Amend Amendment No. 332 by Chisum to CSHB 1 (page 420, amendment packet) by striking the text of the amendment and substituting the following:

Amend CSHB 1 in Article VII of the bill, under the appropriations to the Texas Aerospace Commission (page VII-2), by amending Rider 2, Coordination of Spaceport Initiatives, to read as follows:

2. Coordination of Spaceport Initiatives. It is the intent of the Legislature that the Texas Aerospace Commission, the Texas Department of Economic Development, and the <u>Texas Department of Transportation</u> [Governor], or their successor agencies, coordinate efforts and spending related to developing a reusable launch facility or Spaceport. These agencies shall [develop,] maintain[7] and adhere to a memorandum of understanding that <u>is</u> [was] established January 1, 2004 [2002], that details the specific responsibilities of each agency and continues to provide interagency coordination and support to achieve the objective of establishing a Spaceport and developing Texas' low cost launch capabilities.

Should federal economic development block grant funds be available, \$975,000 of such funds shall [should] be used by the Texas Aerospace Commission or its successor agencies for the purpose of awarding grants or assisting with other proposal development costs to selected local Texas communities which may compete for the location of such a facility. A portion of certain geographically dedicated funds provided for economic development under the community development block grant program shall be used to proportionately reduce the amount of Spaceport funding provided to any site, if such funds are available and eligible for that purpose. Expenditure of these [federal] funds is [are] conditioned upon the participation by the Comptroller of Public Accounts [Account] in the development of guidelines for the application process and contract awards as a means of assuring that all applicable state procurement laws and other processes are followed. The Comptroller shall provide assistance in the final grant or contract review and recommendation process and shall recommend other participants as may be required. All such grants or

contracts shall be subject to approval by the Comptroller and awarded based upon individual site progress toward Spaceport development as determined by the Texas Aerospace Commission, or its successor agencies, and the Comptroller.