13528, Austin, Texas 78711-3528

or by email to: Victoria.North@cpa.texas.gov

Chapter 12, Economic Growth

Will Counihan, Director, Data Analysis & Transparency

P.O. Box 13528, Austin, Texas 78711-3528

or by email to: Will.Counihan@cpa.texas.gov

Chapter 13, Unclaimed Property Reporting and Compliance

Joani Bishop, Director, Unclaimed Property

P.O. Box 13528, Austin, Texas 78711-3528 or by email to: Joani.Bishop@cpa.texas.gov

Chapter 14, Texas Bullion Depository

Macy Douglas, Director, Treasury Operations P.O. Box 13528, Austin, Texas 78711-3528 or by email to: Macy.Douglas@cpa.texas.gov

Chapter 15, Electronic Transfer of Certain Payments to State Agencies

Macy Douglas, Director, Treasury Operations

P.O. Box 13528, Austin, Texas 78711-3528

or by email to: Macy.Douglas@cpa.texas.gov

TRD-202503516
Jenny Burleson
Director, Tax Policy
Comptroller of Public Accounts

Filed: October 1, 2025

Texas Civil Commitment Office

Title 37, Part 16

The Texas Civil Commitment Office (TCCO) proposes the review of Texas Administrative Code (TAC), Title 37, Part 16, Chapter 810, Subchapter A (Civil Commitment General Provisions), Subchapter B (Civil Commitment) and Subchapter E (Miscellaneous Provisions) pursuant to Texas Government Code §2001.039.

This review is conducted as required by law, which states that state agencies must assess whether the initial reasons for adopting a rule continue to exist. As required by statute, TCCO will accept comments as to whether TAC, Title 37, Part 16, Chapter 810, Subchapters A, B, and E, should continue.

Comments on the review may be submitted to Hayley Glisson, Staff Attorney for TCCO, 4616 West Howard Lane, Building 2, Suite 350, Austin, Texas 78728, or via email at publiccomment@tcco.texas.gov. Comments will be accepted for 30 days following publication of this notice in the *Texas Register*:

The text of the rule section being reviewed will not be published, but may be found in TAC, Title 37, Part 16, Chapter 810, Subchapters A, B, and E.

TRD-202503431

Hayley Glisson Staff Attorney

Texas Civil Commitment Office Filed: September 25, 2025

Adopted Rule Review

Texas Department of Public Safety

Title 37, Part 1

The Texas Department of Public Safety (the department) has completed its review of the following chapters of 37 TAC Part 1:

Chapter 4 (Commercial Vehicle Regulations and Enforcement Procedures)

Chapter 6 (License to Carry Handguns)

Chapter 13 (Controlled Substances)

Chapter 28 (DNA, CODIS, Forensic Analysis, and Crime Laboratories)

Chapter 34 (Negotiation and Mediation of Certain Contract Disputes)

Chapter 38 (Fusion Center Operations)

Notice of the review of these chapters was published in the June 27, 2025, issue of the *Texas Register* (50 TexReg 3791). The department received no comments concerning these chapters.

The department has reviewed these chapters in accordance with Texas Government Code §2001.039, which requires state agencies to assess, every four years, whether the initial reasons for adopting a rule continue to exist. The department has determined the reasons for adopting the rules continue to exist.

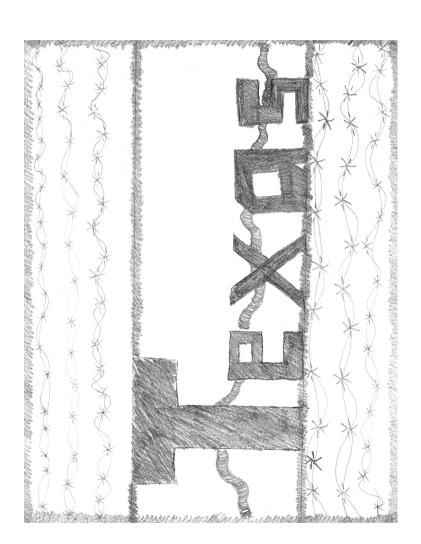
Any necessary amendments or repeals identified during the rule review process will be proposed in a future issue of the *Texas Register* and will be open for public comment prior to final adoption by the department, in accordance with the requirements of the Administrative Procedure Act. Texas Government Code. Chapter 2001.

This concludes the department's review of 37 TAC Part I, Chapters 4, 6, 13, 28, 34, and 38.

TRD-202503490 D. Phillip Adkins General Counsel

Texas Department of Public Safety

Filed: September 29, 2025



TABLES & ___

Graphic images included in rules are published separately in this tables and graphics section. Graphic images are arranged in this section in the following order: Title Number, Part Number, Chapter Number and Section Number.

Graphic images are indicated in the text of the emergency, proposed, and adopted rules by the following tag: the word "Figure" followed by the TAC citation, rule number, and the appropriate subsection, paragraph, subparagraph, and so on.

Figure: 16 TAC §34.10(g)

	\$250	\$	500	\$1,000			
Failure to Display License or Permit	§§11.04 and 61.01	Permit Minor in Package Store	§109.53	Open Saloon - Sale to Non-Member	§§32.01(a), 32.17 (a)(1) and 32.17 (b)		
Failure to Timely File Monthly Report	§§201.075 (DS & Wine), 203.13 (Malt Bev)	Cash Law	§§61.73 and 102.31; Rule 45.131	Conspiracy to Receive Unlawful Benefit	§104.03		
Failure to Pay State Franchise Tax	§§11.61(b)(5), 61.712	Credit Law	§102.32; Rule 45.130	Inducement	§§102.04 (b)(6);102.07 (a)(8); 102.12; 108.06; Rule 45.110		
Failure to Pay State Hotel Tax	§§11.61(b)(5), 61.712	Private Club - Storage of Alco. Bev. not Owned by Members	§32.01(a)(1); Rule 41.56	Unlawful Agreement	§102.16		
Failure to Maintain Acceptable Gross Receipts or Sales Tax Bond	§28.17	Inspection Refusal	§32.12	Illegal Contract/Alternatin g Brewing/Manufact uring	§62.14		
Failure to Maintain Acceptable Alco. Bev. Excise Tax Bond	§§204.0103	Maintaining a Noisy Establishment	§11.61(b)(9)	Illegal Contract Distilling - Spirits	§§11.06; 14.01		
Failure to Maintain Acceptable Conduct Surety Bond	§§11.11(a)(2), 61.13; Rule 33.41	Maintaining an Unsanitary Establishment	§11.61(b)(9)	Refilling Distilled Spirits Bottle on Licensed Premise	§28.08		
Failure to Report Corporate Change	§28.04 and Rule 33.94	Brand Substitution w/o Customer Consent	§§28.081;104.04; 61.74(a)(13)	Permitting Removal of Alco. Bev. from Premise	§§28.10, 32.17(a)(4)		

	\$250	\$	500	\$1,000				
Possession of Unauthorized Alco. Bev.	§§25.09, 26.01(a), 69.12, 71.04	Poss. of Distilled Spirits w/o ID Stamp (Local Dist. Stamp)	§§28.15(a); 32.20(a)	Sell/Deliver Alco. Bev. while under Suspension	§11.68			
Failure to Maintain Acceptable State Sales Tax Bond	§11.61(b)(8)	Failure to Invalidate ID Stamps	§28.09(a); Rule 41.60(h)	Operating without Required License or Permit	§§11.01, 61.01			
Failure to Pay State Sales Tax	§§11.61(c)(2), 61.712	Mixed Bev. – Possession of Un- invoiced/Unaut horized Alco. Bev.	§28.06 (a), (b)	Permit Consumption of Malt Beverage at Off- Premise Location	§71.01			
Failure to Pay or Report Mixed Bev. Gross Receipts or Sales Tax	§§11.61(b)(5), 61.712	Possession of Alco. Bev. Unfit for Consumption	§103.07	Store Alco. Bev. Off Licensed Premise	§§69.10, 71.06			
Failure to Maintain Performance Bond	§§11.61(b)(8), 61.71(a)(l)	Sell/Deliver Alco. Bev. in Open Container	§§22.11, 24.10	False/Misleading Statement in Application, Document, Report Etc.	§§11.46 (a)(4), 11.61(b)(4), 61.43(a)(4), and/or 61.71(a)(4) and (11)			
Failure to Timely Provide Records	§§5.32, 5.44 (a)(6); Rule 41.2	Acquired Alco. Bev. from Another Retailer	§§69.09, 71.05	Illegal Interior Signage	§61.74(a)(1); Rule 45.113(d)			
Failure to Maintain or Properly Document Invoices	§5.32; Rule 41.2	Purchase of Alco. Bev. while on Delinquent List	§102.32; Rule 45.130(g)	Prohib. Relationship with Different Levels of Industry	§§102.01; 102.07; 102.15			
Failure to Operate under the Required Tradename	§§61.05, 108.52(c)	Consignment Sale of Alco. Bev.	§§102.07(a)(4); 61.71(a)(8)	Sale to Respondent on Delinquent List	§102.32(d); Rule 45.130(f)			

	\$250	\$	500	\$	1,000
Outdoor Advertising Violation	Code Chapter 108	Sale away from Licensed Premise	§§11.06, 61.06, 32.17(a)(4)	No Permanent Food Service Facility at Addressed Location	§§25.13, 28.18, 32.23, 69.16; Rule 33.5(c)
Failure to Post Required Sign	§§11.042, 26.05, 61.111, 71.10, 104.07; Rule 31.4	On-Premises Promotions	Rule 45.103	Ineffective Instruction	Rules 50.3(e), 50.4(b), 50.5(b)
Food & Bev. Permit Holder: Incomplete / Missing Records	§5.32; Rule 33.5 (f), (k)	Session Class Size Exceeds 50	Rules 50.6(a), 50.26(b)(1), (b)(17)	Illegal Sampling / Tasting Event	§§16.01(c), 24.12, 26.08, 37.01
Failure to Complete or File Excise Tax Report	§5.32, Rule Ch. 41, Subch. C	Failure to Place Retailer on Delinquent List	Rule 45.130	Program Taught by Uncertified Trainer	Rule 50.25(c)
Failure to Meet Trainer Certification Requirements	Rule 50.26(b)	Failure to Report Cash Law Violation	§102.31(c); Rule 45.131(e)	In-House Program Certified Non- Employees	Rule 50.8
Failure to Properly Issue Trainee Certificates	Rule 50.9(b), (c)	Failure to Report Credit Law Violation	§102.32(d); Rule 45.130(e)	Exclusive Outlet	§§102.13, 109.08
Failure to Properly Schedule/Cancel Training Session	Rule 50.10(a), (b)	Transporting w/o Required Invoice	§§22.08, 23.04, 24.04; Rule 41.14	Commercial Bribery	§102.12
Failure to Meet Testing Requirements	Rule 50.26(b)(19)	Records Incomplete or Missing	§32.13; Rule 41.6	Prohibited Interest	§§22.06, 51.06, 102.03,102.04, 102.09, 102.10, 102.11, 102.18
Failure to Meet Requirements- Sch/Pgm Certification	Rule 50.13	Membership/ Membership Committee Violations	§§32.09, 32.16; Rules 41.51, 41.56	Unauthorized Manufacturing/ Brewing Activity	§§11.01, 61.01

	\$250	\$	500	\$	1,000
Failure to Properly Prepare/File Session Reports	Rule 50.10(e)	Improper Financial Transactions	§32.06; Rules 41.53, 41.54	Transporting Liquor w/out Required Transport Permit	§§11.01, 41.01, 43.03
<u>Delinquent</u> <u>Wholesaler</u>	§102.33; Rule 45.132	No Written Consent to Scan DL/ID	§109.61(b); Rules 41.51(f), 41.56	Unauthorized Sale/Brew Products for On-Premise Consumption	§62.12, 62.122
		Adequate Food Service Not Available	Rule 33.5(c)	Place / Manner - Violated Waiver Order	§§11.61(b)(7), 61.71(a)(17); Rule 34.3
		Food Items Not Prepared/ Assembled on Premises	Rule 33.5(c)	Place / Manner - Over Serving	§§11.61(b)(7), 32.17(a)(8), 61.71(a)(17); Rule 34.3
		Alcohol Sale Hours beyond Food Sale Hours	Rule 33.5(d)	Place / Manner - Assaultive Offenses	§§11.61(b)(7), 32.17(a)(8), 61.71 (a)(17); Rule 34.3
		Engage in Promotional Activity w/o License/Permit	§§35.01, 36.01, 50.001		
		Illegal Stocking/ Shelving/ Product Rotation	§102.20; Rule 45.109		
		Unauthorized Market Research	§§102.07, 108.06; Rule 45.113(b)(4)		
		Unauthorized Sweepstakes Contest	§§102.07(e), 108.061; Rule 45.106		

\$250	\$	500	\$1,000
	Unauthorized Coupon	§§102.07(d), 108.06; Rule 45.113	
	Failed to Meet Labeling Requirements	§§37.07, 101.67	
	Illegal Bar Spending	§§102.07(g)(2), 102.15(b)(2); Rules 45.113, 45.117	
	Illegal Refund/ Exchange by Wholesaler/ Distributor	§§11.61(b)(2), 61.74(a)(1), 104.05(d), (e)	
	Possess/ Transport/ Store Illicit Beverage	§103.01	
	Food Service Not Available/ Adequate (Private Club)	§32.03(g); Rule 41.55	
	Failure to Maintain ID Stamp Reports	Rule 41.60	
	Possess Un- Affixed ID Stamps	§§28.151, 32.201	
	Unauthorized Repackaging of Alco. Bev.	§104.05	
	Unauthorized Breakdown & Sale of Alco. Bev. Co-packs	§§102.07(a)(5), 108.035; Rule 45.120(c)	

\$250	\$	500	\$1,000
	Unauthorized Sale of Alco. Bev. to a Retailer	§§23.01(a)(2), 24.01(a)(2), 25.01(a)(1), 26.01(a), 69.01, 71.01.	
	Alco. bev. not in tamper- proof container	§§28.1001(a)(2)(C), 32.155(a)(2); Rule 41.16	

Figure: 19 TAC §4.402(a)(2)(C)

TEXAS FIRST EARLY HIGH SCHOOL COMPLETION PROGRAM Subject Area Assessments and Benchmarks

	WS	730	:	1	1	3	20	4	1	1			P (Pass) 101, 102, or 201
	LANGUAGE OTHER THAN ENGLISH SUBJECT AREA World language or Computer Science	SAT ST	:	:	:	AP ST	CLEP ST	Language Acquisition ST	1	ı	:		
	MS	069	22	:	18	3	50	4	:	:	165		
narks	SOCIAL STUDIES SUBJECT AREA History, Government, Economics, Psychology, or other social studies	SAT ST	Reading	:	Reading	AP ST	CLEP ST	Individuals and Societies ST	-	:	Social Studies		
id benciii	MS	700	23	:	20	3	50	4		1	165		
Subject Area Assessments and benchmarks	SCIENCE SUBJECT AREA Biology, Physics, Chemistry, or other science	SAT ST	Science	:	Science	AP ST	CLEP ST	Sciences ST	1	:	Science		
r Area A	MS	530	22	510	19	3	50	4	450	950	165		
afanc	MATH SUBJECT AREA	Math	Math	Math	Math	Math	Math	Math	Math	Math	Math		
	MS	480	18	460	19	3	50	4	351 +4E	945 ± 5E	165		
	ENGLISH SUBJECT AREA	EBRW	English	EBRW	English	English	English	Language/ Literature	Reading	ELAR	English		
	ASSESSMENT INSTRUMENT	SAT	ACT	PSAT/NMSQT	ACT – Plan	AP	CLEP	IB	TSIA	TSIA2	GED	!	FIATS

Gray Column indicates minimum score (MS) ST = Subject Test E= Essay

Figure: 19 TAC §13.129(b)

Length of Class Term in Weeks	Last Class Day for 70 Percent Refund	Last Class Day for 25 Percent Refund
2 or less	2	n/a
3	3	4
4	4	5
5	5	6
6	5	7
7	7	9
8	8	10
9	9	11
10	9	12
11	10	14
12	12	15
13	13	16
14	13	17
15	14	19
16 or more	15	20

Figure 1: 19 TAC Chapter 235, Subchapters F and G - Preamble

Date	SBEC Action
July 2022	 SBEC approved the Bilingual Special Education Educator Standards Advisory Committee
February 2024	 SBEC adopted Bilingual Special Education: EC-12 as a new certificate category in Ch. 233 SBEC adopted certification exam requirements in Ch. 230 SBEC adopted preparation program requirements in Ch. 228
February 2025	SBEC adopted rules that would update the list of SBEC-issued Special Education certificates allowable for an assignment of Special Education Teacher in Ch. 231

Figure 2: 19 TAC Chapter 235, Subchapters F and G - Preamble

Standards	Current Subchapter and Section	Proposed Action	New Subchapter and Section
English as a Second Language Standards	Subchapter F, §235.115	Repeal and move standards to proposed new Subchapter F; no change in section number	New Subchapter F, §235.115
Bilingual Spanish Standards	Subchapter F, §235.117	Repeal and move standards to proposed new Subchapter F; no change in section number	New §235.117
Special Education Standards: Early Childhood-Grade 6	Subchapter G, §235.131	Repeal and move standards to proposed new Subchapter F; no change in section number	New §235.131
Special Education Standards: Grades 6- 12	Subchapter G, §235.133	Repeal and move standards to proposed new Subchapter F, §235.131	New Subchapter F, New §235.131
Deafblind Standards: Early Childhood- Grade 12	Subchapter G, §235.135	Repeal and move standards to proposed new Subchapter F; no change in section number	New Subchapter F, New §235.135
Bilingual Special Education Standards	New standards; not previously adopted in rule	Include in proposed new Subchapter F	New Subchapter F, New §235.137

IN______ ADDITION

The Texas Register is required by statute to publish certain documents, including applications to purchase control of state banks, notices of rate ceilings issued by the Office of Consumer Credit Commissioner, and consultant proposal requests and

awards. State agencies also may publish other notices of general interest as space permits.

Office of the Attorney General

Texas Health and Safety Code and Texas Water Code Settlement Notice

The State of Texas gives notice of the following proposed resolution of an environmental enforcement action under the Texas Health and Safety Code and the Texas Water Code. Before the State may enter into a voluntary settlement agreement, pursuant to section 7.110 of the Texas Water Code, the State shall permit the public to comment in writing. The Attorney General will consider any written comments and may withdraw or withhold consent to the proposed agreement if the comments disclose facts or considerations indicating that consent is inappropriate, improper, inadequate, or inconsistent with the requirements of the law.

Case Title and Court: *Harris County, Texas and the State of Texas, a Necessary and Indispensable Party v. Metro Ready Mix Limited Company*; Cause No. 2024-37145; in the 113th District Court of Harris County, Texas.

Background: Defendant Metro Ready Mix Limited Company operates a concrete batch plant, located at 5421 Schurmier Road, Houston, Texas 77048 (the Facility), in a manner that did not comply with various state environmental laws, regulations, and local code provisions. Harris County, Texas filed suit against Defendants for violations of the Texas Clean Air Act, the Texas Water Code, related state regulations, and local code provisions. The State of Texas, acting on behalf of the Texas Commission on Environmental Quality, joined the lawsuit as a necessary and indispensable party. The State, Harris County, and Metro Ready Mix Limited Company have reached a mediation agreement to resolve the pending claims against the defendant.

Proposed Settlement: The State, Harris County, and Metro Ready Mix Limited Company propose an Agreed Final Judgment that awards the State and Harris County the following monetary judgments against Metro Ready Mix Limited Company: \$40,000.00 in civil penalties for the state-law claims, to be split equally between the State and Harris County, and \$2,000.00 in attorney's fees to the State.

For a complete description of the proposed settlement, the Agreed Final Judgment should be reviewed in its entirety. Requests for copies of the proposed judgment and settlement, and written comments on the same, should be directed to Claudia Gutierrez, Assistant Attorney General, Office of the Texas Attorney General, P.O. Box 12548, MC-066, Austin, Texas 78711-2548, (512) 463-2012, facsimile (512) 320-0911, email: Claudia.gutierrez@oag.texas.gov. Written comments must be received within 30 days of publication of this notice to be considered.

TRD-202503522
Justin Gordon
General Counsel
Office of the Attorney General
Filed: October 1, 2025

Texas Water Code and Texas Health and Safety Code Settlement Notice The State of Texas gives notice of the following proposed resolution of an environmental enforcement action under the Texas Water Code and the Texas Health and Safety Code. Before the State may enter into a voluntary settlement agreement, pursuant to Section 7.110 of the Texas Water Code, the State shall permit the public to comment in writing. The Attorney General will consider any written comments and may withdraw or withhold consent to the proposed agreement if the comments disclose facts or considerations indicating that consent is inappropriate, improper, inadequate, or inconsistent with the requirements of the law.

Case Title and Court: State of Texas v. B.V.S. Construction, Inc.; and Elaine Palasota, as Executrix of the Estate of Ricky J. Palasota, Sr.; Cause No. D-1-GN-22-005452, 201st Judicial District, Travis County, Texas.

Background: The State filed suit against B.V.S. Construction, Inc. and Elaine Palasota, as Executrix of the Estate of Ricky J. Palasota, Sr., as owners and operators of a concrete batch plant in College Station, Brazos County, and formerly of a sand and gravel surface mining facility in Milam County. The State alleges unauthorized industrial stormwater discharges at both facilities and failure to clean up an oil spill at the concrete plant, in violation of the Texas Water Code, rules promulgated by the Texas Commission on Environmental Quality (TCEQ), and a TCEQ administrative order.

Proposed Settlement: This settlement is between the State and B.V.S. Construction, Inc. and Elaine Palasota, as Executrix of the Estate of Ricky J. Palasota, Sr. It includes injunctive provisions that order defendants to completely cleanup the oil spill, conduct proper determination, assessment, and remediation of the affected area, and comply with applicable TCEQ rules. It also assesses against B.V.S. Construction, Inc. civil penalties of \$360,000.00; attorney's fees of \$110,000.00; and unpaid administrative penalties of \$6,561.00.

For a complete description of the proposed settlement, the Agreed Final Judgment and Permanent Injunction should be reviewed in its entirety. Requests for copies of the proposed judgment and settlement, and written comments on the same, should be directed to Jake Marx, Assistant Attorney General, Office of the Attorney General of Texas, P.O. Box 12548, MC 066, Austin, Texas 78711-2548, (512) 463-2012, facsimile (512) 320-0911, email: Jake.Marx@oag.texas.gov. Written comments must be received within 30 days of publication of this notice to be considered.

TRD-202503502
Justin Gordon
General Counsel
Office of the Attorney General
Filed: September 30, 2025

Office of Consumer Credit Commissioner

Notice of Rate Ceilings

The Consumer Credit Commissioner of Texas has ascertained the following rate ceilings by use of the formulas and methods described in §303.003, §303.005, and §303.009, Texas Finance Code.

The weekly ceiling as prescribed by \$303.003 and \$303.009 for the period of 10/06/25-10/12/25 is 18.00% for consumer redit.

The weekly ceiling as prescribed by §303.003 and §303.009 for the period of 10/06/25-10/12/25 is 18.00% for commercial² credit.

The monthly ceiling as prescribed by $\S 303.005^3$ and $\S 303.009$ for the period of 10/01/25-10/31/25 is 18.00%.

- ¹ Credit for personal, family, or household use.
- ² Credit for business, commercial, investment, or other similar purpose.
- ³ Only for variable rate commercial transactions, as provided by §303.004(a).

TRD-202503505 Leslie Pettijohn Commissioner

Office of Consumer Credit Commissioner

Filed: October 1, 2025

Commission on State Emergency Communications

Notice Concluding Annual Review of 1 TAC §255.4

The Commission on State Emergency Communications (CSEC) published notice of its annual review of the definitions of the terms "local exchange access line" and "equivalent local exchange access line" in §255.4 in the August 15, 2025, issue of the *Texas Register* (50 TexReg 5351).

CSEC is required by Health and Safety Code §771.063 to adopt by rule the foregoing definitions and to annually review the definitions "to address technical and structural changes in the provision of telecommunications and data services."

No comments were received regarding CSEC's notice of annual review.

CSEC has determined not to propose amendments to the definitions in §255.4, and to leave in effect the rule as previously adopted by CSEC in September 2007.

This concludes CSEC's annual review of §255.4.

TRD-202503469 Kenny Moreland General Counsel

Commission on State Emergency Communications

Filed: September 26, 2025

Texas Commission on Environmental Quality

Agreed Orders

The Texas Commission on Environmental Quality (TCEQ, agency, or commission) staff is providing an opportunity for written public comment on the listed Agreed Orders (AOs) in accordance with Texas Water Code (TWC), §7.075. TWC, §7.075 requires that before the commission may approve the AOs, the commission shall allow the public an opportunity to submit written comments on the proposed AOs. TWC, §7.075 requires that notice of the proposed orders and the opportunity to comment must be published in the *Texas Register* no later than the 30th day before the date on which the public comment period closes, which in this case is **November 10, 2025**. TWC, §7.075 also requires that the commission promptly consider any written comments received and that the commission may withdraw or withhold approval of an AO if a comment discloses facts or considerations that

indicate that consent is inappropriate, improper, inadequate, or inconsistent with the requirements of the statutes and rules within the commission's jurisdiction or the commission's orders and permits issued in accordance with the commission's regulatory authority. Additional notice of changes to a proposed AO is not required to be published if those changes are made in response to written comments.

A physical copy of each proposed AO is available for public inspection at both the commission's central office, located at 12100 Park 35 Circle, Building C, 1st Floor, Austin, Texas 78753, (512) 239-2545 and at the applicable regional office listed Additionally, copies of the proposed AO can be as follows. found online by using either the Chief Clerk's eFiling System at https://www.tceq.texas.gov/goto/efilings or the TCEQ Commissioners' Integrated Database at https://www.tceq.texas.gov/goto/cid, and searching either of those databases with the proposed AO's identifying information, such as its docket number. Written comments about an AO should be sent to the enforcement coordinator designated for each AO at the commission's central office at Enforcement Division, MC 128, P.O. Box 13087, Austin, Texas 78711-3087 and must be postmarked by 5:00 p.m. on November 10, 2025. Written comments may also be sent to the enforcement coordinator by email to ENF-COMNT@tceq.texas.gov or by facsimile machine at (512) 239-2550. The commission enforcement coordinators are available to discuss the AOs and/or the comment procedure at the listed contact information: however, TWC, §7.075 provides that comments on the AOs shall be submitted to the commission in writing.

- (1) COMPANY: 122nd & Frankford / Discount Shop Rentals, Inc.; DOCKET NUMBER: 2025-0674-PWS-E; IDENTIFIER: RN106514029; LOCATION: Lubbock, Lubbock County; TYPE OF FACILITY: public water supply; PENALTY: \$1,250; ENFORCE-MENT COORDINATOR: Savannah Jackson, (512) 239-4306; REGIONAL OFFICE: 12100 Park 35 Circle, Austin, Texas 78753, CENTRAL OFFICE AUSTIN.
- (2) COMPANY: Aqua Texas, Inc.; DOCKET NUMBER: 2021-1133-MWD-E; IDENTIFIER: RN101518926; LOCATION: Granite Shoals, Burnet County; TYPE OF FACILITY: wastewater treatment facility; PENALTY: \$49,875; ENFORCEMENT COORDINATOR: Harley Hobson, (512) 239-1337; REGIONAL OFFICE: 12100 Park 35 Circle, Austin, Texas 78753, CENTRAL OFFICE AUSTIN.
- (3) COMPANY: Aqua Texas, Inc.; DOCKET NUMBER: 2025-0418-PWS-E; IDENTIFIER: RN102677804; LOCATION: Fort Worth, Tarrant County; TYPE OF FACILITY: public water supply; PENALTY: \$2,309; ENFORCEMENT COORDINATOR: Katherine McKinney, (512) 239-2545; REGIONAL OFFICE: 12100 Park 35 Circle, Austin, Texas 78753, CENTRAL OFFICE AUSTIN.
- (4) COMPANY: ArcelorMittal Texas HBI LLC; DOCKET NUMBER: 2019-1114-AIR-E; IDENTIFIER: RN106597875; LOCATION: Portland, San Patricio County; TYPE OF FACILITY: direct reduced iron/hot briquetting iron production plant; PENALTY: \$319,354; ENFORCEMENT COORDINATOR: Yuliya Dunaway, (210) 403-4077; REGIONAL OFFICE: 14250 Judson Road, San Antonio, Texas 78233-4480, REGION 13 SAN ANTONIO.
- (5) COMPANY: City of Bryson; DOCKET NUMBER: 2025-0457-PWS-E; IDENTIFIER: RN101399699; LOCATION: Bryson, Jack County; TYPE OF FACILITY: public water supply; PENALTY: \$60; ENFORCEMENT COORDINATOR: Deshaune Blake, (210) 403-4033; REGIONAL OFFICE: 14250 Judson Road, San Antonio, Texas 78233-4480, REGION 13 SAN ANTONIO.
- (6) COMPANY: City of Frost; DOCKET NUMBER: 2023-1642-MWD-E; IDENTIFIER: RN103138228; LOCATION: Frost, Navarro County; TYPE OF FACILITY: wastewater treatment facility;

- PENALTY: \$50,375; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$50,375; ENFORCEMENT COORDINATOR: Samantha Smith, (512) 239-2099; REGIONAL OFFICE: 5425 Polk Street, Suite H, Houston, Texas 77023-1452, REGION 12 HOUSTON.
- (7) COMPANY: City of Garden Ridge; DOCKET NUMBER: 2023-1458-MLM-E; IDENTIFIER: RN105569768; LOCATION: San Antonio, Comal County; TYPE OF FACILITY: municipal separate storm sewer system; PENALTY: \$2,225; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$1,780; ENFORCEMENT COORDINATOR: Mistie Gonzales, (254) 761-3056; REGIONAL OFFICE: 6801 Sanger Avenue, Suite 2500, Waco, Texas 76710-7826, REGION 09 WACO.
- (8) COMPANY: City of Goree; DOCKET NUMBER: 2020-0490-MWD-E; IDENTIFIER: RN102187150; LOCATION: Goree, Knox County; TYPE OF FACILITY: wastewater treatment facility; PENALTY: \$19,500; ENFORCEMENT COORDINATOR: Samantha Smith, (512) 239-2099; REGIONAL OFFICE: 5425 Polk Street, Suite H, Houston, Texas 77023-1452, REGION 12 HOUSTON.
- (9) COMPANY: City of Nacogdoches; DOCKET NUMBER: 2022-0306-PWS-E; IDENTIFIER: RN101264778; LOCATION: Nacogdoches, Nacogdoches County; TYPE OF FACILITY: public water supply; PENALTY: \$100,035; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$80,029; ENFORCEMENT COORDINATOR: Ryan Byer, (512) 239-2571; REGIONAL OFFICE: 12100 Park 35 Circle, Austin, Texas 78753, CENTRAL OFFICE AUSTIN.
- (10) COMPANY: City of Shepherd; DOCKET NUMBER: 2023-0433-MWD-E; IDENTIFIER: RN101916666; LOCATION: Shepherd, San Jacinto County; TYPE OF FACILITY: wastewater treatment facility; PENALTY: \$25,425; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$20,340; ENFORCEMENT COORDINATOR: Mistie Gonzales, (254) 761-3056; REGIONAL OFFICE: 6801 Sanger Avenue, Suite 2500, Waco, Texas 76710-7826, REGION 09 WACO.
- (11) COMPANY: Colt G & P (North Texas) L.P.; DOCKET NUMBER: 2024-1661-AIR-E; IDENTIFIER: RN100226414; LOCATION: Springtown, Parker County; TYPE OF FACILITY: gas processing plant; PENALTY: \$15,250; ENFORCEMENT COORDINATOR: Morgan Kopcho, (512) 239-4167; REGIONAL OFFICE: 14250 Judson Road, San Antonio, Texas 78233-4480, REGION 13 SAN ANTONIO.
- (12) COMPANY: DCP Operating Company, LP; DOCKET NUMBER: 2024-0986-AIR-E; IDENTIFIER: RN100209329; LOCATION: Imperial, Crane County; TYPE OF FACILITY: oil and gas production facility; PENALTY: \$12,688; ENFORCEMENT COORDINATOR: Michael Wilkins, (325) 698-6134; REGIONAL OFFICE: 1977 Industrial Boulevard, Abilene, Texas 79602-7833, REGION 03 ABILENE.
- (13) COMPANY: Equistar Chemicals, LP; DOCKET NUMBER: 2024-0274-AIR-E; IDENTIFIER: RN100210319; LOCATION: La Porte, Harris County; TYPE OF FACILITY: plastics material and resin manufacturing plant; PENALTY: \$15,000; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$7,500; ENFORCEMENT COORDINATOR: Krystina Sepulveda, (956) 430-6045; REGIONAL OFFICE: 1804 West Jefferson Avenue, Harlingen, Texas 78550-5247, REGION 15 HARLINGEN.
- (14) COMPANY: Gulf Coast Growth Ventures LLC; DOCKET NUMBER: 2024-1897-AIR-E; IDENTIFIER: RN109753731; LOCATION: Gregory, San Patricio County; TYPE OF FACILITY: chemical manu-

- facturing plant; PENALTY: \$4,875; ENFORCEMENT COORDINATOR: Amy Cox, (512) 239-4631; REGIONAL OFFICE: 12100 Park 35 Circle, Austin, Texas 78753, CENTRAL OFFICE AUSTIN.
- (15) COMPANY: Holiday Beach Water Supply Corporation; DOCKET NUMBER: 2025-0895-PWS-E; IDENTIFIER: RN101459543; LOCATION: Rockport, Aransas County; TYPE OF FACILITY: public water supply; PENALTY: \$675; ENFORCEMENT COORDINATOR: Ilia Perez Ramirez, (512) 239-2556; REGIONAL OFFICE: 5425 Polk Street, Suite H, Houston, Texas 77023-1452, REGION 12 HOUSTON.
- (16) COMPANY: INEOS USA LLC; DOCKET NUMBER: 2023-0132-AIR-E; IDENTIFIER: RN100238708; LOCATION: Alvin, Brazoria County; TYPE OF FACILITY: chemical manufacturing plant; PENALTY: \$36,875; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$14,750; ENFORCEMENT COORDINATOR: Caleb Martin, (512) 239-2091; REGIONAL OFFICE: 5425 Polk Street, Suite H, Houston, Texas 77023-1452, REGION 12 HOUSTON.
- (17) COMPANY: Indigo Mart LLC; DOCKET NUMBER: 2024-0517-MWD-E; IDENTIFIER: RN105092308; LOCATION: Quitman, Wood County; TYPE OF FACILITY: wastewater treatment facility; PENALTY: \$5,025; ENFORCEMENT COORDINATOR: Samantha Smith, (512) 239-2099; REGIONAL OFFICE: 5425 Polk Street, Suite H, Houston, Texas 77023-1452, REGION 12 HOUSTON.
- (18) COMPANY: JGE Gas Solutions, LP; DOCKET NUMBER: 2024-1384-IWD-E; IDENTIFIER: RN100237502; LOCATION: Longview, Gregg County; TYPE OF FACILITY: natural gas compression, treating, and recovery facility; PENALTY: \$92,890; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$46,445; ENFORCEMENT COORDINATOR: Samantha Smith, (512) 239-2099; REGIONAL OFFICE: 5425 Polk Street, Suite H, Houston, Texas 77023-1452, REGION 12 HOUSTON.
- (19) COMPANY: Lazbuddie Independent School District; DOCKET NUMBER: 2025-0267-PWS-E; IDENTIFIER: RN102327178; LOCATION: Lazbuddie, Parmer County; TYPE OF FACILITY: public water supply; PENALTY: \$52; ENFORCEMENT COORDINATOR: Wyatt Throm, (512) 239-1120; REGIONAL OFFICE: 12100 Park 35 Circle, Austin, Texas 78753, CENTRAL OFFICE AUSTIN.
- (20) COMPANY: Midway Water Utilities, Inc.; DOCKET NUMBER: 2025-0429-PWS-E; IDENTIFIER: RN102687688; LOCATION: Humble, Harris County; TYPE OF FACILITY: public water supply; PENALTY: \$1,000; ENFORCEMENT COORDINATOR: Emerson Rinewalt, (512) 239-1131; REGIONAL OFFICE: 12100 Park 35 Circle, Austin, Texas 78753, CENTRAL OFFICE AUSTIN.
- (21) COMPANY: Noble Energy, Inc.; DOCKET NUMBER: 2024-0512-AIR-E; IDENTIFIER: RN109642165; LOCATION: Pecos, Reeves County; TYPE OF FACILITY: oil and gas processing facility; PENALTY: \$3,001; ENFORCEMENT COORDINATOR: Caleb Martin, (512) 239-2091; REGIONAL OFFICE: 5425 Polk Street, Suite H, Houston, Texas 77023-1452, REGION 12 HOUSTON
- (22) COMPANY: OXY USA WTP LP; DOCKET NUMBER: 2024-1178-AIR-E; IDENTIFIER: RN100216415; LOCATION: Kermit, Winkler County; TYPE OF FACILITY: water pump station; PENALTY: \$3,750; ENFORCEMENT COORDINATOR: Caleb Martin, (512) 239-2091; REGIONAL OFFICE: 5425 Polk Street, Suite H, Houston, Texas 77023-1452, REGION 12 HOUSTON.
- (23) COMPANY: ROA Investors, LLC; DOCKET NUMBER: 2025-0344-PWS-E; IDENTIFIER: RN103134987; LOCATION:

Weimar, Colorado County; TYPE OF FACILITY: public water supply; PENALTY: \$2,800; ENFORCEMENT COORDINATOR: Tessa Bond, (512) 239-1269; REGIONAL OFFICE: 12100 Park 35 Circle, Austin, Texas 78753, CENTRAL OFFICE - AUSTIN.

(24) COMPANY: Rohm and Haas Texas Incorporated; DOCKET NUMBER: 2024-0383-AIR-E; IDENTIFIER: RN100223205; LOCATION: Deer Park, Harris County; TYPE OF FACILITY: chemical manufacturing plant; PENALTY: \$16,800; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$8,400; ENFORCEMENT COORDINATOR: Caleb Martin, (512) 239-2091; REGIONAL OFFICE: 5425 Polk Street, Suite H, Houston, Texas 77023-1452, REGION 12 - HOUSTON.

(25) COMPANY: Texas Transeastern, Inc.; DOCKET NUMBER: 2025-0131-PST-E; IDENTIFIER: RN106856883; LOCATION: Pasadena, Harris County; TYPE OF FACILITY: common carrier; PENALTY: \$6,185; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$2,474; ENFORCEMENT COORDINATOR: Celicia Garza, (210) 657-8422; REGIONAL OFFICE: 14250 Judson Road, San Antonio, Texas 78233-4480, REGION 13 - SAN ANTONIO.

(26) COMPANY: Texas Water Utilities, L.P.; DOCKET NUMBER: 2025-0498-PWS-E; IDENTIFIER: RN101186179; LOCATION: Baytown, Harris County; TYPE OF FACILITY: public water supply; PENALTY: \$4,500; ENFORCEMENT COORDINATOR: Ilia Perez Ramirez, (512) 239-2556; REGIONAL OFFICE: 5425 Polk Street, Suite H, Houston, Texas 77023-1452, REGION 12 - HOUSTON.

(27) COMPANY: The Premcor Refining Group Inc.; DOCKET NUMBER: 2024-0289-AIR-E; IDENTIFIER: RN102584026; LOCATION: Port Arthur, Jefferson County; TYPE OF FACILITY: petroleum refinery; PENALTY: \$11,175; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$4,470; ENFORCEMENT COORDINATOR: Krystina Sepulveda, (956) 430-6045; REGIONAL OFFICE: 1804 West Jefferson Avenue, Harlingen, Texas 78550-5247, REGION 15 - HARLINGEN.

(28) COMPANY: Timpson Rural Water Supply Corporation; DOCKET NUMBER: 2025-0547-PWS-E; IDENTIFIER: RN101200111; LOCATION: Timpson, Shelby County; TYPE OF FACILITY: public water supply; PENALTY: \$50; ENFORCEMENT COORDINATOR: Tessa Bond, (512) 239-1269; REGIONAL OFFICE: 12100 Park 35 Circle, Austin, Texas 78753, CENTRAL OFFICE - AUSTIN.

(29) COMPANY: Tokai Carbon CB Ltd.; DOCKET NUMBER: 2024-0307-AIR-E; IDENTIFIER: RN100226026; LOCATION: Big Spring, Howard County; TYPE OF FACILITY: carbon black production plant; PENALTY: \$6,001; ENFORCEMENT COORDINATOR: Krystina Sepulveda, (956) 430-6045; REGIONAL OFFICE: 1804 West Jefferson Avenue, Harlingen, Texas 78550-5247, REGION 15 - HARLINGEN.

(30) COMPANY: Trinity River Authority of Texas; DOCKET NUMBER: 2024-1833-MWD-E; IDENTIFIER: RN102655560; LOCATION: Dallas, Dallas County; TYPE OF FACILITY: wastewater treatment facility; PENALTY: \$20,250; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$20,250; ENFORCEMENT COORDINATOR: Harley Hobson, (512) 239-1337; REGIONAL OFFICE: 12100 Park 35 Circle, Austin, Texas 78753, CENTRAL OFFICE - AUSTIN.

(31) COMPANY: University of Texas Medical Branch at Galveston; DOCKET NUMBER: 2022-1165-AIR-E; IDENTIFIER: RN101921138; LOCATION: Galveston, Galveston County; TYPE OF FACILITY: hospital with a medical research facility; PENALTY:

\$55,100; ENFORCEMENT COORDINATOR: Amy Cox, (512) 239-4631; REGIONAL OFFICE: 12100 Park 35 Circle, Austin, Texas 78753, CENTRAL OFFICE - AUSTIN.

(32) COMPANY: Westwood Shores Municipal Utility District; DOCKET NUMBER: 2022-0281-MWD-E; IDENTIFIER: RN102916426; LOCATION: Trinity, Trinity County; TYPE OF FACILITY: wastewater treatment facility; PENALTY: \$14,500; SUPPLEMENTAL ENVIRONMENTAL PROJECT OFFSET: \$11,600; ENFORCEMENT COORDINATOR: Samantha Smith, (512) 239-2099; REGIONAL OFFICE: 5425 Polk Street, Suite H, Houston, Texas 77023-1452, REGION 12 - HOUSTON.

TRD-202503495

Gitanjali Yadav

Deputy Director, Litigation Division

Texas Commission on Environmental Quality

Filed: September 30, 2025

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Enforcement Orders

An agreed order was adopted regarding Beau Ray, Inc, Docket No. 2022-1299-PWS-E on September 30, 2025, assessing \$1,872 in administrative penalties with \$374 deferred. Information concerning any aspect of this order may be obtained by contacting Ronica Rodriguez Scott, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding TCW SUPPLY, INC., Docket No. 2023-0554-MLM-E on September 30, 2025, assessing \$4,863 in administrative penalties with \$972 deferred. Information concerning any aspect of this order may be obtained by contacting Emerson Rinewalt, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Munir Ahmad Munawar, Docket No. 2023-1162-PST-E on September 30, 2025, assessing \$5,208 in administrative penalties with \$1,041 deferred. Information concerning any aspect of this order may be obtained by contacting Ramyia Wendt, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Echo Environmental Holdings, LLC, Docket No. 2023-1299-IHW-E on September 30, 2025, assessing \$1,875 in administrative penalties with \$375 deferred. Information concerning any aspect of this order may be obtained by contacting Karolyn Kent, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding J Martinez Trucking, Inc., Docket No. 2023-1657-WQ-E on September 30, 2025, assessing \$4,140 in administrative penalties with \$828 deferred. Information concerning any aspect of this order may be obtained by contacting Monica Larina, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Nelson Equipment, Ltd., Docket No. 2024-0190-AIR-E on September 30, 2025, assessing \$7,020 in administrative penalties with \$1,404 deferred. Information concerning any aspect of this order may be obtained by contacting Amy Cox, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Boling Municipal Water District, Docket No. 2024-0433-MWD-E on September 30, 2025, assessing \$600 in administrative penalties with \$120 deferred. Information concerning any aspect of this order may be obtained by contacting Samantha Smith, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Loyalty Property Group, LLC, Docket No. 2024-0812-AIR-E on September 30, 2025, assessing \$4,500 in administrative penalties with \$900 deferred. Information concerning any aspect of this order may be obtained by contacting Rajesh Acharya, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding SEMINOLE BUTANE CO., INC., Docket No. 2024-1276-PST-E on September 30, 2025, assessing \$4,742 in administrative penalties with \$948 deferred. Information concerning any aspect of this order may be obtained by contacting Rachel Murray, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding United States Department of the Air Force, Docket No. 2024-1517-PST-E on September 30, 2025, assessing \$6,438 in administrative penalties with \$1,287 deferred. Information concerning any aspect of this order may be obtained by contacting Stephanie McCurley, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Texas Parks and Wildlife Department, Docket No. 2024-1619-MWD-E on September 30, 2025, assessing \$11,812 in administrative penalties with \$2,362 deferred. Information concerning any aspect of this order may be obtained by contacting Kolby Farren, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Kelly Billy, Docket No. 2024-1675-OSS-E on September 30, 2025, assessing \$1,000 in administrative penalties with \$200 deferred. Information concerning any aspect of this order may be obtained by contacting Megan Crinklaw, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Methodist Healthcare System of San Antonio, Ltd., L.L.P., Docket No. 2024-1707-PWS-E on September 30, 2025, assessing \$1,000 in administrative penalties with \$200 deferred. Information concerning any aspect of this order may be obtained by contacting Tessa Bond, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas

An agreed order was adopted regarding Paul Billingsly, LP, Docket No. 2024-1957-WQ-E on September 30, 2025, assessing \$6,563 in administrative penalties with \$1,312 deferred. Information concerning any aspect of this order may be obtained by contacting Megan Crinklaw, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding LEMA MATERIALS, LLC, Docket No. 2025,-0069-WQ-E on September 30, 2025, assessing \$2,725 in administrative penalties with \$545 deferred. Information concerning any aspect of this order may be obtained by contacting Samantha Smith, Enforcement Coordinator at (512) 239-2545, Texas

Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding CANADIAN OIL & GAS CO., L.C., Docket No. 2025,-0092-PWS-E on September 30, 2025, assessing \$950 in administrative penalties with \$190 deferred. Information concerning any aspect of this order may be obtained by contacting Savannah Jackson, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Bottom Line Holding Co, Docket No. 2025,-0104-MWD-E on September 30, 2025, assessing \$8,775 in administrative penalties with \$1,755 deferred. Information concerning any aspect of this order may be obtained by contacting Samantha Smith, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding QUAIL RUN SERVICES, LLC, Docket No. 2025,-0191-MWD-E on September 30, 2025, assessing \$6,100 in administrative penalties with \$1,220 deferred. Information concerning any aspect of this order may be obtained by contacting Kolby Farren, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Eastern Cass Water Supply Corporation, Docket No. 2025,-0200-PWS-E on September 30, 2025, assessing \$61 in administrative penalties with \$12 deferred. Information concerning any aspect of this order may be obtained by contacting Mason DeMasi, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Avalon Water Supply and Sewer Service Corporation, Docket No. 2025,-0247-PWS-E on September 30, 2025, assessing \$50 in administrative penalties with \$10 deferred. Information concerning any aspect of this order may be obtained by contacting Emerson Rinewalt, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Baylor Surgicare at Baylor Plano, LLC dba Baylor Scott & White Surgicare at Plano Alliance, Docket No. 2025,-0257-PST-E on September 30, 2025, assessing \$5,997 in administrative penalties with \$1,199 deferred. Information concerning any aspect of this order may be obtained by contacting Eunice Adegelu, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding FASTBOY COCHRAN ROAD, LLC, Docket No. 2025,-0283-WQ-E on September 30, 2025, assessing \$8,001 in administrative penalties with \$1,600 deferred. Information concerning any aspect of this order may be obtained by contacting Monica Larina, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding OAKHOLLOW MH PARK, LLC, Docket No. 2025,-0305-PWS-E on September 30, 2025, assessing \$50 in administrative penalties with \$10 deferred. Information concerning any aspect of this order may be obtained by contacting Katherine Argueta, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Hannelore Crane dba Country Village Mobile Home Estates, Docket No. 2025,-0353-PWS-E on September 30, 2025, assessing \$125 in administrative penalties with \$25 deferred. Information concerning any aspect of this order may be obtained by contacting Kaisie Hubschmitt, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding KSLIDH, LLC, Docket No. 2025,-0376-PWS-E on September 30, 2025, assessing \$5,474 in administrative penalties with \$1,094 deferred. Information concerning any aspect of this order may be obtained by contacting Claudia Bartley, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Rio Brazos Water Supply Corporation, Docket No. 2025,-0387-PWS-E on September 30, 2025, assessing \$595 in administrative penalties with \$119 deferred. Information concerning any aspect of this order may be obtained by contacting Rachel Frey, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Grand Harbor Water Supply Corporation, Docket No. 2025,-0390-PWS-E on September 30, 2025, assessing \$81 in administrative penalties with \$16 deferred. Information concerning any aspect of this order may be obtained by contacting Kaisie Hubschmitt, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding City of Star Harbor, Docket No. 2025,-0422-PWS-E on September 30, 2025, assessing \$52 in administrative penalties with \$10 deferred. Information concerning any aspect of this order may be obtained by contacting Corinna Willis, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding City of Hamlin, Docket No. 2025,-0428-PWS-E on September 30, 2025, assessing \$50 in administrative penalties with \$10 deferred. Information concerning any aspect of this order may be obtained by contacting Emerson Rinewalt, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding MTX CUSTOM HOMES LLC, Docket No. 2025,-0443-WQ-E on September 30, 2025, assessing \$8,896 in administrative penalties with \$1,779 deferred. Information concerning any aspect of this order may be obtained by contacting Monica Larina, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

An agreed order was adopted regarding Sportsman's World Municipal Utility District, Docket No. 2025,-0454-PWS-E on September 30, 2025, assessing \$625 in administrative penalties with \$125 deferred. Information concerning any aspect of this order may be obtained by contacting Taner Hengst, Enforcement Coordinator at (512) 239-2545, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087.

TRD-202503517 Laurie Gharis Chief Clerk

Texas Commission on Environmental Quality

Filed: October 1, 2025

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Notice of an Application to Amend a Certificate of Adjudication Application No. 12-4318F

Notices Issued September 9, 2025

CHS Farms, Ltd., 305 Stone Chase Court, College Station, Texas 77845, seeks to amend a portion of Certificate of Adjudication No. 12-4318 to add municipal and mining use and to add a place of use for mining and municipal purposes anywhere within Bosque and McLennan counties and the part of Hill County located in the Brazos River Basin. More information on the application and how to participate in the permitting process is given below.

The application was received on July 14, 2025, and partial fees were received on July 17, 2025. Additional information was received on September 2 and 4, 2025, and additional fees were received on September 8, 2025. The application was declared administratively complete and filed with the Office of the Chief Clerk on September 10, 2025.

The Executive Director has prepared a draft amendment. The draft amendment, if granted, would include special conditions including, but not limited to, submittal of conservation plans. The application and Executive Director's draft amendment are available for viewing on the TCEQ webpage at: https://www.tceq.texas.gov/permitting/water_rights/wr-permitting/view-wr-pend-apps. Alternatively, you may request a copy of the documents by contacting the TCEQ Office of the Chief Clerk by phone at (512) 239-3300 or by mail at TCEQ OCC, Notice Team (MC-105), P.O. Box 13087, Austin, Texas 78711.

Written public comments and requests for a public meeting should be submitted to the Office of the Chief Clerk, at the address provided in the information section below, by October 2, 2025. A public meeting is intended for the taking of public comment and is not a contested case hearing. A public meeting will be held if the Executive Director determines that there is a significant degree of public interest in the application.

TCEQ may grant a contested case hearing on this application if a written hearing request is filed by October 2, 2025. The Executive Director may approve the application unless a written request for a contested case hearing is filed by October 2, 2025.

To request a contested case hearing, you must submit the following: (1) your name (or for a group or association, an official representative), mailing address, daytime phone number, and fax number, if any; (2) applicant's name and permit number; (3) the statement "[I/we] request a contested case hearing;" (4) a brief and specific description of how you would be affected by the application in a way not common to the general public; and (5) the location and distance of your property relative to the proposed activity. You may also submit proposed conditions for the requested permit which would satisfy your concerns. Requests for a contested case hearing must be submitted in writing to the Office of the Chief Clerk at the address provided in the information section below.

If a hearing request is filed, the Executive Director will not issue the permit and will forward the application and hearing request to the TCEQ Commissioners for their consideration at a scheduled Commission meeting.

Written hearing requests, public comments, or requests for a public meeting should be submitted to the Office of the Chief Clerk, MC 105, TCEQ, P.O. Box 13087, Austin, Texas 78711-3087 or electronically at https://www14.tceq.texas.gov/epic/eComment/ by entering ADJ 4318 in the search field. For information concerning the hearing process, please contact the Public Interest Counsel, MC 103, at the same address. For additional information, individual members of the general public may contact the Public Education Program at (800) 687-4040. General information regarding the TCEQ can be found at our website

at www.tceq.texas.gov. Si desea información en español, puede llamar al (800) 687-4040 o por el internet al http://www.tceq.texas.gov.

TRD-202503504 Laurie Gharis Chief Clerk

Texas Commission on Environmental Quality

Filed: October 1, 2025

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Notice of Correction to Agreed Order Number 21

In the September 5, 2025, issue of the *Texas Register* (50 TexReg 5964), the Texas Commission on Environmental Quality (commission) published notice of Agreed Orders, specifically Item Number 21, for MIL-LIS DEVELOPMENT AND CONSTRUCTION LLC; Docket Number 2025-1126-WO-E. The error is as submitted by the commission.

The reference to the Docket Number should be corrected to read: "2025-1129-WQ-E."

For questions concerning these errors, please contact Michael Parrish at (512) 239-2548.

TRD-202503496 Gitanjali Yadav

Deputy Director, Litigation Division

Texas Commission on Environmental Quality

Filed: September 30, 2025

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Notice of Public Hearing on Assessment of Administrative Penalties and Requiring Certain Actions of D & D Dawson Enterprises L.L.C. SOAH Docket No. 582-26-01425 TCEQ Docket No. 2024-1146-AIR-E

The Texas Commission on Environmental Quality (TCEQ or the Commission) has referred this matter to the State Office of Administrative Hearings (SOAH). An Administrative Law Judge with the State Office of Administrative Hearings will conduct a public hearing via Zoom videoconference:

10:00 a.m. - October 23, 2025

To join the Zoom meeting via computer or smart device:

https://soah-texas.zoomgov.com

Meeting ID: 161 984 0712 Password: TCEODC1

or

To join the Zoom meeting via telephone dial:

+1 (669) 254-5252

Meeting ID: 161 984 0712

Password: 5247869

The purpose of the hearing will be to consider the Executive Director's Preliminary Report and Petition mailed June 2, 2025, concerning assessing administrative penalties against and requiring certain actions of D & D Dawson Enterprises L.L.C., for violations in Lynn County, Texas, of: Tex. Health & Safety Code §§382.0518(a) and 382.085(b) and 30 Texas Administrative Code §116.110(a).

The hearing will allow D & D Dawson Enterprises L.L.C., the Executive Director, and the Commission's Public Interest Counsel to present evidence on whether a violation has occurred, whether an administra-

tive penalty should be assessed, and the amount of such penalty, if any. The first convened session of the hearing will be to establish jurisdiction, afford D & D Dawson Enterprises L.L.C., the Executive Director of the Commission, and the Commission's Public Interest Counsel an opportunity to negotiate and to establish a discovery and procedural schedule for an evidentiary hearing. Unless agreed to by all parties in attendance at the preliminary hearing, an evidentiary hearing will not be held on the date of this preliminary hearing. Upon failure of D & **D Dawson Enterprises L.L.C.** to appear at the preliminary hearing or evidentiary hearing, the factual allegations in the notice will be deemed admitted as true, and the relief sought in the notice of hearing may be granted by default. The specific allegations included in the notice are those set forth in the Executive Director's Preliminary Report and Petition, attached hereto and incorporated herein for all purposes. D & D Dawson Enterprises L.L.C., the Executive Director of the Commission, and the Commission's Public Interest Counsel are the only designated parties to this proceeding.

Legal Authority: Tex. Water Code §7.054, Tex. Water Code ch. 7, Tex. Health & Safety Code ch. 382, and 30 Texas Administrative Code Chapters 70 and 116; Tex. Water Code §7.058, and the Rules of Procedure of the Texas Commission on Environmental Quality and the State Office of Administrative Hearings, including 30 Texas Administrative Code §70.108 and §70.109 and Chapter 80, and 1 Texas Administrative Code Chapter 155.

Further information regarding this hearing may be obtained by contacting Jennifer Peltier, Staff Attorney, Texas Commission on Environmental Quality, Litigation Division, Mail Code 175, P.O. Box 13087, Austin, Texas 78711-3087, telephone (512) 239-3400. Information concerning your participation in this hearing may be obtained by contacting Sheldon Wayne, Staff Attorney, Office of Public Interest Counsel, Mail Code 103, at the same P.O. Box address given above, or by telephone at (512) 239-6363.

Any document filed prior to the hearing must be filed with TCEQ's Office of the Chief Clerk and SOAH. Documents filed with the Office of the Chief Clerk may be filed electronically at www.tceq.texas.gov/goto/efilings or sent to the following address: TCEQ Office of the Chief Clerk, Mail Code 105, P.O. Box 13087, Austin, Texas 78711-3087. When contacting the Commission or SOAH regarding this matter, reference the SOAH docket number given at the top of this notice.

In accordance with 1 Texas Administrative Code §155.401(a), Notice of Hearing, "Parties that are not represented by an attorney may obtain information regarding contested case hearings on the public website of the State Office of Administrative Hearings at www.soah.texas.gov, or in printed format upon request to SOAH."

Persons who need special accommodations at the hearing should call the SOAH Docketing Department at (512) 475-3445, at least one week before the hearing.

Issued: September 25, 2025

TRD-202503513 Laurie Gharis Chief Clerk

Texas Commission on Environmental Quality

Filed: October 1, 2025







Notice of Public Hearing on Assessment of Administrative Penalties and Requiring Certain Actions of Elvira Zavala-Patton SOAH Docket No. 582-26-01424 TCEQ Docket No. 2022-0333-MSW-E The Texas Commission on Environmental Quality (TCEQ or the Commission) has referred this matter to the State Office of Administrative Hearings (SOAH). An Administrative Law Judge with the State Office of Administrative Hearings will conduct a public hearing via Zoom videoconference:

10:00 a.m. - October 23, 2025

To join the Zoom meeting via computer or smart device:

https://soah-texas.zoomgov.com

Meeting ID: 161 984 0712 Password: TCEQDC1

or

To join the Zoom meeting via telephone dial:

+1 (669) 254-5252

Meeting ID: 161 984 0712

Password: 5247869

The purpose of the hearing will be to consider the Executive Director's Preliminary Report and Petition mailed March 20, 2025, concerning assessing administrative penalties against and requiring certain actions of Elvira Zavala-Patton, for violations in El Paso County, Texas, of: 30 Texas Administrative Code §330.15(c) and TCEQ Agreed Order Docket No. 2020-0506-MSW-E, Ordering Provision No. 2.a.

The hearing will allow Elvira Zavala-Patton, the Executive Director, and the Commission's Public Interest Counsel to present evidence on whether a violation has occurred, whether an administrative penalty should be assessed, and the amount of such penalty, if any. The first convened session of the hearing will be to establish jurisdiction, afford Elvira Zavala-Patton, the Executive Director of the Commission, and the Commission's Public Interest Counsel an opportunity to negotiate and to establish a discovery and procedural schedule for an evidentiary hearing. Unless agreed to by all parties in attendance at the preliminary hearing, an evidentiary hearing will not be held on the date of this preliminary hearing. Upon failure of Elvira Zavala-Patton to appear at the preliminary hearing or evidentiary hearing, the factual allegations in the notice will be deemed admitted as true, and the relief sought in the notice of hearing may be granted by default. The specific allegations included in the notice are those set forth in the Executive Director's Preliminary Report and Petition, attached hereto and incorporated herein for all purposes. Elvira Zavala-Patton, the Executive Director of the Commission, and the Commission's Public Interest Counsel are the only designated parties to this proceed-

Legal Authority: Tex. Water Code ch. 7, Tex. Health & Safety Code ch. 361, and 30 Texas Administrative Code Chapters 70 and 330; Tex. Water Code §7.058, and the Rules of Procedure of the Texas Commission on Environmental Quality and the State Office of Administrative Hearings, including 30 Texas Administrative Code §§70.108 and 70.109 and Chapter 80, and 1 Texas Administrative Code Chapter 155.

Further information regarding this hearing may be obtained by contacting William Hogan, Staff Attorney, Texas Commission on Environmental Quality, Litigation Division, Mail Code 175, P.O. Box 13087, Austin, Texas 78711-3087, telephone (512) 239-3400. Information concerning your participation in this hearing may be obtained by contacting Sheldon Wayne, Staff Attorney, Office of Public Interest Counsel, Mail Code 103, at the same P.O. Box address given above, or by telephone at (512) 239-6363.

Any document filed prior to the hearing must be filed with TCEQ's Office of the Chief Clerk and SOAH. Documents filed

with the Office of the Chief Clerk may be filed electronically at www.tceq.texas.gov/goto/efilings or sent to the following address: TCEQ Office of the Chief Clerk, Mail Code 105, P.O. Box 13087, Austin, Texas 78711-3087. When contacting the Commission or SOAH regarding this matter, reference the SOAH docket number given at the top of this notice.

In accordance with 1 Texas Administrative Code §155.401(a), Notice of Hearing, "Parties that are not represented by an attorney may obtain information regarding contested case hearings on the public website of the State Office of Administrative Hearings at www.soah.texas.gov, or in printed format upon request to SOAH."

Persons who need special accommodations at the hearing should call the SOAH Docketing Department at (512) 475-3445, at least one week before the hearing.

Issued: September 25, 2025

TRD-202503514 Laurie Gharis Chief Clerk

Texas Commission on Environmental Quality

Filed: October 1, 2025



Notice of Water Quality Application

The following notice was issued on September 19, 2025:

The following notice does not require publication in a newspaper. Written comments or requests for a public meeting may be submitted to the Office of the Chief Clerk, Mail Code 105, P.O. Box 13087, Austin, Texas 78711-3087 WITHIN (30) DAYS FROM THE DATE THIS NOTICE IS MAILED.

INFORMATION SECTION

Encanto Real Utility District has applied for a minor amendment to the Texas Pollutant Discharge Elimination System Permit No. WQ0013648001 to authorize including the discharge of treated domestic wastewater of 375,000 gallons per day in the Interim phase of the permit. The existing permit authorizes the discharge of treated domestic wastewater at a daily average flow not to exceed 500,000 gallons per day. The facility is located approximately 3.25 miles northwest of the intersection of Interstate Highway 45 and Spring Stuebner Road, in Harris County, Texas 77389.

TRD-202503503

Laurie Gharis Chief Clerk

Texas Commission on Environmental Quality

Filed: October 1, 2025



General Land Office

Notice and Opportunity to Comment on Requests for Consistency Agreement/Concurrence Under the Texas Coastal Management Program

On January 10, 1997, the State of Texas received federal approval of the Coastal Management Program (CMP) (62 Federal Register pp. 1439 - 1440). Under federal law, federal agency activities and actions affecting the Texas coastal zone must be consistent with the CMP goals and policies identified in 31 TAC Chapter 26. Requests for federal consistency review were deemed administratively complete for the following project(s) during the period of September 22, 2025 to September 26, 2025. As required by federal law, the public is given an opportu-

nity to comment on the consistency of proposed activities in the coastal zone undertaken or authorized by federal agencies. Pursuant to 31 TAC §§30.20(f), 30.30(h), and 30.40(e), the public comment period extends 30 days from the date published on the Texas General Land Office web site. The notice was published on the web site on Friday, October 3, 2025. The public comment period for this project will close at 5:00 p.m. on Sunday, November 2, 2025.

Federal License and Permit Activities:

Applicant: John Street - Sand on the Floor, Inc.

Location: The project would affect waters of the United States associated with the Gulf of America and is located in coastal dune swale wetlands adjacent to the Gulf of America at 12083-12135 at Bluewater Highway; Freeport, Brazoria County, Texas.

Latitude and Longitude: 29.068941, -95.128453

Project Description: Residential development. The overall project purpose is to prepare individual residential lots and to provide safe vehicular access and utilities to service a future residential development. The applicant proposes to discharge fill material into a total of 2.51 acres, 0.44 acre temporary and 2.07 acres permanently, of coastal dune swale wetlands adjacent to the Gulf of America during the construction of a residential development. Of the 0.44 acre of temporary impacts, 0.21 acre is due to utility installation and stormwater conveyance and 0.23 acre is due to roadway construction. Of the 2.07 acres of permanent impacts, 0.16 acre is due to utility installation and stormwater conveyance, 0.77 acre is due to roadway construction, and 1.14 acres is due to the residential development.

The applicant proposes to mitigate for the permanent loss of 2.23 acre of impacts by purchasing 16.665 E2EM credits from the Gulf Coastal Plains Mitigation Bank. The applicant proposes a 3:1 ratio for the purchase of the credits as they will be in kind and out of the secondary service area for the impact area.

Type of Application: U.S. Army Corps of Engineers permit application # SWG-2007-00485. This application will be reviewed pursuant to Section 10 of the Rivers and Harbors Act of 1899 and Section 404 of the Clean Water Act. Note: The consistency review for this project may be conducted by Texas Commission on Environmental Quality as part of its certification under §401 of the Clean Water Act.

CMP Project No: 25-1006-F1

Applicant: Thomas Shimer - Kinder Morgan Louisiana Pipeline (KMLP) LLC

Location: The project site would affect waters of the United States associated with wetlands adjacent to Sabine Pass and is located on the southeast corner of the intersection of State Highway 87 (Gulfway Drive) and Backridge Road, Jefferson County, Texas.

Latitude and Longitude: 29.757304, -93.920186

Project Description: Natural Gas Transportation. The overall project purpose is to allow KMLP to transport up to 2,500,000 dekatherms per day of natural gas from new bidirectional points non-continuous to KMLP's existing system in Jefferson County, Texas, with connectivity for delivery to the Golden Pass LNG Terminal Facility.

The applicant requests authorization to permanently discharge fill into 3.85 acres of palustrine emergent (PEM) wetlands and temporarily discharge fill into 3.05 acres of PEM wetlands and 0.01 acre of perennial ditches to construct a new natural gas manifold system, which will include a 48-inch-diameter pipeline header with up to two initial bidirectional connections. Temporary fill in the form of mats will be removed and the temporarily impacted areas will be returned to pre-construction contours upon completion of construction.

For the unavoidable loss of 3.85 acres of PEM wetlands, the applicant proposes to purchase 2.565 Physical, 2.246 Biological, and 2.618 Chemical wetland mitigation credits from an approved mitigation bank, with any additional wetland mitigation bank secondary service area multipliers that may apply. The project site is located within the primary service area of the Anahuac Wetlands Mitigation Bank and is in the secondary service area of the Sea Breeze and Spindletop Bayou Mitigation Banks.

Type of Application: U.S. Army Corps of Engineers permit application #SWG-2025-00497. This application will be reviewed pursuant to Section 404 of the Clean Water Act. Note: The consistency review for this project may be conducted by The Railroad Commission of Texas as part of its certification under §401 of the Clean Water Act. The U.S. Army Corps of Engineers Galveston District has found that this permit request meets the terms of Executive Order 14156 and is therefore subject to special emergency permitting procedures and an expedited review process.

CMP Project No: 25-1007-F1

Further information on the applications listed above, including a copy of the consistency certifications or consistency determinations for inspection, may be obtained from the Texas General Land Office Public Information Officer at 1700 N. Congress Avenue, Austin, Texas 78701, or via email at pialegal@glo.texas.gov. Comments should be sent to the Texas General Land Office Coastal Management Program Coordinator at the above address or via email at federal.consistency@glo.texas.gov.

TRD-202503497
Jennifer Jones
Chief Clerk and Deputy Land Commissioner
General Land Office
Filed: September 30, 2025

Texas Health and Human Services Commission

Notice of Public Hearing on Proposed Updates to Non-Medicaid & Medicaid Payment Rates

Hearing. The Texas Health and Human Services Commission (HHSC) will conduct a public hearing on November 10, 2025, at 9:00 a.m., to receive public comments on proposed payment rates for the Medicaid Family Planning Program, the Title V program, Medicaid Calendar Fee Reviews, Medical Policy Reviews, and Healthcare Common Procedure Code System (HCPCS) Updates.

This hearing will be conducted both in-person and as an online event. To join the hearing from your computer, tablet, or smartphone, register for the hearing in advance using the following link:

Registration URL:

https://attendee.gotowebinar.com/register/6422674478589336917

After registering, you will receive a confirmation email containing information about joining the webinar. Instructions for dialing-in by phone will be provided after you register.

Members of the public may attend the rate hearing in person, which will be held in the Public Hearing Room 1.401, 1.402, 1.403 & 1.404 in the North Austin Complex located at 4601 W Guadalupe Street, Austin, Texas, or they may access a live stream of the meeting at https://www.hhs.texas.gov/about/live-archived-meetings. For the live stream, select the "North Austin Complex Live" tab. A recording of the hearing will be archived and accessible on demand at the same website under the "Archived" tab. The hearing will be held in compliance with Texas Human Resources Code section 32.0282,

which requires public notice of and hearings on proposed Medicaid reimbursements.

Any updates to the hearing details will be posted on the HHSC website at https://www.hhs.texas.gov/about/meetings-events.

Proposal. The effective date of the proposed payment rates for the topics presented during the rate hearing will be as follows:

Effective January 1, 2025

Medical Policy Review:

-Title V - Vaccines

Effective May 1, 2025

Medical Policy Review:

-Family Planning Program (FPP) Syphilis Testing

Effective March 1, 2026

Calendar Fee Review:

- -Allergy Tests
- -Auditory System Surgery
- -Blood Products
- -Clinical Diagnostic Labs
- -Clinical Diagnostic Labs Gapfill
- -Ear, Nose, & Throat
- -Female Genital System Surgery (Birth and Women's Health Services)
- -Hearing Aid
- -IV Treatment and Chemotherapy
- -K Codes
- -Male Genital System Surgery (Men's Health Services)
- -Musculoskeletal System Surgery
- -Nuclear Medicine (AC)
- -Nuclear Medicine (Hospitals)
- -Nuclear Medicine (Rural Hospitals)
- -Orthotics and Prosthetics
- -Outpatient Behavioral Health Services
- -Physician Administered Drugs Oncology
- -Physician-Administered Drugs Non-Oncology
- -Physician Administered Drugs Vaccines and Toxoids
- -Physician Administered Drugs NDCX
- -Pulmonary Services
- Physical Therapy, Occupational Therapy, and Speech Therapy
- -Radiation Oncology
- -Radiation Oncology Hospitals
- -Radiopharmaceuticals
- -Substance Use Disorder Services
- -Q Codes
- -Q Codes Type of Service (TOS) 9-J-L
- -Q Codes Drugs

- -Q Codes Hospital Outpatient Imaging
- -Q Codes Rural Hospital Outpatient Imaging

Medical Policy Review:

-Non-Policy Q Codes - Office Setting Skin Substitute Codes

Quarterly HCPCS Updates:

- -Q1 HCPCS Drugs
- -Q1 HCPCS TOS 1 Non-Drugs
- -O2 HCPCS Drugs
- -Q2 HCPCS TOS 1 Non-Drugs

Effective September 1, 2026

Calendar Fee Review:

- -Durable Medical Equipment
- -Enteral Supplies

Methodology and Justification. The proposed payment rates were calculated in accordance with Title 1 of the Texas Administrative Code:

Section 355.8021 - Reimbursement Methodology for Home Health Services;

Section 355.8023 - Reimbursement Methodology for Durable Medical Equipment, Prosthetics, Orthotics, and Supplies (DMEPOS);

Section 355.8061 - Outpatient Hospital Reimbursement;

Section 355.8085 - Reimbursement Methodology for Physicians and Other Practitioners;

Section 355.8091 - Reimbursement [Methodology] to Licensed Professional Counselors, Licensed Clinical Social Workers, and Licensed Marriage and Family Therapists;

Section 355.8097 - Reimbursement Methodology for Physical, Occupational, and Speech Therapy Services;

Section 355.8141 - Reimbursement for Hearing Aid Services;

Section 355.8441 - Reimbursement Methodologies for Early and Periodic Screening, Diagnosis, and Treatment (EPSDT) Services [known in Texas as Texas Health Steps]; and

Section 355.8610 - Reimbursement for Clinical Laboratory Services.

Rate Hearing Packet. A briefing packet describing the proposed payment rates will be made available at https://pfd.hhs.texas.gov/rate-packets on or before October 31, 2025. Interested parties may obtain a copy of the briefing packet on or after that date by contacting Provider Finance by telephone at (512) 730-7401; by fax at (512) 730-7475; or by e-mail at PFDAcuteCare@hhs.texas.gov.

Written Comments. Written comments regarding the proposed payment rates may be submitted in lieu of, or in addition to, oral testimony until 5 p.m. the day of the hearing. Written comments may be sent by U.S. mail to the Texas Health and Human Services Commission, Attention: Provider Finance, Mail Code H-400, P.O. Box 149030, Austin, Texas 78714-9030; by fax to Provider Finance at (512) 730-7475; or by e-mail to PFDAcuteCare@hhs.texas.gov. In addition, written comments may be sent by overnight mail to Texas Health and Human Services Commission, Attention: Provider Finance, Mail Code H-400, North Austin Complex, 4601 Guadalupe St, Austin, Texas 78751.

Preferred Communication. For quickest response please use e-mail or phone, if possible, for communication with HHSC related to this rate hearing.

Persons with disabilities who wish to participate in the hearing and require auxiliary aids or services should contact Provider Finance at (512) 730-7401 at least 72 hours before the hearing so appropriate arrangements can be made.

TRD-202503500

Karen Ray Chief Counsel

Texas Health and Human Services Commission

Filed: September 30, 2025



Notice of Public Hearing on the Rural Health Transformation Program

Hearing. The Texas Health and Human Services Commission (HHSC) will conduct a public hearing to receive comments on the Rural Health Transformation Program. The hearing will take place on October 13, 2025, at 9:00 a.m. CDT.

This hearing will be conducted both in person and online. To join the hearing from your computer, tablet, or smartphone, register for the hearing in advance using the following registration URL:

https://register.gotowebinar.com/register/781442055927528533

After registering, you will receive a confirmation email containing information about joining the webinar.

If you are new to GoToMeeting, download the GoToMeeting app at https://global.gotomeeting.com/install/626873213 before the hearing starts.

HHSC will record the meeting. The recording will be archived and can be accessed on demand at https://hhs.texas.gov/about-hhs/communications-events/live-archived-meetings.

Members of the public may attend the hearing in person, which will be held in the HHSC John H. Winters Building, Public Hearing Room 125, First Floor, 701 W. 51st Street, Austin, Texas 78751. A recording of the hearing will be archived and accessible on demand at https://hhs.texas.gov/about-hhs/communications-events/live-archived-meetings under the "Archived" tab.

Any updates to the hearing details will be posted on the HHSC website at https://www.hhs.texas.gov/about/meetings-events.

Background. The Rural Health Transformation Program is a \$50 billion funding opportunity created by the One Big Beautiful Bill Act (OBBBA), enacted into law on July 4, 2025. The Rural Health Transformation Program is designed to help states support rural communities across America in improving healthcare access, quality, and outcomes by transforming the healthcare delivery ecosystem. All 50 states are eligible to apply for the funding opportunity. HHSC will submit the state's application and, if awarded, will receive the funds on behalf of the state. The federal government identifies categories for how funds may be used if awarded. Information about the use of funds can be found on the Rural Health Transformation Program website: https://www.cms.gov/priorities/rural-health-transformation-rht-program/overview.

Public Comment. HHSC welcomes oral comments from the public on concepts and priorities that stakeholders believe should be included in the state's application. No written comments will be accepted.

Members of the public attending in person may sign up to testify on the day of the hearing. Those attending virtually may indicate on the public hearing webinar registration form if they wish to testify. Public comment is limited to three minutes. Each speaker must state their name and on whose behalf they are speaking (if anyone). To give all speakers equal opportunity to provide public comment, HHSC will alternate between hearing from speakers attending in person and virtually.

The hearing is scheduled to end at 5:00 p.m.; however, HHSC may end the hearing earlier if no participants are registered to present public comment.

Persons with disabilities who wish to participate in the hearing and require auxiliary aids or services should contact the HHSC Provider Finance Department at (737) 867-7817 at least 72 hours before the hearing so appropriate arrangements can be made.

TRD-202503506

Karen Ray

Chief Counsel

Texas Health and Human Services Commission

Filed: October 1, 2025



Texas Department of Insurance

Notice of Public Hearings

Consideration of a Change to the Title Insurance Basic Premium Rates

Docket No. 2858

The commissioner of insurance will hold public hearings to consider a change to title insurance basic premium rates. The commissioner has jurisdiction over this hearing under Insurance Code §2703.206.

The Texas Department of Insurance (TDI) held public meetings to discuss title insurance basic premium rates on September 22 and 30, 2025. During those meetings, the Office of Public Insurance Counsel (OPIC) and Texas Land Title Association (TLTA) agreed to a recommendation of a 6.2% reduction to the title insurance basic premium rates.

During these upcoming public hearings, the commissioner will consider the recommended reduction of 6.2% to the title insurance basic premium rates, to go into effect March 1, 2026. A copy of how a possible 6.2% reduction would amend the rate chart and premium calculation policies in the *Basic Manual of Rules, Rates, and Forms for the Writing of Title Insurance in the State of Texas* (Basic Manual) can be viewed on www.tdi.texas.gov/rules/2025/exrules.html.

Public hearing process and participation information

The commissioner will hear verbal comments on title insurance basic premium rates in a public hearing under Docket No. 2858 at 9:30 a.m., central time, on December 12, 2025, in Room 170 of the Stephen F. Austin Building, 1700 Congress Ave., Austin, Texas.

The commissioner will accept written comments on title insurance basic premium rates until 5:00 p.m., central time, on December 17, 2025. You can submit written comments by:

- Email ChiefClerk@tdi.texas.gov;
- Regular mail Texas Department of Insurance, Office of the Chief Clerk, MC: GC-CCO, P.O. Box 12030, Austin, Texas 78711; or
- In-person delivery Texas Department of Insurance, Office of the Chief Clerk, 1601 Congress Ave., Austin, Texas 78701, during regular business hours.

After considering all information provided, the commissioner will announce all decisions on the matter in a public hearing at 9:30 a.m., cen-

tral time, on December 19, 2025, in Room 2.034 of the Barbara Jordan Building, 1601 Congress Ave., Austin, Texas.

Please note that the two hearings in this docket will be held in different buildings.

After the public hearings, the commissioner will issue an order stating her decision regarding the title insurance basic premium rate. If the order fixes a new title insurance basic premium rate, TDI will update the Basic Manual to reflect the new rate and will amend 28 Texas Administrative Code §9.1, concerning Basic Manual of Rules, Rates, and Forms for the Writing of Title Insurance in the State of Texas. If the Basic Manual is updated, an amendment to §9.1 would follow the procedure outlined in Government Code Chapter 2001, Subchapter B, to change the effective date in the rule to adopt the updated version of the Basic Manual. TDI has authority to amend §9.1 under Insurance Code §\$2501.002, 2551.003, 2703.151, 2703.201, 2703.202(g), 2703.208, and 36.001.

Information being considered

At the September public meetings, TDI and other parties presented written and verbal comments on possible changes to the title insurance basic premium rate. You can review or get copies of the documents from TDI, TLTA, and OPIC:

- Online: Go to www.tdi.texas.gov/rules/2025/exrules.html.
- By mail: Write to the Texas Department of Insurance, Office of the Chief Clerk, MC: GC-CCO, P.O. Box 12030, Austin, Texas 78711.
- In person: You can review the documents at the Texas Department of Insurance, Office of the Chief Clerk, 1601 Congress Ave., Austin, Texas 78701 during regular business hours. To schedule a time to review the materials in person, please email ChiefClerk@tdi.texas.gov.

Potential impact of the recommended 6.2% rate reduction

Texas law requires the commissioner of insurance to assess and set title insurance rates to be used by all title insurance companies and title insurance agents. TDI annually collects data from the title industry that it uses to fix premium rates. The data reflects the income and expenses experienced by title insurance companies and title insurance agents engaged in the business of title insurance in Texas.

In analyzing the data through 2024, multiple actuarial analyses indicate that title insurance basic premium rates could be decreased and still yield reasonable profits for the industry.

This potential rate reduction could benefit the public or the economy by reducing closing costs for real estate transactions. Reducing closing costs could result in increased home sales and a sufficient change in the number of real estate transactions would positively affect the larger state economy.

This potential rate reduction could impose some costs on licensed entities. Any change in rates would necessitate employee training and software programming. But actuarial indications show that reducing title insurance basic premium rates would make them more reasonable for the public, while still being nonconfiscatory for the title industry, which is necessary to implement Insurance Code §2501.002 and §2703.152

A potential rate reduction should not result in an adverse economic impact on small businesses, micro-businesses, or rural communities. Additionally, it is neither legal nor feasible to waive or modify the basic premium insurance rate for small or micro-businesses. Insurance Code §2703.151 requires the commissioner to fix and promulgate premium rates that must be charged by all title insurance companies and agents; it does not afford any flexibility to set different rates for title insurance companies and title insurance agents based on the size of the business.

This potential rate reduction of 6.2% will *not*:

- Have a measurable fiscal impact on state or local governments as a result of enforcing or administering it, other than that imposed by statute.
- Add to or decrease state revenues or expenditures.
- Require any enforcement or compliance from local governments.
- Have a measurable effect on local employment or the local economy.
- Increase the cost of compliance with 28 Texas Administrative Code §9.1; a change to the amount of the rate does not impose requirements beyond those in statute.
- Create or eliminate a government program.
- Require the creation of new employee positions or the elimination of existing employee positions.
- Require an increase or decrease in future legislative appropriations to the agency.
- Require an increase or decrease in fees paid to the agency.
- Create a new regulation.
- Expand, limit, or repeal an existing regulation.
- Increase or decrease the number of individuals subject to the rule's applicability.
- Affect private real property interests.
- Restrict or limit an owner's right to property that would otherwise exist in the absence of government action.

TRD-202503515

Jessica Barta

General Counsel

Texas Department of Insurance

Filed: October 1, 2025

Texas Department of Licensing and Regulation

Scratch Ticket Game Number 2695 "MILLIONAIRE"

1.0 Name and Style of Scratch Ticket Game.

A. The name of Scratch Ticket Game No. 2695 is "MILLIONAIRE". The play style is "key number match".

- 1.1 Price of Scratch Ticket Game.
- A. The price for Scratch Ticket Game No. 2695 shall be \$20.00 per Scratch Ticket.
- 1.2 Definitions in Scratch Ticket Game No. 2695.
- A. Display Printing That area of the Scratch Ticket outside of the area where the overprint and Play Symbols appear.
- B. Latex Overprint The removable scratch-off covering over the Play Symbols on the front of the Scratch Ticket.
- C. Play Symbol The printed data under the latex on the front of the Scratch Ticket that is used to determine eligibility for a prize. Each Play Symbol is printed in Symbol font in black ink in positive except for dual-image games. The possible black Play Symbols are: 01, 02, 03, 04, 06, 07, 08, 09, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 36, 37, 38, 39, 40, 5X SYMBOL, 10X SYMBOL, \$20.00, \$40.00, \$75.00, \$100, \$200, \$500, \$2,000, \$10,000 and \$1,000,000.

D. Play Symbol Caption - The printed material appearing below each Play Symbol which explains the Play Symbol. One caption appears under each Play Symbol and is printed in caption font in black ink in positive. The Play Symbol Caption which corresponds with and verifies each Play Symbol is as follows:

Figure 1: GAME NO. 2695 - 1.2D

PLAY SYMBOL	CAPTION
01	ONE
02	TWO
03	THR
04	FOR
06	SIX
07	SVN
08	EGT
09	NIN
11	ELV
12	TLV
13	TRN
14	FTN
15	FFN
16	SXN
17	SVT
18	ETN
19	NTN
20	TWY
21	TWON
22	тwто
23	TWTH
24	TWFR
25	TWFV
26	TWSX

27	TWSV
28	TWET
29	TWNI
30	TRTY
31	TRON
32	TRTO
33	TRTH
34	TRFR
35	TRFV
36	TRSX
37	TRSV
38	TRET
39	TRNI
40	FRTY
5X SYMBOL	WINX5
10X SYMBOL	WINX10
\$20.00	TWY\$
\$40.00	FRTY\$
\$75.00	SVFV\$
\$100	ONHN
\$200	TOHN
\$500	FVHN
\$2,000	тотн
\$10,000	10TH
\$1,000,000	TPPZ

E. Serial Number - A unique thirteen (13) digit number appearing under the latex scratch-off covering on the front of the Scratch Ticket. The

Serial Number is for validation purposes and cannot be used to play the game. The format will be: 0000000000000.

- F. Bar Code A twenty-four (24) character interleaved two (2) of five (5) Bar Code which will include a four (4) digit game ID, the seven (7) digit Pack number, the three (3) digit Ticket number and the ten (10) digit Validation Number. The Bar Code appears on the back of the Scratch Ticket.
- G. Game-Pack-Ticket Number A fourteen (14) digit number consisting of the four (4) digit game number (2695), a seven (7) digit Pack number, and a three (3) digit Ticket number. Ticket numbers start with 001 and end with 025 within each Pack. The format will be: 2695-0000001-001.
- H. Pack A Pack of the "MILLIONAIRE" Scratch Ticket Game contains 025 Tickets, packed in plastic shrink-wrapping and fanfolded in pages of one (1). The Packs will alternate. One will show the front of Ticket 001 and back of 025 while the other fold will show the back of Ticket 001 and front of 025.
- I. Non-Winning Scratch Ticket A Scratch Ticket which is not programmed to be a winning Scratch Ticket or a Scratch Ticket that does not meet all of the requirements of these Game Procedures, the State Lottery Act (Texas Government Code, Chapter 466), and applicable rules adopted by the Texas Lottery and Charitable Bingo Division of the Texas Department of Licensing and Regulation ("Texas Lottery") pursuant to the State Lottery Act and referenced in 16 TAC, Chapter 140.
- J. Scratch Ticket Game, Scratch Ticket or Ticket Texas Lottery "MIL-LIONAIRE" Scratch Ticket Game No. 2695.
- 2.0 Determination of Prize Winners. The determination of prize winners is subject to the general Scratch Ticket validation requirements set forth in Texas Lottery Rule 140.302, Scratch Ticket Game Rules, these Game Procedures, and the requirements set out on the back of each Scratch Ticket. A prize winner in the "MILLIONAIRE" Scratch Ticket Game is determined once the latex on the Scratch Ticket is scratched off to expose sixty-two (62) Play Symbols. BONUS PLAY INSTRUC-TIONS: If the player reveals 2 matching prize amounts in the same BONUS, the player wins that amount. MILLIONAIRE PLAY IN-STRUCTIONS: If the player matches any of the YOUR NUMBERS Play Symbols to any of the WINNING NUMBERS Play Symbols, the player wins the prize for that number. If the player reveals a "5X" Play Symbol, the player wins 5 TIMES the prize for that symbol. If the player reveals a "10X" Play Symbol, the player wins 10 TIMES the prize for that symbol. No portion of the Display Printing nor any extraneous matter whatsoever shall be usable or playable as a part of the Scratch Ticket.
- 2.1 Scratch Ticket Validation Requirements.
- A. To be a valid Scratch Ticket, all of the following requirements must be met:
- 1. Exactly sixty-two (62) Play Symbols must appear under the Latex Overprint on the front portion of the Scratch Ticket;
- 2. Each of the Play Symbols must have a Play Symbol Caption underneath, unless specified, and each Play Symbol must agree with its Play Symbol Caption;
- 3. Each of the Play Symbols must be present in its entirety and be fully legible;
- 4. Each of the Play Symbols must be printed in black ink except for dual image games;
- 5. The Scratch Ticket shall be intact;
- 6. The Serial Number and Game-Pack-Ticket Number must be present in their entirety and be fully legible;

- 7. The Serial Number must correspond, using the Texas Lottery's codes, to the Play Symbols on the Scratch Ticket;
- 8. The Scratch Ticket must not have a hole punched through it, be mutilated, altered, unreadable, reconstituted or tampered with in any manner;
- 9. The Scratch Ticket must not be counterfeit in whole or in part;
- 10. The Scratch Ticket must have been issued by the Texas Lottery in an authorized manner;
- 11. The Scratch Ticket must not have been stolen, nor appear on any list of omitted Scratch Tickets or non-activated Scratch Tickets on file at the Texas Lottery;
- 12. The Play Symbols, Serial Number and Game-Pack-Ticket Number must be right side up and not reversed in any manner;
- 13. The Scratch Ticket must be complete and not miscut, and have exactly sixty-two (62) Play Symbols under the Latex Overprint on the front portion of the Scratch Ticket, exactly one Serial Number and exactly one Game-Pack-Ticket Number on the Scratch Ticket;
- 14. The Serial Number of an apparent winning Scratch Ticket shall correspond with the Texas Lottery's Serial Numbers for winning Scratch Tickets, and a Scratch Ticket with that Serial Number shall not have been paid previously:
- 15. The Scratch Ticket must not be blank or partially blank, misregistered, defective or printed or produced in error;
- 16. Each of the sixty-two (62) Play Symbols must be exactly one of those described in Section 1.2.C of these Game Procedures;
- 17. Each of the sixty-two (62) Play Symbols on the Scratch Ticket must be printed in the Symbol font and must correspond precisely to the artwork on file at the Texas Lottery; the Scratch Ticket Serial Numbers must be printed in the Serial font and must correspond precisely to the artwork on file at the Texas Lottery; and the Game-Pack-Ticket Number must be printed in the Game-Pack-Ticket Number font and must correspond precisely to the artwork on file at the Texas Lottery;
- 18. The Display Printing on the Scratch Ticket must be regular in every respect and correspond precisely to the artwork on file at the Texas Lottery; and
- 19. The Scratch Ticket must have been received by the Texas Lottery by applicable deadlines.
- B. The Scratch Ticket must pass all additional validation tests provided for in these Game Procedures, the Texas Lottery's Rules governing the award of prizes of the amount to be validated, and any confidential validation and security tests of the Texas Lottery.
- C. Any Scratch Ticket not passing all of the validation requirements is void and ineligible for any prize and shall not be paid. However, the Executive Director of the Texas Lottery ("Executive Director") may, solely at the Executive Director's discretion, refund the retail sales price of the Scratch Ticket. In the event a defective Scratch Ticket is purchased, the only responsibility or liability of the Texas Lottery shall be to replace the defective Scratch Ticket with another unplayed Scratch Ticket in that Scratch Ticket Game (or a Scratch Ticket of equivalent sales price from any other current Texas Lottery Scratch Ticket Game) or refund the retail sales price of the Scratch Ticket, solely at the Executive Director's discretion.
- 2.2 Programmed Game Parameters.
- A. GENERAL: The top Prize Symbol will appear on every Ticket, unless restricted by other parameters, play action or prize structure.

- B. GENERAL: Consecutive Non-Winning Tickets within a Pack will not have matching patterns, in the same order, of either Play Symbols or Prize Symbols.
- C. BONUS: A non-winning Prize Symbol in a BONUS play area will never match a winning Prize Symbol in the other BONUS play area.
- D. BONUS: A Ticket will not have matching non-winning Prize Symbols across the two (2) BONUS play areas.
- E. MILLIONAIRE KEY NUMBER MATCH: No prize amount in a non-winning spot will correspond with the YOUR NUMBERS Play Symbol (i.e., 20 and \$20).
- F. MILLIONAIRE KEY NUMBER MATCH: There will be no matching non-winning YOUR NUMBERS Play Symbols on a Ticket.
- G. MILLIONAIRE KEY NUMBER MATCH: There will be no matching WINNING NUMBERS Play Symbols on a Ticket.
- H. MILLIONAIRE KEY NUMBER MATCH: A non-winning Prize Symbol will never match a winning Prize Symbol.
- I. MILLIONAIRE KEY NUMBER MATCH: A Ticket may have up to five (5) matching non-winning Prize Symbols, unless restricted by other parameters, play action or prize structure.
- J. MILLIONAIRE KEY NUMBER MATCH: The "5X" (WINX5) Play Symbol will only appear on winning Tickets, as dictated by the prize structure.
- K. MILLIONAIRE KEY NUMBER MATCH: The "10X" (WINX10) Play Symbol will only appear on winning Tickets, as dictated by the prize structure.
- 2.3 Procedure for Claiming Prizes.
- A. To claim a "MILLIONAIRE" Scratch Ticket Game prize of \$20.00, \$40.00, \$75.00, \$100, \$200 or \$500, a claimant shall sign the back of the Scratch Ticket in the space designated on the Scratch Ticket and may present the winning Scratch Ticket to any Texas Lottery Retailer. The Texas Lottery Retailer shall verify the claim and, if valid, and upon presentation of proper identification, if appropriate, make payment of the amount due the claimant and physically void the Scratch Ticket; provided that the Texas Lottery Retailer may, but is not required, to pay a \$40.00, \$75.00, \$100, \$200 or \$500 Scratch Ticket Game. In the event the Texas Lottery Retailer cannot verify the claim, the Texas Lottery Retailer shall provide the claimant with a claim form and instruct the claimant on how to file a claim with the Texas Lottery. If the claim is validated by the Texas Lottery, a check shall be forwarded to the claimant in the amount due. In the event the claim is not validated, the claim shall be denied and the claimant shall be notified promptly. A claimant may also claim any of the above prizes under the procedure described in Section 2.3.B and Section 2.3.C of these Game Procedures.
- B. To claim a "MILLIONAIRE" Scratch Ticket Game prize of \$2,000, \$10,000 or \$1,000,000, the claimant must sign the winning Scratch Ticket and may present it at one of the Texas Lottery's Claim Centers. If the claim is validated by the Texas Lottery, payment will be made to the bearer of the validated winning Scratch Ticket for that prize upon presentation of proper identification. When paying a prize of \$600 or more, the Texas Lottery shall file the appropriate income reporting form with the Internal Revenue Service (IRS) and shall withhold federal income tax at a rate set by the IRS if required. In the event that the claim is not validated by the Texas Lottery, the claim shall be denied and the claimant shall be notified promptly.
- C. As an alternative method of claiming a "MILLIONAIRE" Scratch Ticket Game prize, the claimant may submit the signed winning Scratch Ticket and a thoroughly completed claim form via mail. If a prize value is \$1,000,000 or more, the claimant must also provide

- proof of Social Security number or Tax Payer Identification (for U.S. Citizens or Resident Aliens). Mail all to: Texas Lottery, P.O. Box 16600, Austin, Texas 78761-6600. The Texas Lottery is not responsible for Scratch Tickets lost in the mail. In the event that the claim is not validated by the Texas Lottery, the claim shall be denied and the claimant shall be notified promptly.
- D. Prior to payment by the Texas Lottery of any prize, the Texas Lottery shall deduct the amount of a delinquent tax or other money from the winnings of a prize winner who has been finally determined to be:
- 1. delinquent in the payment of a tax or other money to a state agency and that delinquency is reported to the Comptroller under Government Code §403.055;
- 2. in default on a loan made under Chapter 52, Education Code;
- 3. in default on a loan guaranteed under Chapter 57, Education Code; or
- 4. delinquent in child support payments in the amount determined by a court or a Title IV-D agency under Chapter 231, Family Code.
- E. If a person is indebted or owes delinquent taxes to the State, other than those specified in the preceding paragraph, the winnings of a person shall be withheld until the debt or taxes are paid.
- 2.4 Allowance for Delay of Payment. The Texas Lottery may delay payment of the prize pending a final determination by the Executive Director, under any of the following circumstances:
- A. if a dispute occurs, or it appears likely that a dispute may occur, regarding the prize;
- B. if there is any question regarding the identity of the claimant;
- C. if there is any question regarding the validity of the Scratch Ticket presented for payment; or
- D. if the claim is subject to any deduction from the payment otherwise due, as described in Section 2.3.D of these Game Procedures. No liability for interest for any delay shall accrue to the benefit of the claimant pending payment of the claim.
- 2.5 Payment of Prizes to Persons Under 18. If a person under the age of 18 years is entitled to a cash prize under \$600 from the "MILLION-AIRE" Scratch Ticket Game, the Texas Lottery shall deliver to an adult member of the minor's family or the minor's guardian a check or warrant in the amount of the prize payable to the order of the minor.
- 2.6 If a person under the age of 18 years is entitled to a cash prize of \$600 or more from the "MILLIONAIRE" Scratch Ticket Game, the Texas Lottery shall deposit the amount of the prize in a custodial bank account, with an adult member of the minor's family or the minor's guardian serving as custodian for the minor.
- 2.7 Scratch Ticket Claim Period. All Scratch Ticket prizes must be claimed within 180 days following the end of the Scratch Ticket Game or within the applicable time period for certain eligible military personnel as set forth in Texas Government Code §466.408. Any rights to a prize that is not claimed within that period, and in the manner specified in these Game Procedures and on the back of each Scratch Ticket, shall be forfeited.
- 2.8 Disclaimer. The number of prizes in a game is approximate based on the number of Scratch Tickets ordered. The number of actual prizes available in a game may vary based on number of Scratch Tickets manufactured, testing, distribution, sales and number of prizes claimed. A Scratch Ticket Game may continue to be sold even when all the top prizes have been claimed.
- 3.0 Scratch Ticket Ownership.

A. Until such time as a signature is placed upon the back portion of a Scratch Ticket in the space designated, a Scratch Ticket shall be owned by the physical possessor of said Scratch Ticket. When a signature is placed on the back of the Scratch Ticket in the space designated, the player whose signature appears in that area shall be the owner of the Scratch Ticket and shall be entitled to any prize attributable thereto. Notwithstanding any name or names submitted on a claim form, the Executive Director shall make payment to the player whose signature appears on the back of the Scratch Ticket in the space designated. If more than one name appears on the back of the Scratch Ticket, the

Executive Director will require that one of those players whose name appears thereon be designated by such players to receive payment.

- B. The Texas Lottery shall not be responsible for lost or stolen Scratch Tickets and shall not be required to pay on a lost or stolen Scratch Ticket.
- 4.0 Number and Value of Scratch Prizes. There will be approximately 6,000,000 Scratch Tickets in Scratch Ticket Game No. 2695. The approximate number and value of prizes in the game are as follows:

Figure 2: GAME NO. 2695 - 4.0

Prize Amount	Approximate Number of Winners*	Approximate Odds are 1 in
\$20.00	600,000	10.00
\$40.00	480,000	12.50
\$75.00	120,000	50.00
\$100	300,000	20.00
\$200	66,900	89.69
\$500	4,000	1,500.00
\$2,000	150	40,000.00
\$10,000	12	500,000.00
\$1,000,000	4	1,500,000.00

^{*}The number of prizes in a game is approximate based on the number of tickets ordered. The number of actual prizes available in a game may vary based on number of tickets manufactured, testing, distribution, sales and number of prizes claimed.

A. The actual number of Scratch Tickets in the game may be increased or decreased at the sole discretion of the Texas Lottery.

5.0 End of the Scratch Ticket Game. The Executive Director may, at any time, announce a closing date (end date) for the Scratch Ticket Game No. 2695 without advance notice, at which point no further Scratch Tickets in that game may be sold. The determination of the closing date and reasons for closing will be made in accordance with the Scratch Ticket closing procedures and the Scratch Ticket Game Rules. See 16 TAC §140.302(j).

6.0 Governing Law. In purchasing a Scratch Ticket, the player agrees to comply with, and abide by, these Game Procedures for Scratch Ticket Game No. 2695, the State Lottery Act (Texas Government Code, Chapter 466), applicable rules adopted by the Texas Lottery pursuant to the State Lottery Act and referenced in 16 TAC, Chapter 140, and all final decisions of the Executive Director.

TRD-202503523

Deanne Rienstra

Interim General Counsel Lottery and Charitable Bingo Texas Department of Licensing and Regulation

Filed: October 1, 2025



Notice of Contract Award for Predictive Crash Analysis Software

Pursuant to the provisions of Government Code, Chapter 2254, the North Central Texas Council of Governments publishes this notice of contract award. The request appeared in the March 14, 2025 issue of the *Texas Register* (50 TexReg 2004). The selected entity will perform

^{**}The overall odds of winning a prize are 1 in 3.82. The individual odds of winning for a particular prize level may vary based on sales, distribution, testing, and number of prizes claimed.

technical and professional work for the Predictive Crash Analysis Software.

The entity selected for this project is Citian, Inc., 99 M Street SE, Suite 755, Washington, DC 20003 for a two-year term of up to \$1,044,000, with two, two-year optional renewals, for a total contract not to exceed \$3,100,000.

Issued in Arlington, Texas on September 26, 2025.

TRD-202503457 Todd Little Executive Director

North Central Texas Council of Governments

Filed: September 26, 2025

Texas Parks and Wildlife Department

Notice of a Public Comment Hearing on an Application for a Sand and Gravel Permit

The H.E. Butt Foundation has applied to the Texas Parks and Wildlife Department (TPWD) for an Individual Permit pursuant to Texas Parks and Wildlife Code, Chapter 86, to remove or disturb 1,930 cubic yards of sedimentary material within the East Frio River in Real County. The purpose of the disturbance is to remove eroded sediment due to recent flooding within a recreational impoundment. The location is 12.8 miles upstream of "First Crossing" at Ranch Road 337E, latitude/longitude 29.846903, -99.675244. This notice is being published and mailed pursuant to 31 TAC §69.105(d).

TPWD will hold a public comment hearing regarding the application at 10:00 a.m. on November 7, 2025, at TPWD headquarters, located at

4200 Smith School Road, Austin, Texas 78744. A remote participation option will be available upon request. Potential attendees should contact Sue Reilly at (512) 389-8622 or at sue.reilly@tpwd.texas.gov for information on how to participate in the hearing remotely. The hearing is not a contested case hearing under the Texas Administrative Procedure Act. Oral and written public comment will be accepted during the hearing.

Written comments may be submitted directly to TPWD and must be received no later than 30 days after the date of publication of this notice in the *Texas Register*. A written request for a contested case hearing from an applicant or a person with a justiciable interest may also be submitted and must be received by TPWD prior to the close of the public comment period. Timely hearing requests shall be referred to the State Office of Administrative Hearings. Submit written comments, questions, requests to review the application, or requests for a contested case hearing to: TPWD Sand and Gravel Program by mail: Attn: Sue Reilly, Texas Parks and Wildlife Department, Inland Fisheries Division, 4200 Smith School Road, Austin, Texas 78744; or via e-mail: sand.gravel@tpwd.texas.gov.

TRD-202503501 James Murphy General Counsel

Texas Parks and Wildlife Department

Filed: September 30, 2025

Supreme Court of Texas

Order Amending Article XI of the State Bar Rules

Supreme Court of Texas

Misc. Docket No. 25-9073

Order Amending Article XI of the State Bar Rules

ORDERED that:

- 1. Article XI of the State Bar Rules is amended as set forth in this order.
- 2. The amendments are effective immediately.
- 3. The Clerk is directed to:
 - a. file a copy of this order with the Secretary of State;
 - b. cause a copy of this order to be mailed to each registered member of the State Bar of Texas by publication in the *Texas Bar Journal*;
 - c. send a copy of this order to the Governor, the Lieutenant Governor, and each elected member of the Legislature; and
 - d. submit a copy of this order for publication in the Texas Register.

Dated: September 26, 2025.

James D. Blacklock, Chief Justice Ostra 2. Jehrann
John P. Devine, Justice
Dave N. Bland Jone N. Bland, Justice Rebecattable Rebeca A. Huddle, Justice
Evan A. Young, Justice James P. Sullivan, Justice

ARTICLE XI INTEREST EARNED ON CLIENT FUNDS HELD BY ATTORNEYS

Section 4. Provisions Relating to the Nonprofit Corporation

C. The nonprofit corporation provided for in this Article shall be governed by a board of directors consisting of a chairman and thirteentwelve members. The chairman and sevensix directors shall be persons appointed by this Court and the other six directors shall be persons appointed by the president of the State Bar of Texas, with the approval of the board of directors of the State Bar of Texas. At least two of each group of appointees to the board of directors, other than the chairman, shall not be attorneys, and shall not have, other than as consumers, a financial interest in the practice of law.

TRD-202503466 Blake Hawthorne Clerk Supreme Court of To

Supreme Court of Texas Filed: September 26, 2025



Preliminary Approval of Amendments to Rule 1 of the Rules Governing Admission to the Bar of Texas

Supreme Court of Texas

Misc. Docket No. 25-9070

Preliminary Approval of Amendments to Rule 1 of the Rules Governing Admission to the Bar of Texas

ORDERED that:

- 1. On April 4, 2025, the Court invited comments on the law school accreditation component of the Rules Governing Admission to the Bar of Texas. Specifically, the Court requested feedback on:
 - a. whether to reduce or end the Rules' reliance on the American Bar Association; and
 - b. alternatives the Court should consider.
- 2. After further consideration of the matter, including review of the many helpful comments received, the Court is of the tentative opinion that the ABA should no longer have the final say on whether a law school's graduates are eligible to sit for the Texas bar exam and become licensed to practice law in Texas.
- 3. The Court therefore proposes amendments to Rule 1 of the Rules Governing Admission to the Bar of Texas.
- 4. The Court invites public comments on the proposed amendments. Comments should be submitted in writing to <u>rulescomments@txcourts.gov</u> by December 1, 2025.
- 5. The Court will issue an order finalizing the amendments after the close of the comment period. The Court expects the amendments to take effect on January 1, 2026.
- 6. Commenters and other interested parties are advised that the Court, in reasserting its authority over the approval of law schools:

- a. intends to preserve the portability of Texas law-school degrees into other states and to preserve the portability of out-of-state law-school degrees into Texas;
- b. does not intend to impose additional accreditation, compliance, or administrative burdens on currently approved law schools, which need not take any additional action in order to remain approved law schools in Texas;
- c. intends to provide stability, certainty, and flexibility to currently approved law schools by guaranteeing ongoing approval to schools that satisfy a set of simple, objective, and ideologically neutral criteria (such as bar exam passage rate) using metrics no more onerous than those currently required by the ABA;
- d. will not consider the fact that a law school loses ABA accreditation to be sufficient grounds for removal of the school from Texas's list of approved schools:
- e. intends to develop, in consultation with the Texas Board of Law Examiners, a deliberative approach to requests from law schools not currently accredited by the ABA that wish to be added to Texas's list;
- f. does not anticipate immediate changes to the current list of approved law schools; and
- g. may consider, in the future, returning to greater reliance on a multistate accrediting entity other than the ABA should a suitable entity become available.
- 7. The Texas Board of Law Examiners is directed to publish on its website the initial list of law schools approved by the Court as satisfying the law study requirements for licensure. That list, which is attached to this order, includes all law schools that are currently approved under the Court's existing rules.
- 8. The Clerk is directed to:
 - a. file a copy of this order with the Secretary of State;
 - b. cause a copy of this order to be mailed to each registered member of the State Bar of Texas by publication in the *Texas Bar Journal*;
 - c. send a copy of this order to the Governor, the Lieutenant Governor, and each elected member of the Legislature; and

d. submit a copy of this order for publication in the Texas Register.

Date: September 26, 2025.

Rule 1 Definitions and General Provisions

(a) Frequently used terms are defined as follows:

(4) "Approved law school" means a law school approved by the American Bar Association Supreme Court.

Supreme Court of Texas

Approved Law Schools

The below law schools are approved by the Court as satisfying the law study requirements for admission to the Texas Bar:

Akron Chicago
Alabama Chicago-Kent
Albany Cincinnati

American City University of New York

Appalachian Cleveland State

Arizona Colorado
Arizona State Columbia
Arkansas – Fayetteville Connecticut

Arkansas – Little Rock Cooley Law School

Atlanta's John Marshall Law School Cornell
Ave Maria School of Law Creighton
Baltimore Dayton
Barry University Denver

Baylor DePaul
Belmont University Detroit Mercy

Boston College District of Columbia

Boston University

Brigham Young

District of Columbia

Drake

Drexel

Brooklyn

Buffalo

California – Berkeley

Drexer

Duke

Duquesne

Elon

California – Davis Emory
California – San Francisco Faulkner
California – Irvine Florida

California – Los Angeles Florida A&M

California Western Florida International

Campbell Florida State
Capital Fordham
Case Western Reserve George Mason

Case Western Reserve George Mason Catholic University of America Georgetown

Chapman George Washington

Charleston Georgia

Georgia State Nebraska
Golden Gate Nevada

Gonzaga New England Law – Boston

Harvard New Hampshire Hawaii New Mexico

Hofstra New York Law School
Houston New York University
Howard North Carolina

Idaho North Carolina Central

Illinois Chicago

Illinois

Indiana University – Bloomington

Indiana University – Indianapolis

Northern Illinois

Northern Kentucky

Inter American Northwestern Notre Dame

Jacksonville Nova Southeastern

Judge Advocate General's SchoolOhio NorthernKansasThe Ohio StateKentuckyOklahomaLewis and ClarkOklahoma City

Liberty Oregon

Lincoln Memorial Pace
Louisiana State Pennsylvania

Louisville Penn State – Dickinson Law

Loyola – Chicago Pepperdine Loyola – Los Angeles Pittsburgh

Loyola – New Orleans Pontifical Catholic of Puerto Rico

MainePuerto RicoMarquetteQuinnipiacMarylandRegentMassachusettsRichmondMcGeorgeRoger Williams

MemphisRutgersMercerSt. John'sMiamiSaint LouisMichigan StateSt. Mary's

Michigan St. Thomas (Florida)
Minnesota St. Thomas (Minnesota)

Mississippi College Samford
Mississippi San Diego
Missouri San Francisco
Missouri – Kansas City Santa Clara

Mitchell Hamline Seattle Montana Seton Hall South Carolina

South Dakota

South Texas - Houston

Southern University

Southern California

Southern Illinois

Southern Methodist

Southwestern

Stanford

Stetson

Suffolk

Syracuse

Temple

Tennessee

Texas

Texas A&M

Texas Southern

Texas Tech

Toledo

Touro

Tulane

Tulsa

UNT Dallas

Utah

Vanderbilt

Vermont

Villanova

Virginia

Wake Forest

Washburn

Washington and Lee

Washington Washington

University Wayne State

Western New England

Western State

West Virginia

Widener - Delaware

Widener –

Commonwealth

Willamette

William and Mary

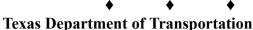
Wilmington

Wisconsin

Wyoming

Yale Yeshiva TRD-202503460 Blake Hawthorne Clerk

Supreme Court of Texas Filed: September 26, 2025



Notice of Call for Projects - Off-System Rail Grade Separation State Fund Program

The Texas Department of Transportation (Department) announces a Call for Projects for the Off-System Rail Grade Separation State Fund Program (Program).

The Program was created by Senate Bill 1555 (89th Legislature, Regular Session, 2025) and codified under Transportation Code, §471.010. Through this Call for Projects, the Department will select projects for recommendation to the Texas Transportation Commission (Commission) for funding from \$250 million appropriated for this program.

Purpose

The Program is established to increase public safety, enhance economic development and reduce traffic by awarding grants to fund:

- 1. Rail-roadway grade separation projects that are located at intersections of railroads and roadways that are not part of the state highway system; and
- 2. Rail-pedestrian grade separation projects that are located at intersections of railroads and pedestrian crossings.

Eligible Project Sponsors

The project sponsor must be the political subdivision of the state (e.g., counties, cities, special districts, and school districts) that has jurisdiction over the project's location, authority to undertake the project, and authority to enter into an agreement with TxDOT. There is no limit to the number of applications that project sponsors can submit for this Program Call for Projects.

Procedures Applicable to this Call for Projects

The Department's administrative rules governing implementation and administration of the Program are located at 43 TAC §§7.120 - 7.134. TxDOT Rail Division will host a webinar on Thursday October 16, 2025 at 10:00 a.m. to provide an overview of the grant program. Webinar details and program materials, including the program guide which covers detailed information about eligibility requirements, evaluation criteria, and procedures applicable to this Call for Projects, will be available on the department's website at: https://www.tx-dot.gov/business/grants-and-funding/off-system-rail-grade-separation-state-fund-program.html

The program will involve a two-step web-based application process.

Content of Application

The Phase I Preliminary Application is designed to capture high-level project details, enabling the committee to assess funding eligibility, challenges encountered by the community by the rail grade crossing, benefits created by the proposed project, and initial project readiness, including railroad coordination. Phase I applicants approved to move forward will submit a Phase II Detailed Application providing additional details, including, but not limited to, project complexity, project costs, letters of support, a conceptual layout or design plan if applicable, and letters of financial commitment toward the non-State match in accordance with 43 C.F.R. § 7.126(b).

A complete application for Phase I must be received by the Department no later than the deadline published in this notice. Phase II deadlines will be communicated directly to eligible Phase I applicants. Applications that are incomplete or missing any required items will not be considered for funding. The Department may request supplemental information as needed to conduct project screening and evaluation.

Project Screening and Evaluation

A Department evaluation committee will oversee a competitive evaluation process that will result in a recommended list of projects submitted during this Call for Projects. Department staff will screen each project to determine eligibility under applicable state law and evaluate the benefits of each eligible project based on criteria established for the program:

- 1. Public safety
- 2. Traffic reduction
- 3. Economic development enhancement
- 4. Other benefits
- 5. Project readiness
- 6. Community support and planning
- 7. Funding match
- 8. Transformational elements

Project Selection

A list of recommended projects will be provided to the Commission for consideration and funding determination. The commission is not bound by project selection recommendations provided by the department.

Figure

Key Dates and Deadlines

Milestones	Anticipated Date
Advanced Notification of Expected Call for	October 10, 2025
Projects	
Program Webinar	October 16, 2025
Call for Projects Phase I Application Open	November 3, 2025
Call for Projects Phase I Application Due	November 14, 2025
Project Evaluation Committee Completes	Early December 2025
Phase I Evaluation	

Contact

For more information, please contact:

TxDOT Rail Division:

Email: RRD_RailPlan@txdot.gov

Phone: (512) 486-5230

TRD-202503521

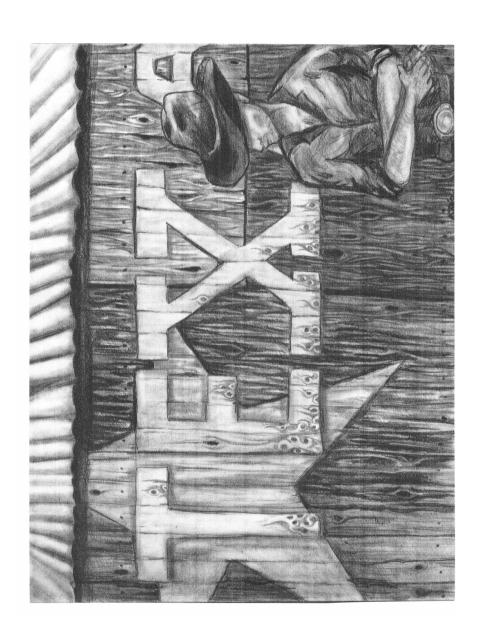
Becky Blewett

Deputy General Counsel

Texas Department of Transportation

Filed: October 1, 2025

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How to Use the Texas Register

Information Available: The sections of the *Texas Register* represent various facets of state government. Documents contained within them include:

Governor - Appointments, executive orders, and proclamations.

Attorney General - summaries of requests for opinions, opinions, and open records decisions.

Texas Ethics Commission - summaries of requests for opinions and opinions.

Emergency Rules - sections adopted by state agencies on an emergency basis.

Proposed Rules - sections proposed for adoption.

Withdrawn Rules - sections withdrawn by state agencies from consideration for adoption, or automatically withdrawn by the Texas Register six months after the proposal publication date.

Adopted Rules - sections adopted following public comment period.

Texas Department of Insurance Exempt Filings - notices of actions taken by the Texas Department of Insurance pursuant to Chapter 5, Subchapter L of the Insurance Code.

Review of Agency Rules - notices of state agency rules review.

Tables and Graphics - graphic material from the proposed, emergency and adopted sections.

Transferred Rules - notice that the Legislature has transferred rules within the *Texas Administrative Code* from one state agency to another, or directed the Secretary of State to remove the rules of an abolished agency.

In Addition - miscellaneous information required to be published by statute or provided as a public service.

Specific explanation on the contents of each section can be found on the beginning page of the section. The division also publishes cumulative quarterly and annual indexes to aid in researching material published.

How to Cite: Material published in the *Texas Register* is referenced by citing the volume in which the document appears, the words "TexReg" and the beginning page number on which that document was published. For example, a document published on page 2402 of Volume 50 (2025) is cited as follows: 50 TexReg 2402.

In order that readers may cite material more easily, page numbers are now written as citations. Example: on page 2 in the lower-left hand corner of the page, would be written "50 TexReg 2 issue date," while on the opposite page, page 3, in the lower right-hand corner, would be written "issue date 50 TexReg 3."

How to Research: The public is invited to research rules and information of interest between 8 a.m. and 5 p.m. weekdays at the *Texas Register* office, James Earl Rudder Building, 1019 Brazos, Austin. Material can be found using *Texas Register* indexes, the *Texas Administrative Code* section numbers, or TRD number.

Both the *Texas Register* and the *Texas Administrative Code* are available online at: https://www.sos.texas.gov. The *Texas Register* is available in an .html version as well as a .pdf version through the internet. For website information, call the Texas Register at (512) 463-5561.

Texas Administrative Code

The *Texas Administrative Code (TAC)* is the compilation of all final state agency rules published in the *Texas Register*. Following its effective date, a rule is entered into the *Texas Administrative Code*. Emergency rules, which may be adopted by an agency on an interim basis, are not codified within the *TAC*.

The *TAC* volumes are arranged into Titles and Parts (using Arabic numerals). The Titles are broad subject categories into which the agencies are grouped as a matter of convenience. Each Part represents an individual state agency.

The complete *TAC* is available through the Secretary of State's website at http://www.sos.state.tx.us/tac.

The Titles of the TAC, and their respective Title numbers are:

- 1. Administration
- 4. Agriculture
- 7. Banking and Securities
- 10. Community Development
- 13. Cultural Resources
- 16. Economic Regulation
- 19. Education
- 22. Examining Boards
- 25. Health Services
- 28. Insurance
- 30. Environmental Quality
- 31. Natural Resources and Conservation
- 34. Public Finance
- 37. Public Safety and Corrections
- 40. Social Services and Assistance
- 43. Transportation

How to Cite: Under the *TAC* scheme, each section is designated by a *TAC* number. For example in the citation 1 TAC §91.1: 1 indicates the title under which the agency appears in the *Texas Administrative Code*; *TAC* stands for the *Texas Administrative Code*; §91.1 is the section number of the rule (91 indicates that the section is under Chapter 91 of Title 1; 1 represents the individual section within the chapter).

How to Update: To find out if a rule has changed since the publication of the current supplement to the *Texas Administrative Code*, please look at the *Index of Rules*.

The *Index of Rules* is published cumulatively in the blue-cover quarterly indexes to the *Texas Register*.

If a rule has changed during the time period covered by the table, the rule's *TAC* number will be printed with the *Texas Register* page number and a notation indicating the type of filing (emergency, proposed, withdrawn, or adopted) as shown in the following example.

TITLE 1. ADMINISTRATION Part 4. Office of the Secretary of State Chapter 91. Texas Register 1 TAC §91.1......950 (P)

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