By: Flores

H.B. No. 1179

A BILL TO BE ENTITLED 1 AN ACT 2 relating to procurements by the Texas Lottery Commission. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. Section 466.101, Government Code, is amended to 4 5 read as follows: Sec. 466.101. PROCUREMENT PROCEDURES. Except as otherwise 6 provided by this subchapter, the general law governing purchasing 7 and contracts by state agencies applies to the commission. 8 [(a) The executive director may establish procedures for the 9 purchase or lease of facilities, goods, and services and make any 10 11 purchases, leases, or contracts that are necessary for carrying out 12 the purposes of this chapter. The procedures must, as determined 13 feasible and appropriate by the executive director, promote 14 competition to the maximum extent possible. [(b) In all procurement decisions, the executive director 15 shall take into account the particularly sensitive nature of the 16 lottery and shall act to promote and ensure integrity, security, 17 18 honesty, and fairness in the operation and administration of the lottery and the objective of producing revenues for the state 19 treasury. 20 21 [(c) The procurement procedures adopted by the executive 22 director must, as determined feasible and appropriate by the 23 executive director, afford any party who is aggrieved by the terms a solicitation or the award of a contract an opportunity to 24

1

H.B. No. 1179

protest the executive director's action to the commission. The 1 protest procedures must provide for an expedient resolution of the 2 protest in order to avoid substantially delaying a solicitation or 3 contract award that is necessary for the timely implementation of a 4 5 lottery game. A protest must be in writing and be filed with the 6 commission not later than 72 hours after receipt of notice of the executive director's action. 7 8 [(d) A party who is aggrieved by the commission's resolution 9 of a protest under Subsection (c) may file an action in the district 10 court of Travis County. The court shall give preference to hearings and trials of actions under this section. If the party filing the 11 action seeks to enjoin the implementation of a solicitation or 12

13 contract, the party shall post a bond that is payable to the state 14 if the party does not prevail in the appeal, and is in an amount 15 sufficient to compensate the state for the revenue that would be 16 lost due to the delay in lottery operations.

17 [(e) The commission shall require any person seeking to 18 contract for goods or services relating to the implementation and 19 administration of this chapter to submit to competitive bidding 20 procedures in accordance with rules adopted by the commission. The 21 procedures must be for the purpose of ensuring fairness and 22 integrity.]

23 SECTION 2. Sections 466.102, 466.104, 466.105, 466.106,
24 466.107, and 466.108, Government Code, are repealed.

25 SECTION 3. (a) The change in law made by this Act governing 26 purchasing and contracts by the Texas Lottery Commission applies to 27 a purchase or contract made on or after the effective date of this

2

H.B. No. 1179

Act, except that a contract or purchase for which the initial notice soliciting bids or proposals or other applicable expressions of interest is given before that date is governed by the law in effect when the initial notice for the contract or purchase is given, and the former law is continued in effect for that purpose.

6 (b) The change in law made by this Act does not affect a 7 contract entered into before the effective date of this Act and does 8 not apply to a purchase made on or after the effective date under a 9 contract entered into before the effective date if the purchase is 10 made during the period covered by the contract.

11

SECTION 4. This Act takes effect September 1, 2007.