By: Madden H.B. No. 2528

Substitute the following for H.B. No. 2528:

C.S.H.B. No. 2528 By: Madden

## A BILL TO BE ENTITLED

AN ACT

2 relating to the authority of school districts to purchase

3 electricity through a political subdivision corporation.

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

SECTION 1. Subsection (a), Section 44.031, Education Code, 5

is amended to read as follows: 6

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- (a) Except as provided by this subchapter, all school 7
- district contracts, except contracts for the purchase of produce or
- vehicle fuel, valued at \$25,000 or more in the aggregate for each 9
- 12-month period shall be made by the method, of the following 10
- methods, that provides the best value for the district: 11
- 12 (1) competitive bidding;
- 13 (2) competitive sealed proposals;
- 14 (3) a request for proposals, for services other than
- construction services; 15
- (4) a catalogue purchase as provided by Subchapter B, 16
- Chapter 2157, Government Code; 17
- 18 (5) an interlocal contract;
- (6) a design/build contract; 19
- a contract to construct, rehabilitate, alter, or 20
- 21 repair facilities that involves using a construction manager;
- 22 (8) a job order contract for the minor construction,
- repair, rehabilitation, or alteration of a facility; [or] 23
- 24 (9) the reverse auction procedure as defined by

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- 1 Section 2155.062(d), Government Code; or
- 2 (10) the formation of a political subdivision
- 3 corporation under Section 304.001, Local Government Code.
- 4 SECTION 2. Subsection (a), Section 304.001, Local
- 5 Government Code, is amended to read as follows:
- 6 (a) In this chapter, "political subdivision" means a
- 7 county, municipality, <u>school district</u>, hospital district, or any
- 8 other political subdivision receiving electric service from an
- 9 entity that has implemented customer choice, as defined in Section
- 10 31.002, Utilities Code.
- 11 SECTION 3. This Act takes effect immediately if it receives
- 12 a vote of two-thirds of all the members elected to each house, as
- 13 provided by Section 39, Article III, Texas Constitution. If this
- 14 Act does not receive the vote necessary for immediate effect, this
- 15 Act takes effect September 1, 2003.