By: Estes S.B. No. 1752

A BILL TO BE ENTITLED

AN ACT

- 2 relating to the use of the reverse auction procedure by state
- 3 agencies.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 2155.062(d), Government Code, is amended
- 6 to read as follows:
- 7 (d) In this <u>subchapter</u> [<u>section</u>], "reverse auction
- 8 procedure" means:
- 9 (1) a real-time bidding process usually lasting less
- 10 than one hour and taking place at a previously scheduled time and
- 11 Internet location, in which multiple suppliers, anonymous to each
- other, submit bids to provide the designated goods or services; or
- 13 (2) a bidding process usually lasting less than two
- 14 weeks and taking place during a previously scheduled period and at a
- 15 previously scheduled Internet location, in which multiple
- 16 suppliers, anonymous to each other, submit bids to provide the
- 17 designated goods or services.
- 18 SECTION 2. Subchapter B, Chapter 2155, Government Code, is
- amended by adding Section 2155.085 to read as follows:
- 20 Sec. 2155.085. REVERSE AUCTION PROCEDURE. (a) At least 30
- 21 percent of the dollar value of goods purchased by the commission
- 22 shall be purchased using the reverse auction procedure.
- (b) Notwithstanding Subsection (a), during the state fiscal
- 24 biennium that begins September 1, 2003, at least 10 percent of the

S.B. No. 1752

- 1 dollar value of goods purchased by the commission shall be
- 2 purchased using the reverse auction procedure. This subsection
- 3 <u>expires September 1, 2005.</u>
- 4 (c) Notwithstanding Subsection (a), during the state fiscal
- 5 biennium that begins September 1, 2005, at least 20 percent of the
- 6 dollar value of goods purchased by the commission shall be
- 7 purchased using the reverse auction procedure. This subsection
- 8 <u>expires September 1, 2007.</u>
- 9 SECTION 3. This Act takes effect September 1, 2003.