

By: Romero, Jr.

H.B. No. 1196

Substitute the following for H.B. No. 1196:

By: Ordaz

C.S.H.B. No. 1196

A BILL TO BE ENTITLED

1 AN ACT
2 relating to certain contracts regarding airports operated by or on
3 behalf of a local government.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 22.019, Transportation Code, is amended
6 to read as follows:

7 Sec. 22.019. CONTRACTS. Except as provided by Section
8 22.0191, a [A] local government may enter into a contract necessary
9 to the execution of a power granted the local government and for a
10 purpose provided by this chapter.

11 SECTION 2. Subchapter B, Chapter 22, Transportation Code,
12 is amended by adding Section 22.0191 to read as follows:

13 Sec. 22.0191. CERTAIN AIRPORT INFRASTRUCTURE OR EQUIPMENT
14 CONTRACTS. (a) This section applies only to an airport
15 infrastructure or equipment contract for the procurement of a
16 passenger boarding bridge at an airport.

17 (b) A local government or a person operating an airport on
18 behalf of a local government may not enter into an airport
19 infrastructure or equipment contract with:

20 (1) an entity that:

21 (A) a federal court determines has
22 misappropriated intellectual property or trade secrets from
23 another entity organized under federal, state, or local law; and

24 (B) is owned wholly or partly by, is controlled

1 by, or receives subsidies from the government of the People's
2 Republic of China;

3 (2) any entity that owns, controls, is owned or
4 controlled by, is under common ownership with, or is a successor to
5 an entity described by Subdivision (1); or

6 (3) any entity that has entered into an agreement with
7 or accepted funding from an entity described by Subdivision (1) or
8 (2), whether in the form of a minority investment interest, debt,
9 partnership, or other contractual or written agreement.

10 (c) An airport infrastructure or equipment contract entered
11 into by a local government or a person operating an airport on
12 behalf of a local government must contain a written statement by the
13 entity with which the local government or person is contracting
14 verifying that the entity is not an entity described by Subsection
15 (b)(1), (2), or (3).

16 (d) If the written statement required in an airport
17 infrastructure or equipment contract under Subsection (c) is found
18 to be false, the contract is voidable by the local government or
19 person operating the airport.

20 SECTION 3. Section 22.0191, Transportation Code, as added
21 by this Act, applies only to an airport infrastructure or equipment
22 contract entered into, modified, or renewed on or after the
23 effective date of this Act.

24 SECTION 4. This Act takes effect immediately if it receives
25 a vote of two-thirds of all the members elected to each house, as
26 provided by Section 39, Article III, Texas Constitution. If this
27 Act does not receive the vote necessary for immediate effect, this

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1 Act takes effect September 1, 2023.