By: Swinford H.B. No. 3560

## A BILL TO BE ENTITLED

AN ACT
relating to transferring to the comptroller the duties of the Texas
Building and Procurement Commission that do not primarily concern
state facilities.
BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
ARTICLE 1. TRANSFER OF DUTIES TO COMPTROLLER
SECTION 1.01. Sections 2151.002, 2151.003, and 2151.004,
Government Code, are amended to read as follows:
Sec. 2151.002. <u>DEFINITION</u> [DEFINITIONS]. Except as
otherwise provided by this subtitle, in this subtitle "state
agency"[÷
[(1) "Commission" means the Texas Building and
Procurement Commission.
[ <del>(2) "State agency"</del> ] means:
$\underline{(1)}$ [ $\overline{(A)}$ ] a department, commission, board, office, or
other agency in the executive branch of state government created by
the state constitution or a state statute;
(2) [(B)] the supreme court, the court of criminal
appeals, a court of appeals, or the Texas Judicial Council; or
(3) [ $(C)$ ] a university system or an institution of
higher education as defined by Section 61.003, Education Code,
except a public junior college.

24 General Services Commission, the State Board of Control, [or] the

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Sec. 2151.003. REFERENCE. A statutory reference to the

- 1 State Purchasing and General Services Commission, or [means] the
- 2 Texas Building and Procurement Commission means:
- 3 (1) the Texas Facilities Commission if the statutory
- 4 reference concerns:
- 5 (A) charge and control of state buildings,
- 6 grounds, or property;
- 7 (B) maintenance or repair of state buildings,
- 8 grounds, or property;
- 9 (C) construction of a state building;
- 10 (D) purchase or lease of state buildings,
- grounds, or property by or for the state; or
- 12 <u>(E) child care services for state employees under</u>
- 13 Chapter 663; and
- 14 (2) the comptroller in all other circumstances, except
- as otherwise provided by law.
- 16 Sec. 2151.004. TRANSFER AND ALLOCATION OF POWERS AND DUTIES
- 17 [TO DEPARTMENT OF INFORMATION RESOURCES]. (a) The powers and
- duties of the former General Services Commission under Chapter 2170
- or other law relating to providing telecommunications services for
- 20 state government are transferred to the Department of Information
- 21 Resources.
- (b) A reference in law to the General Services Commission
- 23 that relates to the powers and duties of the <u>former</u> General Services
- 24 Commission under Chapter 2170 or other law relating to providing
- 25 telecommunications services for state government is a reference to
- 26 the Department of Information Resources.
- 27 (c) The Texas Facilities Commission retains the powers and

- 1 duties of the former Texas Building and Procurement Commission
- 2 relating to charge and control of state buildings, grounds, or
- 3 property, maintenance or repair of state buildings, grounds, or
- 4 property, child care services for state employees under Chapter
- 5 663, construction of a state building, or purchase or lease of state
- 6 buildings, grounds, or property by or for the state.
- 7 (d) Except as provided by Subsection (a) or (c) or other
- 8 law, all other powers and duties of the Texas Building and
- 9 Procurement Commission are transferred to the comptroller.
- 10 SECTION 1.02. The heading to Chapter 2152, Government Code,
- is amended to read as follows:
- 12 CHAPTER 2152. TEXAS FACILITIES [BUILDING AND PROCUREMENT]
- 13 COMMISSION
- 14 SECTION 1.03. Section 2152.001, Government Code, is amended
- 15 to read as follows:
- Sec. 2152.001. COMMISSION. The Texas Facilities [Building
- 17 and Procurement] Commission is an agency of the state.
- SECTION 1.04. Subchapter A, Chapter 2152, Government Code,
- is amended by adding Section 2152.0011 to read as follows:
- Sec. 2152.0011. TEXAS FACILITIES COMMISSION; DEFINITION.
- 21 (a) The Texas Building and Procurement Commission is renamed the
- 22 Texas Facilities Commission.
- 23 (b) In this chapter, "commission" or "Texas Building and
- 24 Procurement Commission" means the Texas Facilities Commission.
- 25 SECTION 1.05. Subchapter A, Chapter 2155, Government Code,
- 26 is amended by adding Sections 2155.0011 and 2155.0012 to read as
- 27 follows:

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- 1 Sec. 2155.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 2 powers and duties of the commission under this chapter are
- 3 transferred to the comptroller.
- 4 (b) In this chapter, a reference to the commission means the
- 5 <u>comptroller.</u>
- 6 Sec. 2155.0012. AUTHORITY TO ADOPT RULES. The comptroller
- 7 may adopt rules to efficiently and effectively administer this
- 8 chapter.
- 9 SECTION 1.06. Section 2155.003, Government Code, is amended
- 10 to read as follows:
- 11 Sec. 2155.003. CONFLICT OF INTEREST. (a) The comptroller
- and the chief clerk or any other [A commission member,] employee of
- 13 the comptroller [, or appointee] may not:
- 14 (1) have an interest in, or in any manner be connected
- 15 with, a contract or bid for a purchase of goods or services by an
- 16 agency of the state; or
- 17 (2) in any manner, including by rebate or gift, accept
- or receive from a person to whom a contract may be awarded, directly
- 19 or indirectly, anything of value or a promise, obligation, or
- 20 contract for future reward or compensation.
- 21 (b) The chief clerk or any other [A commission member,]
- 22 employee of the comptroller [, or appointee] who violates
- 23 Subsection (a)(2) is subject to dismissal.
- 24 (c) In consultation with the comptroller, the Texas Ethics
- 25 Commission shall adopt rules to implement this section.
- 26 (d) The Texas Ethics Commission shall administer and
- 27 enforce this section and may prepare written opinions regarding

- 1 this section in accordance with Subchapter D, Chapter 571.
- 2 (e) The comptroller must report to the Texas Ethics
- 3 Commission a campaign contribution from a vendor that bids on or
- 4 receives a contract under the comptroller's purchasing authority.
- 5 SECTION 1.07. Section 2155.144(k), Government Code, is
- 6 amended to read as follows:

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database.

- Subject to Section 531.0055(c), the Health and Human 7 8 Services Commission, in cooperation with the comptroller, shall establish a central contract management database that identifies 9 each contract made with a health and human services agency. The 10 comptroller [commission] may use the database to monitor health and 11 human services agency contracts, and health and human services 12 agencies may use the database in contracting. A state agency shall 13 14 send to the comptroller [commission] in the manner prescribed by 15 the comptroller [commission] the information the agency possesses
- 18 SECTION 1.08. Section 2155.322(b), Government Code, is 19 amended to read as follows:

that the comptroller [commission] requires for inclusion in the

(b) If state law requires that a payment for the goods or services be made on a warrant drawn or an electronic funds transfer initiated by the comptroller or a state agency with delegated authority under Section 403.060, promptly after the later of the receipt of the invoice or the receipt of the goods or services, the agency shall send to the comptroller the certification, together with the financial information and purchase information provided by the invoice and purchase voucher, on a form or in the manner

- 1 <u>prescribed</u> [agreed to] by the comptroller [and the commission].
- 2 SECTION 1.09. Section 2155.323(b), Government Code, is
- 3 amended to read as follows:
- 4 (b) If the comptroller approves the financial information,
- 5 the comptroller shall determine whether [commission rules require
- 6 the commission to audit | the purchase information should also be
- 7 audited under Section 2155.324. [If a commission audit is
- 8 required, the comptroller shall promptly send the certification and
- 9 purchase information to the commission using the method and format
- 10 agreed to by the comptroller and the commission.
- 11 SECTION 1.10. Section 2155.324, Government Code, is amended
- 12 to read as follows:
- Sec. 2155.324. <u>PURCHASE</u> [COMMISSION] AUDIT. (a) <u>When</u> [Not
- 14 later than the eighth day after the date the commission receives the
- 15 certification and purchase information required by this subchapter
- 16 **from**] the comptroller considers a purchase audit to be advisable,
- 17 <u>the comptroller</u>[, the commission] shall audit the <u>purchase</u>
- 18 information for compliance with applicable purchasing statutes and
- 19 [commission] rules.
- 20 (b) The comptroller [commission] may determine the auditing
- 21 method used under this section, including stratified or statistical
- 22 sampling techniques.
- 23 [(c) The commission shall notify the comptroller of the
- 24 results of the commission's audit, using the method and format
- 25 agreed to by the commission and the comptroller.
- SECTION 1.11. Section 2155.325, Government Code, is amended
- 27 to read as follows:

- 1 Sec. 2155.325. PURCHASE [COMMISSION] AUDIT AFTER ISSUANCE
- 2 OF WARRANT. (a) The comptroller [commission] may audit purchase
- 3 information after a warrant has been issued if the audit will
- 4 expedite the payment process.
- 5 (b) For audits under this section, the <u>comptroller</u>
- 6 [commission] by rule shall:
- 7 (1) determine the types of purchases that will be
- 8 audited after a warrant is issued; and
- 9 (2) specify the purchase information that a state
- 10 agency must send to the comptroller [or the commission] before a
- 11 warrant is issued.
- 12 [(c) For purchases audited after a warrant is issued, the
- 13 comptroller shall send the certification and purchase information
- 14 received by the comptroller under Section 2155.322(b) to the
- 15 commission under commission rules.
- SECTION 1.12. Section 2155.326, Government Code, is amended
- 17 to read as follows:
- 18 Sec. 2155.326. AUDIT BY STATE AUDITOR [UPDATE OF COMMISSION
- 19 FILES AND RECORDS]. Transactions, processes, and the performance
- of functions under this chapter and Chapters 2156, 2157, and 2158
- 21 are subject to audit by the state auditor under Chapter 321. [To
- 22 enable the commission to update periodically computer records and
- 23 close purchase order files, the comptroller shall, on request,
- 24 furnish the commission with information detailing all vouchers paid
- 25 under this subchapter and Section 2155.132.
- 26 SECTION 1.13. Section 2155.381, Government Code, is amended
- 27 to read as follows:

- 1 Sec. 2155.381. INVOICE. (a) The contractor or seller of
- 2 goods or services contracted for by the comptroller [commission]
- 3 shall submit an invoice to the ordering agency at the address shown
- 4 on the purchase order.
- 5 (b) The invoice shall be prepared and submitted as provided
- 6 by [commission] rule of the comptroller.
- 7 SECTION 1.14. Section 2155.382(a), Government Code, is
- 8 amended to read as follows:
- 9 (a) After the comptroller <u>approves</u> [and the commission have
- 10 approved] financial information and purchase information, when
- 11 advance approval of that information is required by [commission]
- 12 rule of the comptroller, the comptroller shall draw a warrant on the
- 13 state treasury for:
- 14 (1) the amount due on the invoice; or
- 15 (2) the amount on the invoice that has been allowed.
- SECTION 1.15. Section 2155.503, Government Code, is amended
- 17 to read as follows:
- Sec. 2155.503. RULES. (a) The comptroller [commission]
- 19 and the department shall adopt rules to implement this subchapter.
- 20 The rules must:
- 21 (1) establish standard terms for contracts listed on a
- 22 schedule; and
- 23 (2) maintain consistency with existing purchasing
- 24 standards.
- 25 (b) The comptroller [commission] and the department shall
- 26 consult with the attorney general [and the comptroller] in
- 27 developing rules under this section.

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- 1 SECTION 1.16. Subchapter A, Chapter 2156, Government Code,
- 2 is amended by adding Sections 2156.0011 and 2156.0012 to read as
- 3 follows:
- 4 Sec. 2156.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 5 powers and duties of the commission under this chapter are
- 6 transferred to the comptroller.
- 7 (b) In this chapter, a reference to the commission means the
- 8 comptroller.
- 9 Sec. 2156.0012. AUTHORITY TO ADOPT RULES. The comptroller
- 10 may adopt rules to efficiently and effectively administer this
- 11 chapter.
- 12 SECTION 1.17. Subchapter A, Chapter 2157, Government Code,
- is amended by adding Sections 2157.0011 and 2157.0012 to read as
- 14 follows:
- 15 Sec. 2157.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 16 powers and duties of the commission under this chapter are
- 17 transferred to the comptroller.
- 18 (b) In this chapter, a reference to the commission means the
- 19 comptroller.
- Sec. 2157.0012. AUTHORITY TO ADOPT RULES. The comptroller
- 21 may adopt rules to efficiently and effectively administer this
- 22 chapter.
- SECTION 1.18. Subchapter A, Chapter 2158, Government Code,
- 24 is amended by adding Sections 2158.0011 and 2158.0012 to read as
- 25 follows:
- Sec. 2158.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 27 powers and duties of the commission under this chapter are

- 1 transferred to the comptroller.
- 2 (b) In this chapter, a reference to the commission means the
- 3 comptroller.
- 4 Sec. 2158.0012. AUTHORITY TO ADOPT RULES. The comptroller
- 5 may adopt rules to efficiently and effectively administer this
- 6 chapter.
- 7 SECTION 1.19. Subchapter A, Chapter 2161, Government Code,
- 8 is amended by adding Sections 2161.0011 and 2161.0012 to read as
- 9 follows:
- 10 Sec. 2161.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 11 powers and duties of the commission under this chapter are
- 12 transferred to the comptroller.
- (b) In this chapter, a reference to the commission means the
- 14 comptroller.
- Sec. 2161.0012. AUTHORITY TO ADOPT RULES. (a) The
- 16 comptroller may adopt rules to efficiently and effectively
- 17 administer this chapter.
- 18 (b) The comptroller shall follow the procedures prescribed
- 19 by Subchapter B, Chapter 2001, when adopting a new rule or a change
- 20 to an existing rule that relates to historically underutilized
- 21 <u>businesses</u>.
- 22 SECTION 1.20. Section 2161.061, Government Code, is amended
- 23 by adding Subsection (e) to read as follows:
- (e) A local government or a nonprofit organization that
- 25 certifies historically underutilized businesses under Subsection
- 26 (c) or that conducts a certification program described by and
- 27 approved under Subsection (b) shall make available to the public an

- 1 online searchable database containing information about
- 2 historically underutilized businesses, minority business
- 3 enterprises, women's business enterprises, and disadvantaged
- 4 business enterprises certified by the local government or nonprofit
- 5 organization, including:
- 6 (1) the name of the business;
- 7 (2) the contact person or owner of the business;
- 8 (3) the address and telephone number of the business;
- 9 (4) the type or category of business, including
- 10 relevant capabilities of the business and the North American
- 11 Industry Classification System codes for the business; and
- 12 <u>(5) the expiration date of the business's</u>
- 13 certification.
- 14 SECTION 1.21. Sections 2161.123(d) and (e), Government
- 15 Code, are amended to read as follows:
- 16 (d) The commission and the state auditor shall cooperate to
- 17 develop procedures providing for random periodic monitoring of
- 18 state agency compliance with this section. The state auditor shall
- 19 report to the commission a state agency that is not complying with
- 20 this section. In determining whether a state agency is making a
- 21 good faith effort to comply, the state auditor shall consider
- 22 whether the agency:
- 23 (1) has adopted rules under Section 2161.003;
- 24 (2) has used the commission's directory under Section
- 25 2161.064 and other resources to identify historically
- 26 underutilized businesses that are able and available to contract
- 27 with the agency;

- 1 (3) made good faith, timely efforts to contact
- 2 identified historically underutilized businesses regarding
- 3 contracting opportunities; [and]
- 4 (4) conducted its procurement program in accordance
- 5 with the good faith effort methodology set out in commission rules;
- 6 and
- 7 (5) established goals for contracting with
- 8 <u>historically underutilized businesses in each procurement category</u>
- 9 based on:
- 10 (A) scheduled fiscal year expenditures; and
- 11 <u>(B)</u> the availability of historically
- 12 underutilized businesses in each category as determined by rules
- 13 adopted under Section 2161.002.
- (e) In conducting an audit of an agency's compliance with
- 15 this section or an agency's making of a good faith effort to
- 16 implement the plan adopted under this section, the state auditor
- 17 shall [not] consider the success or failure of the agency to
- 18 contract with historically underutilized businesses in accordance
- 19 with the agency's goals described by Subsection (d)(5) [in any
- 20 specific quantity. The state auditor's review shall be restricted
- 21 to the agency's procedural compliance with Subsection (d)].
- SECTION 1.22. Section 2161.125, Government Code, is amended
- 23 to read as follows:
- Sec. 2161.125. CATEGORIZATION BY SEX, RACE, AND ETHNICITY.
- 25 The comptroller [commission], in cooperation with [the comptroller
- 26 and] each state agency reporting under this subchapter, shall
- 27 categorize each historically underutilized business included in a

- 1 report under this subchapter by sex, race, and ethnicity.
- 2 SECTION 1.23. Section 2161.127, Government Code, is amended
- 3 to read as follows:
- 4 Sec. 2161.127. LEGISLATIVE APPROPRIATIONS REQUESTS. (a)
- 5 Each state agency must include as part of its legislative
- 6 appropriations request a detailed report for consideration by the
- 7 budget committees of the legislature that shows the extent to which
- 8 the agency complied with this chapter and rules of the commission
- 9 adopted under this chapter during the two calendar years preceding
- 10 the calendar year in which the request is submitted. To the extent
- 11 the state agency did not comply, the report must demonstrate the
- 12 reasons for that fact. The extent to which a state agency complies
- 13 with this chapter and rules of the commission adopted under this
- 14 chapter is considered a performance measure for purposes of the
- 15 appropriations process.
- (b) The report under Subsection (a) must include:
- 17 (1) the agency's goals established under Section
- 18 2161.123(d)(5) for contracting with historically underutilized
- 19 businesses during the two calendar years preceding the calendar
- 20 year in which the request is submitted;
- 21 (2) a statement regarding whether the goals
- established under Section 2161.123(d)(5) were met during the two
- 23 calendar years preceding the calendar year in which the request is
- 24 submitted; and
- 25 (3) if the goals established under Section
- 26 2161.123(d)(5) were not met during the two calendar years preceding
- 27 the calendar year in which the request is submitted:

(A) a statement of the percentage by which the 1 2 agency's actual use of historically underutilized businesses 3 deviated from the agency's goals; and 4 (B) an explanation of why the goals were not met. 5 SECTION 1.24. Section 2162.051(a), Government Code, 6 amended to read as follows: The State Council on Competitive Government consists of 7 8 the following individuals or the individuals they designate: (1) the governor; 9 10 (2) the lieutenant governor; 11 (3) the comptroller; (4) the speaker of the house of representatives; 12 the [commission's] presiding officer of the Texas 13 14 Facilities Commission; [and] 15 (6) the commissioner of the Texas Workforce Commission representing labor; and 16 (7) the land commissioner. 17 SECTION 1.25. Subchapter B, Chapter 2162, Government Code, 18 19 is amended by adding Section 2162.053 to read as follows: Sec. 2162.053. ADMINISTRATION BY COMPTROLLER. (a) The 20 21 comptroller shall provide offices for the council and shall provide

transferred to the comptroller.

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SECTION 1.26. Section 2162.102(c), Government Code, 27 is

support necessary to carry out its powers and duties.

the council with legal, technical, administrative, and other

Building and Procurement Commission with respect to the council are

(b) Any administrative powers or duties of the Texas

- 1 amended to read as follows:
- 2 (c) In performing its duties under this chapter, the council
- 3 may:
- 4 (1) require a state agency to conduct a hearing,
- 5 study, review, or cost estimate, including an agency in-house cost
- 6 estimate or a management study, concerning any aspect of a service
- 7 identified under Subsection (a);
- 8 (2) develop and require state agencies to use methods
- 9 to accurately and fairly estimate and account for the cost of
- 10 providing a service identified under Subsection (a);
- 11 (3) require that a service identified under Subsection
- 12 (a) be submitted to competitive bidding or another process that
- 13 creates competition with private commercial sources;
- 14 (4) prescribe, after consulting affected state
- 15 agencies, the specifications and conditions of purchase procedures
- that must be followed by the <a href="comptroller">comptroller</a> [commission] and a state
- 17 agency or a private commercial source engaged in competitive
- 18 bidding to provide a service identified under Subsection (a);
- 19 (5) award a contract to a state agency providing the
- 20 service, another state agency, a private commercial source, or a
- 21 combination of those entities, if the bidder presents the best and
- 22 most reasonable bid, which is not necessarily the lowest bid; and
- 23 (6) determine the terms of a contract for service or
- 24 interagency contract to provide a service identified under
- 25 Subsection (a).
- SECTION 1.27. Chapter 2163, Government Code, is amended by
- 27 adding Sections 2163.0011 and 2163.0012 to read as follows:

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- 1 Sec. 2163.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 2 powers and duties of the commission under this chapter are
- 3 <u>transferred to the comptroller.</u>
- 4 (b) In this chapter, a reference to the commission means the
- 5 <u>comptroller.</u>
- 6 Sec. 2163.0012. AUTHORITY TO ADOPT RULES. The comptroller
- 7 may adopt rules to efficiently and effectively administer this
- 8 chapter.
- 9 SECTION 1.28. Subchapter A, Chapter 2165, Government Code,
- 10 is amended by adding Sections 2165.0011 and 2165.0012 to read as
- 11 follows:
- 12 Sec. 2165.0011. DEFINITION. In this chapter, "commission"
- means the Texas Facilities Commission.
- 14 Sec. 2165.0012. AUTHORITY TO ADOPT RULES. The commission
- 15 may adopt rules to efficiently and effectively administer this
- 16 <u>chapter.</u>
- SECTION 1.29. Section 2166.001, Government Code, is amended
- 18 by amending Subdivision (1) and adding Subdivision (1-a) to read as
- 19 follows:
- 20 (1) "Commission" means the Texas Facilities
- 21 <u>Commission</u>.
- 22  $\underline{\text{(1-a)}}$  "Construction" includes acquisition and
- 23 reconstruction.
- SECTION 1.30. Subchapter A, Chapter 2167, Government Code,
- is amended by adding Section 2167.0011 to read as follows:
- Sec. 2167.0011. DEFINITION. In this chapter, "commission"
- 27 means the Texas Facilities Commission.

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- 1 SECTION 1.31. Subchapter A, Chapter 2170, Government Code,
- 2 is amended by adding Sections 2170.0011 and 2170.0012 to read as
- 3 follows:
- 4 Sec. 2170.0011. TRANSFER OF DUTIES; REFERENCE. (a) Any
- 5 remaining powers and duties of the commission under this chapter
- 6 <u>are transferred to the comptroller.</u>
- 7 (b) Subject to Section 2151.004(b), in this chapter a
- 8 reference to the commission means the comptroller.
- 9 Sec. 2170.0012. AUTHORITY TO ADOPT RULES. The comptroller
- 10 may adopt rules to efficiently and effectively administer this
- 11 chapter.
- 12 SECTION 1.32. Subchapter A, Chapter 2171, Government Code,
- is amended by adding Section 2171.0011 to read as follows:
- 14 Sec. 2171.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 15 powers and duties of the commission under this chapter are
- 16 <u>transferred to the comptroller.</u>
- 17 (b) In this chapter, a reference to the commission means the
- 18 comptroller.
- 19 SECTION 1.33. Section 2171.056(e), Government Code, is
- 20 amended to read as follows:
- 21 (e) The <u>comptroller</u> [<del>commission</del>] shall adopt rules related
- 22 to exemptions from the prohibition prescribed by Subsection (b).
- 23 [To facilitate the audit of the travel vouchers, the commission
- 24 shall consult with the comptroller before the commission adopts
- 25 <u>rules or procedures under Subsection (b).</u>]
- 26 SECTION 1.34. Chapter 2172, Government Code, is amended by
- 27 adding Sections 2172.0011 and 2172.0012 to read as follows:

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- 1 Sec. 2172.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 2 powers and duties of the commission under this chapter are
- 3 transferred to the comptroller.
- 4 (b) In this chapter, a reference to the commission means the
- 5 <u>comptroller.</u>
- 6 Sec. 2172.0012. AUTHORITY TO ADOPT RULES. The comptroller
- 7 may adopt rules to efficiently and effectively administer this
- 8 chapter.
- 9 SECTION 1.35. Subchapter A, Chapter 2175, Government Code,
- 10 is amended by adding Sections 2175.0011 and 2175.0012 to read as
- 11 follows:
- 12 Sec. 2175.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 13 powers and duties of the commission under this chapter are
- 14 transferred to the comptroller.
- 15 (b) In this chapter, a reference to the commission means the
- 16 <u>comptroller.</u>
- Sec. 2175.0012. AUTHORITY TO ADOPT RULES. The comptroller
- 18 may adopt rules to efficiently and effectively administer this
- 19 chapter.
- SECTION 1.36. Section 2175.122, Government Code, is amended
- 21 to read as follows:
- Sec. 2175.122. STATE AGENCY NOTICE TO [COMMISSION AND]
- 23 COMPTROLLER. A state agency that determines it has surplus or
- 24 salvage property shall inform the [commission and the] comptroller
- of the property's kind, number, location, condition, original cost
- or value, and date of acquisition.
- SECTION 1.37. Section 2175.123(b), Government Code, is

- 1 amended to read as follows:
- 2 (b) The state agency shall inform the [commission and the]
- 3 comptroller of its determination.
- 4 SECTION 1.38. Section 2175.1825, Government Code, is
- 5 amended to read as follows:
- 6 Sec. 2175.1825. ADVERTISING ON COMPTROLLER WEBSITE. The
- 7 [Not later than the second day after the date the comptroller
- 8 receives notice from the commission under Section 2175.182(c), the]
- 9 comptroller shall advertise the property's kind, number, location,
- 10 and condition on the comptroller's website.
- 11 SECTION 1.39. Section 2175.190(a), Government Code, is
- 12 amended to read as follows:
- (a) On the sale by the comptroller [commission] of surplus
- or salvage property, the comptroller [commission] shall report the
- 15 property sold and the sale price to the state agency that owned the
- 16 property [and to the comptroller].
- SECTION 1.40. Subchapter A, Chapter 2176, Government Code,
- is amended by adding Section 2176.0011 to read as follows:
- 19 Sec. 2176.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 20 powers and duties of the commission under this chapter are
- 21 transferred to the comptroller.
- (b) In this chapter, a reference to the commission means the
- 23 <u>comptroller.</u>
- SECTION 1.41. Section 2176.053, Government Code, is amended
- 25 to read as follows:
- Sec. 2176.053. DELIVERY OF STATE WARRANTS. State warrants
- 27 may be delivered in a manner agreed to by the comptroller[, the

- 1 commission, and the affected agency.
- 2 SECTION 1.42. Subchapter A, Chapter 2177, Government Code,
- 3 is amended by adding Sections 2177.0011 and 2177.0012 to read as
- 4 follows:
- 5 Sec. 2177.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 6 powers and duties of the commission under this chapter are
- 7 <u>transferred to the comptroller.</u>
- 8 (b) In this chapter, a reference to the commission means the
- 9 comptroller.
- Sec. 2177.0012. AUTHORITY TO ADOPT RULES. The comptroller
- 11 may adopt rules to efficiently and effectively administer this
- 12 chapter.
- SECTION 1.43. Section 22.008(d), Government Code, is
- 14 amended to read as follows:
- 15 (d) The reporter shall return the record, with briefs and
- opinions, to the clerk when the report is completed and from time to
- time shall deliver the reports to the comptroller [State Purchasing
- 18 and General Services Commission] for publication. Each volume
- 19 shall be copyrighted in the name of the reporter, who immediately on
- 20 delivery of the edition shall transfer and assign it to the state.
- 21 The edition shall be electrotyped. The state owns the plates, and
- the comptroller [State Purchasing and General Services Commission]
- 23 shall preserve them.
- SECTION 1.44. Section 325.017(e), Government Code, is
- 25 amended to read as follows:
- 26 (e) Unless the governor designates an appropriate state
- 27 agency as prescribed by Subsection (f), property and records in the

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- 1 custody of an abolished state agency or advisory committee on
- 2 September 1 of the even-numbered year after abolishment shall be
- 3 transferred to the comptroller [State Purchasing and General
- 4 Services Commission]. If the governor designates an appropriate
- 5 state agency, the property and records shall be transferred to the
- 6 designated state agency.
- 7 SECTION 1.45. Section 403.251, Government Code, is amended
- 8 to read as follows:
- 9 Sec. 403.251. ADDITIONAL DUTIES OF COMPTROLLER
- 10 [COMMISSION]. The comptroller [commission] shall treat
- 11 documentation submitted [to the commission] by a state agency as
- 12 part of the procedure for replenishing a petty cash account as a
- 13 proposed expenditure of appropriated funds. The comptroller
- 14 [commission] shall follow its usual procedures for reviewing
- 15 purchases. The <u>comptroller</u> [commission] shall give the agency a
- 16 written approval or disapproval of each disbursement from the petty
- 17 cash account.
- SECTION 1.46. Section 441.106, Government Code, is amended
- 19 to read as follows:
- Sec. 441.106. PAYMENT FOR PRINTING OF STATE PUBLICATIONS.
- 21 If a state agency's printing is done by contract, an account for the
- 22 printing may not be approved and a warrant may not be issued unless
- 23 the agency first furnishes to the  $\underline{comptroller}$  [ $\underline{Texas}$  Building and
- 24 Procurement Commission] a receipt from the state librarian for the
- 25 publication or a written waiver from the state librarian exempting
- 26 the publication from this subchapter.
- SECTION 1.47. Sections 441.194(a) and (b), Government Code,

- 1 are amended to read as follows:
- 2 (a) Unless otherwise provided by law, the <u>comptroller</u>
  3 [General Services Commission] shall take custody of the records of
  4 a state agency that is abolished by the legislature and whose duties
  5 and responsibilities are not transferred to another state agency.
- 6 (b) Unless the requirement is waived by the state records
  7 administrator, the records management officer of the <u>comptroller</u>
  8 [General Services Commission], or of another state agency that
  9 receives custody of the records pursuant to law, shall prepare and
  10 submit to the state archivist and the state records administrator a
  11 list of the records of the abolished state agency within 180 days of
  12 the effective date of the agency's abolition.
- SECTION 1.48. Section 444.021(a), Government Code, is amended to read as follows:
- 15 (a) The commission shall:
- (1) foster the development of a receptive climate for the arts that will culturally enrich and benefit state citizens in their daily lives;
- 19 (2) make visits and vacations to the state more 20 appealing to the world;
- 21 (3) attract, through appropriate programs of 22 publicity and education, additional outstanding artists to become 23 state residents;
- (4) direct activities such as the sponsorship of lectures and exhibitions and the central compilation and dissemination of information on the progress of the arts in the state;

- 1 (5) provide advice to the <u>comptroller</u> [General
- 2 Services commission, Texas Historical Commission, Texas State
- 3 Library, Texas Tourist Development Agency, Texas Department of
- 4 Transportation, and other state agencies to provide a concentrated
- 5 state effort in encouraging and developing an appreciation for the
- 6 arts in the state;
- 7 (6) provide advice relating to the creation,
- 8 acquisition, construction, erection, or remodeling by the state of
- 9 a work of art; and
- 10 (7) provide advice, on request of the governor,
- 11 relating to the artistic character of buildings constructed,
- 12 erected, or remodeled by the state.
- 13 SECTION 1.49. Section 465.0082, Government Code, is amended
- 14 to read as follows:
- 15 Sec. 465.0082. PURCHASING RULES. The commission shall
- 16 adopt rules to guide its purchases of supplies, materials,
- 17 services, and equipment to carry out eligible undertakings as
- defined by Section 465.021. The commission shall use as a guide,
- 19 whenever consistent with the commission's purposes, the rules of
- 20 the comptroller [State Purchasing and General Services
- 21 Commission].
- SECTION 1.50. Section 465.018(b), Government Code, is
- 23 amended to read as follows:
- 24 (b) This section does not prohibit the commission from using
- 25 the comptroller's purchasing [General Services Commission's]
- 26 services.
- 27 SECTION 1.51. Section 466.104, Government Code, is amended

- 1 to read as follows:
- 2 Sec. 466.104. ASSISTANCE OF COMPTROLLER [GENERAL SERVICES
- 3 COMMISSION]. (a) On request of the executive director, the
- 4 comptroller [General Services Commission] shall assist the
- 5 executive director in:
- 6 (1) acquiring facilities, supplies, materials,
- 7 equipment, and services under Subtitle D, Title 10; or
- 8 (2) establishing procedures for the executive
- 9 director's accelerated acquisition of facilities, supplies,
- 10 materials, equipment, and services for the operation of the
- 11 lottery.
- 12 (b) The comptroller may request assistance from the Texas
- 13 Facilities Commission in performing its facilities-related duties
- 14 under this section.
- 15 SECTION 1.52. Section 481.027(f), Government Code, is
- 16 amended to read as follows:
- 17 (f) The comptroller [General Services Commission] may, at
- 18 the request of a state agency, provide to the agency services
- 19 exempted from the application of Subtitle D, Title 10 under
- 20 Subsection (e). Chapter 771 does not apply to services provided
- 21 under this subsection. The <u>comptroller</u> [<del>commission</del>] shall
- 22 establish a system of charges and billings that ensures recovery of
- 23 the cost of providing the services and shall submit a purchase
- voucher or a journal voucher, after the close of each month, to the
- 25 agency for which services were performed.
- SECTION 1.53. Section 496.0515(b), Government Code, is
- 27 amended to read as follows:

- 1 (b) The department shall promulgate procedures for the 2 purpose of purchasing under Subsection (a). The department shall 3 file copies of the procedures promulgated under this subsection 4 with the comptroller [General Services Commission].
- 5 SECTION 1.54. Section 497.024(b), Government Code, is 6 amended to read as follows:

- (b) If the <u>comptroller</u> [General Services Commission] determines that an article or product produced by the office under this subchapter does not meet the requirements of an agency of the state or a political subdivision, or that the office has determined that the office is unable to fill a requisition for an article or product, the agency or subdivision may purchase the article or product from another source.
- SECTION 1.55. Sections 497.025(a) and (c), Government Code, are amended to read as follows:
  - (a) An agency of the state that purchases articles and products under this subchapter must requisition the purchase through the <u>comptroller</u> [General Services Commission] except for purchases of articles or products not included in an established contract. The purchase of articles or products not included in an established contract and that do not exceed the dollar limits established under Section 2155.132 may be acquired directly from the office on the agency's obtaining an informal or a formal quotation for the item and issuing a proper purchase order to the office. The <u>comptroller</u> [General Services Commission] and the department shall enter into an agreement to expedite the process by which agencies are required to requisition purchases of articles or

- 1 products through the <a href="comptroller">comptroller</a> [commission].
- 2 (c) If an agency or political subdivision purchasing goods 3 under this subchapter desires to purchase goods or articles from
- 4 the office, it may do so without complying with any other state law
- 5 otherwise requiring the agency or political subdivision to request
- 6 competitive bids for the article or product. Nothing herein shall
- 7 be interpreted to require a political subdivision to purchase goods
- 8 or articles from the office if the political subdivision determines
- 9 that the goods or articles can be purchased elsewhere at a lower
- 10 price. An agency may decline to purchase goods or articles from the
- 11 office if the agency determines, after giving the office a final
- 12 opportunity to negotiate on price, and the comptroller [General
- 13 Services Commission] certifies, that the goods or articles can be
- 14 purchased elsewhere at a lower price.
- 15 SECTION 1.56. Section 497.026, Government Code, is amended
- 16 to read as follows:
- 17 Sec. 497.026. PRICES. The office and the comptroller
- 18 [General Services Commission] shall determine the sales price of
- 19 articles and products produced under this subchapter.
- SECTION 1.57. Section 497.027, Government Code, is amended
- 21 to read as follows:
- Sec. 497.027. SPECIFICATIONS. (a) The <u>comptroller</u>
- 23 [General Services Commission] shall establish specifications for
- 24 articles and products produced under this subchapter. An article
- or product produced under this subchapter must meet specifications
- 26 established under this subsection in effect when the article or
- 27 product is produced.

- 1 (b) The office may manufacture articles and products to meet
- 2 commercial specifications for the article or product if the
- 3 comptroller [General Services Commission] has not established
- 4 specifications for the article or product and the comptroller
- 5 [commission] approves the commercial specifications.
- 6 SECTION 1.58. Section 497.029, Government Code, is amended
- 7 to read as follows:
- 8 Sec. 497.029. NEW ARTICLES AND PRODUCTS. The comptroller
- 9 [General Services Commission] may request the office to produce
- 10 additional articles or products under this subchapter.
- 11 SECTION 1.59. Section 497.030, Government Code, is amended
- 12 to read as follows:
- 13 Sec. 497.030. COMPTROLLER [GENERAL SERVICES COMMISSION]
- 14 REPORTS. (a) Not later than the 31st day before the first day of
- each fiscal year, the <a href="comptroller">comptroller</a> [General Services Commission]
- 16 shall submit to the office a report that summarizes the types and
- 17 amounts of articles and products sold under this subchapter in the
- 18 preceding nine months.
- 19 (b) Not later than the 100th day after the last day of each
- 20 fiscal year, the comptroller [General Services Commission] shall
- 21 submit to the office a report that states the types and amounts of
- 22 articles and products sold under this subchapter in the preceding
- 23 fiscal year.
- 24 (c) A report submitted by the comptroller [General Services
- 25 Commission] under this section must describe the articles and
- 26 products to the extent possible in the manner those articles and
- 27 products are described in catalogs prepared under Section 497.028.

- 1 SECTION 1.60. Section 531.0312(b), Government Code, is
- 2 amended to read as follows:
- 3 (b) The commission shall cooperate with the Records
- 4 Management Interagency Coordinating Council and the comptroller
- 5 [General Services Commission] to establish a single method of
- 6 categorizing information about health and human services to be used
- 7 by the Records Management Interagency Coordinating Council and the
- 8 Texas Information and Referral Network. The network, in
- 9 cooperation with the council and the comptroller [General Services
- 10 Commission], shall ensure that:
- 11 (1) information relating to health and human services
- is included in each residential telephone directory published by a
- 13 for-profit publisher and distributed to the public at minimal or no
- 14 cost; and
- 15 (2) the single method of categorizing information
- 16 about health and human services is used in a residential telephone
- directory described by Subdivision (1).
- SECTION 1.61. Section 663.001(3), Government Code, is
- 19 amended to read as follows:
- 20 (3) "Commission" means the <u>Texas Facilities</u> [General
- 21 Services | Commission.
- SECTION 1.62. Sections 791.025(a) and (b), Government Code,
- 23 are amended to read as follows:
- 24 (a) A local government, including a council of governments,
- 25 may agree with another local government or with the state or a state
- 26 agency, including the comptroller [General Services Commission],
- 27 to purchase goods and services.

(b) A local government, including a council of governments, may agree with another local government, including a nonprofit corporation that is created and operated to provide one or more governmental functions and services, or with the state or a state agency, including the comptroller [General Services Commission], to purchase goods and any services reasonably required for the installation, operation, or maintenance of the goods. subsection does not apply to services provided by firefighters, police officers, or emergency medical personnel.

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- SECTION 1.63. Section 825.103(d), Government Code, 10 is amended to read as follows: 11
- Notwithstanding any other law, the retirement system has exclusive authority over the purchase of goods and services using money other than money appropriated from the general revenue fund, including specifically money from trusts under administration of the retirement system, and Subtitle D, Title 10, does not apply to the retirement system with respect to that money. The retirement system shall acquire goods or services procurement methods approved by the board of trustees or the board's designee. For purposes of this subsection, goods and services include all professional and consulting services and utilities as well as supplies, materials, equipment, skilled or unskilled labor, and insurance. The comptroller [Texas Building and Procurement Commission] shall procure goods or services for the retirement system at the request of the retirement system, and the 26 retirement system may use the services of the comptroller [that commission] in procuring goods or services.

- 1 SECTION 1.64. Section 2051.052, Government Code, is amended
- 2 to read as follows:
- 3 Sec. 2051.052. CANCELLATION OF PUBLISHING CONTRACT. The
- 4 <u>comptroller</u> [General Services Commission] or a district or county
- 5 official required to publish a notice may cancel a contract
- 6 executed by the  $\underline{\text{comptroller}}$  [ $\underline{\text{commission}}$ ] or official for the
- 7 publication if the <u>comptroller</u> [<del>commission</del>] or official determines
- 8 that the newspaper charges a rate higher than the legal rate.
- 9 SECTION 1.65. Section 2054.057(a), Government Code, is
- 10 amended to read as follows:
- 11 (a) The department, with the cooperation of the
- 12 comptroller[, the General Services Commission,] and other
- 13 appropriate state agencies, shall develop and implement a program
- 14 to train state agency personnel in effectively negotiating
- 15 contracts for the purchase of information resources technologies.
- SECTION 1.66. Section 2101.038, Government Code, is amended
- 17 to read as follows:
- Sec. 2101.038. DUTIES OF STATE AUDITOR. The state auditor,
- 19 when reviewing the operation of a state agency, shall audit for
- 20 compliance with the uniform statewide accounting system, the
- 21 comptroller's rules, and the Legislative Budget Board's performance
- 22 and workload measures. The state auditor shall also audit state
- 23 agencies that make purchases that are exempted from the purchasing
- 24 authority of the comptroller [General Services Commission] or that
- 25 make purchases under delegated purchasing authority for compliance
- 26 with applicable provisions of Subtitle D, except that this section
- 27 does not require the state auditor to audit purchases made under

- 1 Section 51.9335, Education Code, or made under Section 73.115,
- 2 Education Code. The state auditor shall notify the comptroller,
- 3 the governor, the lieutenant governor, the speaker of the house of
- 4 representatives, and the Legislative Budget Board as soon as
- 5 practicable when a state agency is not in compliance.
- 6 SECTION 1.67. Section 2103.032(a), Government Code, is 7 amended to read as follows:
- 8 (a) The comptroller by rule may establish a system for state
  9 agencies to submit and approve electronically vouchers if the
  10 comptroller determines that the system will facilitate the
  11 operation and administration of the uniform statewide accounting
  12 system. The comptroller may establish an electronic method to
  13 approve a voucher submitted by a state agency [and may establish an
  14 electronic system for the approval of vouchers by the General
- 15 Services Commission].
- SECTION 1.68. Sections 2113.103(a), (c), and (d),
  Government Code, are amended to read as follows:
- A state agency should use the most cost-effective means 18 of postal service available. A state agency may use appropriated 19 money to purchase any form of mailing service available from the 20 United States Postal Service that results in lower cost to the 21 agency and affords service comparable in quality to other available 22 The <u>comptroller</u> [General Services Commission] 23 postal services. 24 shall assist state agencies in determining the types 25 comparability of postal services available from the United States 26 Postal Service.
- (c) An agency other than an institution of higher education

- as defined by Section 61.003, Education Code, that spends for 1 2 postage in a fiscal year an amount that exceeds the dollar amount set by the General Appropriations Act as the maximum expenditure 3 4 for postage shall purchase or rent a postage meter machine and 5 record all purchases of postage on the machine except purchases of postage for employees in field offices and traveling employees. 6 The rental of a postage meter machine by a state agency, including 7 8 an institution of higher education, the legislature, or an agency 9 in the legislative branch of state government, must be from a 10 company approved by the comptroller [General Services Commission]. The comptroller [General Services Commission] by rule shall adopt 11 12 procedures for the renting entity to pay for postage.
- 13 (d) Subsection (b) does not apply to a reimbursement:
- 14 (1) to an authorized petty cash account;
- 15 (2) to a state employee for an emergency purchase of 16 postage or emergency payment of post office box rent;
- 17 (3) that is received by a state agency for authorized services and is appropriated directly to the receiving agency; or
- 19 (4) under a contract for mailing services that may 20 include postage, if the contract has been approved by the 21 comptroller [General Services Commission].
- SECTION 1.69. Section 2113.301(h), Government Code, is amended to read as follows:
- (h) The <u>comptroller</u> [<del>Texas Building and Procurement</del>

  Commission] shall appoint a task force to develop design

  recommendations that are to be used for state facilities and that

  encourage rain harvesting and water recycling by state agencies

- 1 using appropriated money to finance a capital expenditure for a
- 2 state facility purpose.
- 3 SECTION 1.70. Section 2203.005(b), Government Code, is
- 4 amended to read as follows:
- 5 (b) The state agency shall file with the comptroller
- 6 [General Services Commission] a copy of all contracts between the
- 7 state agency and the vendor related to the vending machine and a
- 8 written description of the location of the vending machine.
- 9 SECTION 1.71. Sections 2205.004(a) and (c), Government
- 10 Code, are amended to read as follows:
- 11 (a) The board is composed of:
  - (1) a member appointed by the governor;
- 13 (2) a member appointed by the lieutenant governor;
- 14 (3) a member appointed by the speaker of the house of
- 15 representatives; and

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- 16 (4) a representative of the <u>comptroller</u> [<u>Texas</u>
- 17 Building and Procurement Commission, designated from time to time
- 18 by the presiding officer of the commission].
- 19 (c) The representative of the comptroller [Texas Building
- 20 and Procurement Commission] is an ex officio, nonvoting member of
- 21 the board and serves only in an advisory capacity.
- SECTION 1.72. Section 2205.012(a), Government Code, is
- 23 amended to read as follows:
- 24 (a) The board may employ and compensate staff as provided by
- 25 legislative appropriation or may use staff provided by the
- 26 comptroller [General Services Commission] or the state auditor's
- 27 office.

- 1 SECTION 1.73. Section 2251.003, Government Code, is amended
- 2 to read as follows:
- 3 Sec. 2251.003. RULES. The comptroller [General Services
- 4 Commission] shall establish procedures and adopt rules to
- 5 administer this chapter[<del>, except that the commission may not</del>
- 6 establish a procedure or adopt a rule that conflicts with a
- 7 procedure established or a rule adopted by the comptroller under
- 8 Section 2251.026(i)].
- 9 SECTION 1.74. Section 2252.003(a), Government Code, is
- 10 amended to read as follows:
- 11 (a) The comptroller [General Services Commission] annually
- 12 shall publish in the Texas Register:
- 13 (1) a list showing each state that regulates the award
- 14 of a governmental contract to a bidder whose principal place of
- business is not located in that state; and
- 16 (2) the citation to and a summary of each state's most
- 17 recent law or regulation relating to the evaluation of a bid from
- 18 and award of a contract to a bidder whose principal place of
- 19 business is not located in that state.
- SECTION 1.75. Section 2254.040, Government Code, is amended
- 21 to read as follows:
- 22 Sec. 2254.040. PROCUREMENT BY COMPTROLLER [GENERAL
- 23 SERVICES COMMISSION]. (a) The comptroller [General Services
- 24 Commission] may, on request of a state agency, procure for the
- 25 agency consulting services that are covered by this subchapter.
- 26 (b) The comptroller [commission] may require reimbursement
- 27 for the costs it incurs in procuring the services.

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- 1 SECTION 1.76. Sections 2261.001(a) and (c), Government
- 2 Code, are amended to read as follows:
- 3 (a) This chapter applies only to each procurement of goods
- 4 or services made by a state agency that is neither made by the
- 5 comptroller [General Services Commission] nor made under
- 6 purchasing authority delegated to the agency by or under Section
- 7 51.9335 or 73.115, Education Code, or Section 2155.131 or [-7]
- 8 2155.132[<del>, or 2155.133</del>].
- 9 (c) The <u>comptroller</u> [<u>General Services Commission</u>] on
- 10 request shall determine whether a procurement or type of
- 11 procurement:
- 12 (1) is made under purchasing authority delegated to an
- agency by or under Section 2155.131 or  $[\tau]$  2155.132  $[\tau]$  or 2155.133  $[\tau]$ ;
- 14 or
- 15 (2) is made under some other source of purchasing
- 16 authority.
- SECTION 1.77. Subchapter A, Chapter 2262, Government Code,
- is amended by adding Section 2262.0011 to read as follows:
- 19 Sec. 2262.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 20 powers and duties of the commission under this chapter are
- 21 transferred to the comptroller.
- 22 (b) In this chapter, a reference to the commission means the
- 23 <u>comptroller.</u>
- SECTION 1.78. Section 2302.002, Government Code, is amended
- 25 to read as follows:
- Sec. 2302.002. COMPOSITION OF COUNCIL. The council is
- 27 composed of:

- 1 (1) one representative with knowledge of cogeneration
- 2 from each of the following agencies, appointed by and serving at the
- 3 pleasure of the agency's presiding officer:
- 4 (A) the commission;
- 5 (B) the Railroad Commission of Texas; and
- 6 (C) [the General Services Commission; and
- 7 [<del>(D)</del>] the Texas Natural Resource Conservation
- 8 Commission;
- 9 (2) one representative of the office of the attorney
- 10 general, appointed by the attorney general;
- 11 (3) one representative of the comptroller, appointed
- 12 by the comptroller; and
- (4)  $[\frac{(3)}{(3)}]$  one representative of higher education,
- 14 appointed by the governor.
- 15 SECTION 1.79. Section 12.029(c), Agriculture Code, is
- 16 amended to read as follows:
- 17 (c) The department shall file the policies established
- 18 under this section with the  $\underline{\text{comptroller}}$  [State Purchasing and
- 19 General Services Commission] and with the Texas Department of
- 20 Commerce or its successor in function. The comptroller
- 21 [commission] shall conduct an analysis of the department's policies
- 22 and the policies' effectiveness and shall report the analysis to
- 23 the governor, lieutenant governor, and speaker of the house of
- 24 representatives not later than December 31 of each even-numbered
- 25 year.
- SECTION 1.80. Section 13.112, Agriculture Code, is amended
- 27 to read as follows:

- Sec. 13.112. TESTS FOR STATE INSTITUTIONS. As requested by
  the <u>comptroller</u> [State Purchasing and General Services Commission]
  or the governing body of a state institution, the department shall
  test each weight or measure used by a state institution for any
  purpose, including a weight or measure used in checking the receipt
  and distribution of supplies. The department shall report results
  of the test to the chairman of the governing body of the
- 9 SECTION 1.81. Section 49.004(d), Agriculture Code, is 10 amended to read as follows:

institution.

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- 11 (d) Supplies, materials, services, and equipment purchased
  12 with funds obtained under this section are not subject to the
  13 purchasing [General Services Commission] authority of the
  14 comptroller.
- SECTION 1.82. Section 201.105(c), Agriculture Code, is amended to read as follows:
- 17 (c) A conservation district may make any purchase of
  18 machinery or equipment through the <u>comptroller</u> [State Purchasing
  19 <u>and General Services Commission</u>] under the terms and rules provided
  20 by law for purchases by the state or political subdivisions.
- 21 SECTION 1.83. Section 34.001, Education Code, is amended to 22 read as follows:
- Sec. 34.001. PURCHASE OF MOTOR VEHICLES. (a) A school district may purchase school motor vehicles through the <u>comptroller</u> [General Services Commission] or through competitive bidding under Subchapter B, Chapter 44.
- 27 (b) The comptroller [General Services Commission] may adopt

- 1 rules as necessary to implement Subsection (a).
- 2 SECTION 1.84. Section 34.006, Education Code, is amended to
- 3 read as follows:
- 4 Sec. 34.006. SALE OF BUSES. (a) At the request of a school
- 5 district, the comptroller [General Services Commission] shall
- 6 dispose of a school bus.
- 7 (b) A school district is not required to dispose of a school
- 8 bus through the comptroller [General Services Commission].
- 9 SECTION 1.85. Section 106.54, Education Code, is amended to
- 10 read as follows:
- 11 Sec. 106.54. BIENNIAL REPORT. True and full accounts shall
- 12 be kept by the board and by the employees of the university of all
- 13 funds collected from all sources by the university, all the sums
- 14 paid out by it, and the persons to whom and the purposes for which
- 15 the sums are paid. The board shall print biennially a complete
- 16 report of all sums collected, all expenditures, and the sums
- 17 remaining on hand. The report shall be printed in even-numbered
- 18 years between September 1 and January 1. It shall show the true
- 19 condition of all funds as of the preceding August 1, and shall show
- 20 all collections and expenditures for the preceding two years. The
- 21 board shall furnish copies of the report to the governor,
- 22 comptroller, state auditor, and attorney general[, and not less
- 23 than three copies to the General Services Commission]. The board
- 24 shall furnish a copy to each member of the House Appropriations
- 25 Committee, the Senate Finance Committee, and the House and Senate
- 26 committees on education of each regular session of the legislature
- 27 within one week after the committees are appointed.

- 1 SECTION 1.86. Section 107.66, Education Code, is amended to
- 2 read as follows:
- 3 Sec. 107.66. REQUISITION OF FURNISHINGS, EQUIPMENT, ETC.
- 4 The board may make requisition to the comptroller [General Services
- 5 Commission] for furniture, furnishings, equipment, and
- 6 appointments required for the proper use and enjoyment of
- 7 improvements erected by the board, and the comptroller [General
- 8 Services Commission] may purchase and pay for the furnishings,
- 9 equipment, and appointments.
- 10 SECTION 1.87. Section 141.003(c), Education Code, is
- 11 amended to read as follows:
- 12 (c) Supplies, materials, services, and equipment purchased
- 13 with these funds shall not be subject to the purchasing [State
- 14 Purchasing and General Services Commission] authority of the
- 15 <u>comptroller</u>.
- SECTION 1.88. Section 142.004(e), Education Code, is
- 17 amended to read as follows:
- 18 (e) Supplies, materials, services, and equipment purchased
- 19 with these funds shall not be subject to the purchasing [State
- 20 Purchasing and General Services Commission] authority of the
- 21 comptroller.
- SECTION 1.89. Section 143.005(f), Education Code, is
- 23 amended to read as follows:
- 24 (f) Supplies, materials, services, and equipment purchased
- 25 with these funds shall not be subject to the purchasing [State
- 26 <u>Purchasing and General Services Commission</u>] authority of the
- 27 comptroller.

- 1 SECTION 1.90. Section 152.004(e), Education Code, is
- 2 amended to read as follows:
- 3 (e) Supplies, materials, services, or equipment purchased
- 4 by a public junior college or public technical institute with money
- 5 received under this chapter are not subject to the purchasing
- 6 authority of the comptroller [General Services Commission].
- 7 SECTION 1.91. Section 361.423, Health and Safety Code, is
- 8 amended to read as follows:
- 9 Sec. 361.423. RECYCLING MARKET DEVELOPMENT IMPLEMENTATION
- 10 PROGRAM. (a) The commission, the comptroller [Texas Building and
- 11 Procurement Commission], and other consenting state agencies as
- 12 appropriate shall regularly coordinate the recycling activities of
- 13 state agencies and shall each pursue an economic development
- 14 strategy that focuses on the state's waste management priorities
- 15 established by Section 361.022 and that includes development of
- 16 recycling industries and markets as an integrated component.
- 17 (b) The commission and the <u>comptroller</u> [<del>Texas Building and</del>
- 18 Procurement Commission], on an ongoing basis, shall jointly:
- 19 (1) identify existing economic and regulatory
- 20 incentives and disincentives for creating an optimal market
- 21 development strategy;
- (2) analyze or take into consideration the market
- 23 development implications of:
- 24 (A) the state's waste management policies and
- 25 regulations;
- 26 (B) existing and potential markets for plastic,
- 27 glass, paper, lead-acid batteries, tires, compost, scrap gypsum,

```
1
     coal combustion by-products, and other recyclable materials; and
                      (C)
 2
                           the state's
                                          tax
                                                structure
                                                           and
                                                                 overall
 3
     economic base;
 4
                      examine and make policy recommendations regarding
 5
     the need for changes in or the development of:
 6
                      (A) economic
                                         policies
                                                        that
                                                                  affect
     transportation, such as those embodied in freight rate schedules;
 7
 8
                      (B)
                           tax incentives and disincentives;
                                 availability of
                                                     financial
 9
                      (C)
                           the
                                                                 capital
10
     including grants, loans, and venture capital;
                           enterprise zones;
11
                      (D)
12
                      (E)
                           managerial and technical assistance;
                           job-training programs;
13
                      (F)
14
                      (G)
                           strategies for matching market supply and
15
     market demand for recyclable materials, including intrastate and
     interstate coordination;
16
17
                      (H)
                           the state recycling goal;
                           public-private partnerships;
18
                      (I)
                           research and development;
19
                      (J)
                           government procurement policies;
20
                      (K)
21
                      (上)
                           educational
                                         programs
                                                     for the
                                                                 public,
     corporate and regulated communities, and government entities; and
22
23
                      (M)
                           public
                                    health
                                                    safety
                                              and
                                                              regulatory
24
     policies;
25
                 (4)
                      establish a comprehensive statewide strategy to
26
     expand markets for recycled products in Texas;
```

27

(5)

provide information and technical assistance to

- 1 small and disadvantaged businesses, business development centers,
- 2 chambers of commerce, educational institutions, and nonprofit
- 3 associations on market opportunities in the area of recycling; and
- 4 (6) with the cooperation of the Office of
- 5 State-Federal Relations, assist communities and private entities
- 6 in identifying state and federal grants pertaining to recycling and
- 7 solid waste management.
- 8 (c) In carrying out this section, the commission and the
- 9 comptroller [Texas Building and Procurement Commission] may obtain
- 10 research and development and technical assistance from the
- 11 Hazardous Waste Research Center at Lamar University at Beaumont or
- 12 other similar institutions.
- 13 (d) In carrying out this section, the commission and the
- 14 comptroller [Texas Building and Procurement Commission] shall
- 15 utilize the pollution prevention advisory committee as set out in
- 16 Section 361.0215 of the Health and Safety Code.
- SECTION 1.92. Section 361.425(a), Health and Safety Code,
- is amended to read as follows:
- 19 (a) A state agency, state court or judicial agency, a
- 20 university system or institution of higher education, a county,
- 21 municipality, school district, or special district shall:
- 22 (1) in cooperation with the comptroller [General
- 23 Services Commission or the commission establish a program for the
- 24 separation and collection of all recyclable materials generated by
- 25 the entity's operations, including, at a minimum, aluminum, steel
- 26 containers, aseptic packaging and polycoated paperboard cartons,
- 27 high-grade office paper, and corrugated cardboard;

- 1 (2) provide procedures for collecting and storing
- 2 recyclable materials, containers for recyclable materials, and
- 3 procedures for making contractual or other arrangements with buyers
- 4 of recyclable materials;
- 5 (3) evaluate the amount of recyclable material
- 6 recycled and modify the recycling program as necessary to ensure
- 7 that all recyclable materials are effectively and practicably
- 8 recycled; and
- 9 (4) establish educational and incentive programs to
- 10 encourage maximum employee participation.
- 11 SECTION 1.93. Section 361.427(a), Health and Safety Code,
- 12 is amended to read as follows:
- 13 (a) The commission, in consultation with the comptroller
- 14 [General Services Commission], shall promulgate rules to establish
- 15 guidelines which specify the percent of the total content of a
- 16 product which must consist of recycled material for the product to
- 17 be a "recycled product."
- SECTION 1.94. Section 841.083(c-2), Health and Safety
- 19 Code, is amended to read as follows:
- 20 (c-2) If the equipment necessary to implement the tracking
- 21 service is available through a contract entered into by the
- 22 comptroller [Texas Building and Procurement Commission], the
- 23 Department of Public Safety or the council, as appropriate, shall
- 24 acquire that equipment through that contract.
- 25 SECTION 1.95. Section 32.044(d), Human Resources Code, is
- 26 amended to read as follows:
- 27 (d) The department with the assistance of the Health and

- 1 Human Services Commission and the <a href="comptroller">comptroller</a> [General Services
- 2 Commission shall adopt rules under this section that allow the
- 3 public or private hospital to make purchases through group
- 4 purchasing programs except when the department has reason to
- 5 believe that a better value is available through another
- 6 procurement method.
- 7 SECTION 1.96. Section 111.0553(a), Human Resources Code, is
- 8 amended to read as follows:
- 9 (a) The commission shall develop and, following review and
- 10 approval by the board, implement agency-wide procurement
- 11 procedures to:
- 12 (1) ensure compliance with the best-value purchasing
- 13 requirements of Section 2155.144(c), Government Code;
- 14 (2) document that a best-value review of vendors has
- 15 occurred;
- 16 (3) document the reasons for selecting a vendor;
- 17 (4) negotiate price discounts with high-volume
- 18 vendors;
- 19 (5) consolidate purchases with other agencies,
- 20 including the Texas Department of Health and the comptroller
- 21 [General Services Commission], to achieve best value; and
- 22 (6) provide effective public notification to
- 23 potential vendors of planned commission purchases.
- 24 SECTION 1.97. Chapter 122, Human Resources Code, is amended
- 25 by adding Section 122.0011 to read as follows:
- Sec. 122.0011. TRANSFER OF DUTIES; REFERENCE. (a) The
- 27 powers and duties of the commission under this chapter are

- 1 transferred to the comptroller.
- 2 (b) In this chapter, a reference to the commission means the
- 3 comptroller.
- 4 SECTION 1.98. Article 21A.0135(a), Insurance Code, is
- 5 amended to read as follows:
- 6 (a) The receiver shall use a competitive bidding process in
- 7 the selection of any special deputies appointed under Section
- 8 21A.102 or 21A.154. The process must include procedures to promote
- 9 the participation of historically underutilized businesses that
- 10 have been certified by the comptroller [Texas Building and
- 11 Procurement Commission] under Section 2161.061, Government Code.
- 12 SECTION 1.99. Sections 201.007(b), (c), (f), and (g), Local
- 13 Government Code, are amended to read as follows:
- 14 (b) After the settlement of the outstanding indebtedness of
- 15 an abolished municipality and the satisfaction of the other
- 16 applicable requirements of Chapter 62, Local Government Code, the
- 17 municipality's governing body at the time the municipality is
- 18 abolished, or the receiver or trustees if appointed by a court,
- 19 shall transfer the records of the municipality to the custody of the
- 20 comptroller [General Services Commission]. A record of an abolished
- 21 municipality may not be sold to satisfy an outstanding
- 22 indebtedness.
- (c) After the settlement of the outstanding indebtedness of
- 24 an abolished special-purpose district or authority, other than a
- 25 school district, and the satisfaction of the other applicable
- 26 requirements of state law establishing or permitting the
- 27 establishment of the district or authority or governing its

- 1 abolition, the district's governing body at the time the district
- 2 is abolished shall transfer the records of the district to the
- 3 custody of the comptroller [General Services Commission]. A record
- 4 of an abolished special-purpose district or authority may not be
- 5 sold to satisfy an outstanding indebtedness.
- 6 (f) The cost of the transfer of records to the <u>comptroller</u>
- 7 [General Services Commission] under this section shall be paid for
- 8 out of the funds of the abolished local government. If funds of the
- 9 local government are not available for this purpose, the cost of the
- transfer shall be paid out of the funds of the <a href="comptroller">comptroller</a> [General
- 11 Services Commission].
- 12 (q) The records retention schedules issued by the
- 13 commission shall be used, as far as practicable, as the basis for
- 14 the retention and disposition of local government records
- 15 transferred to the custody of the comptroller [General Services
- 16 Commission] under this section.
- 17 SECTION 1.100. Section 252.0215, Local Government Code, is
- 18 amended to read as follows:
- 19 Sec. 252.0215. COMPETITIVE BIDDING IN RELATION TO
- 20 HISTORICALLY UNDERUTILIZED BUSINESS. A municipality, in making an
- 21 expenditure of more than \$3,000 but less than \$25,000, shall
- 22 contact at least two historically underutilized businesses on a
- 23 rotating basis, based on information provided by the comptroller
- 24 [General Services Commission] pursuant to Chapter 2161, Government
- 25 Code. If the list fails to identify a historically underutilized
- 26 business in the county in which the municipality is situated, the
- 27 municipality is exempt from this section.

- 1 SECTION 1.101. The heading to Section 262.002, Local
- 2 Government Code, is amended to read as follows:
- 3 Sec. 262.002. AUTHORITY TO PURCHASE ROAD EQUIPMENT AND
- 4 TIRES THROUGH COMPTROLLER [STATE PURCHASING AND GENERAL SERVICES
- 5 **COMMISSION**].
- 6 SECTION 1.102. Section 262.002(a), Local Government Code,
- 7 is amended to read as follows:
- 8 (a) The commissioners court of a county may purchase through
- 9 the comptroller [State Purchasing and General Services Commission]
- 10 road machinery and equipment, tires, and tubes to be used by the
- 11 county.
- 12 SECTION 1.103. Section 271.082, Local Government Code, is
- 13 amended to read as follows:
- 14 Sec. 271.082. PURCHASING PROGRAM. (a) The comptroller
- 15 [State Purchasing and General Services Commission] shall establish
- a program by which the comptroller [commission] performs purchasing
- 17 services for local governments. The services must include:
- 18 (1) the extension of state contract prices to
- 19 participating local governments when the comptroller [commission]
- 20 considers it feasible;
- 21 (2) solicitation of bids on items desired by local
- 22 governments if the solicitation is considered feasible by the
- 23 <u>comptroller</u> [commission] and is desired by the local government;
- 24 and
- 25 (3) provision of information and technical assistance
- to local governments about the purchasing program.
- 27 (b) The comptroller [commission] may charge a participating

- 1 local government an amount not to exceed the actual costs incurred
- 2 by the comptroller [commission] in providing purchasing services to
- 3 the local government under the program.
- 4 (c) The <u>comptroller</u> [<del>commission</del>] may adopt rules and
- 5 procedures necessary to administer the purchasing program.
- 6 SECTION 1.104. Section 113.283(a), Natural Resources Code,
- 7 is amended to read as follows:
- 8 (a) The council is composed of the following individuals:
  - (1) the commissioner of the General Land Office;
- 10 (2) the members of the Railroad Commission of Texas;
- 11 (3) the comptroller [chairman of the General Services
- 12 Commission]; and

9

- 13 (4) the chairman of the Texas Natural Resource
- 14 Conservation Commission.
- 15 SECTION 1.105. Section 161.020, Natural Resources Code, is
- 16 amended to read as follows:
- Sec. 161.020. PURCHASE OF SUPPLIES. The board may purchase
- 18 at state expense through the comptroller [board of control]
- 19 supplies, including stationery, stamps, printing, record books,
- 20 and other things that may be needed to carry on the board's
- 21 functions as a state agency in performing the duties imposed by this
- 22 chapter.
- SECTION 1.106. Section 12.008(c), Parks and Wildlife Code,
- 24 is amended to read as follows:
- 25 (c) The comptroller [State Purchasing and General Services
- 26 Commission shall execute any sale of products under this section
- 27 under the general law governing the sale of state property;

- 1 however, the department shall determine the quantity of products to
- 2 be offered for sale and the consideration in lieu of money to be
- 3 received under the sale. The department may lease grazing or
- 4 farming rights under this section. In leasing the rights, the
- 5 department must follow a competitive bidding procedure.
- 6 SECTION 1.107. Section 81.404(b), Parks and Wildlife Code,
- 7 is amended to read as follows:
- 8 (b) Contracts for the removal of fur-bearing animals and
- 9 reptiles shall be entered into under the direction of the
- 10 <u>comptroller</u> [State Purchasing and General Services Commission] in
- 11 the manner provided by general law for the sale of state property,
- 12 except that the department shall determine the means, methods, and
- 13 quantities of fur-bearing animals and reptiles to be taken, and the
- department may accept or reject any bid received by the comptroller
- 15 [State Purchasing and General Services Commission].
- SECTION 1.108. Section 111.0035(f), Tax Code, is amended to
- 17 read as follows:
- (f) Except as provided by Subsection (g), the comptroller
- 19 shall award a contract made under this section through a
- 20 competitive bidding process that complies with Section 2155.132,
- 21 Government Code[, and the rules adopted by the General Services
- 22 Commission relating to delegated purchases]. If the comptroller
- 23 receives not more than three bids through the competitive bidding
- 24 process, the comptroller shall report the number of bidders to the
- 25 Legislative Budget Board before awarding the contract.
- SECTION 1.109. Section 111.0036(f), Tax Code, is amended to
- 27 read as follows:

- 1 (f) Except as provided by Subsection (g), the comptroller 2 shall award a contract made under this section through a competitive bidding process that complies with Section 2155.132, 3 Government Code[, and the rules adopted by the General Services 4 5 Commission relating to delegated purchases]. If the comptroller 6 receives not more than three bids through the competitive bidding process, the comptroller shall report the number of bidders to the 7 8 Legislative Budget Board before awarding the contract.
- 9 SECTION 1.110. Section 201.706, Transportation Code, is amended to read as follows:
- Sec. 201.706. LOCAL GOVERNMENT ASSISTANCE. From appropriated funds, the department shall assist counties with materials to repair and maintain county roads. The department shall:
- 15 (1) provide that the total annual value of assistance 16 under this section is:
- 17 (A) at least \$12 million per year for fiscal years 1998 and 1999; and
- 19 (B) at least \$6 million per year for a fiscal year 20 other than 1998 or 1999;
- 21 (2) make maximum usage of surplus materials on hand;
- 22 (3) develop rules and procedures to implement this 23 section and to provide for the distribution of the assistance with 24 preference given to counties with an above average number of 25 overweight trucks receiving weight tolerance permits based on the 26 previous year's permit totals; and
- 27 (4) undertake cooperative and joint procurement of

- 1 road materials with counties under [General Services Commission]
- 2 procedures of the comptroller.
- 3 SECTION 1.111. Section 202.082(b), Transportation Code, is
- 4 amended to read as follows:
- 5 (b) Disposal of reclaimed asphalt pavement under this
- 6 section is not subject to:

7

- (1) Chapter 2175, Government Code; or
- 8 (2) the statutory or regulatory authority of the
- 9 comptroller formerly exercised by the General Services Commission.
- SECTION 1.112. Section 223.041(b), Transportation Code, is
- 11 amended to read as follows:
- 12 (b) The department, in setting a minimum level of
- 13 expenditures in these engineering-related activities that will be
- 14 paid to the private sector providers, shall provide that the
- 15 expenditure level for a state fiscal year in all strategies paid to
- 16 private sector providers for all department engineering-related
- 17 services for transportation projects is not less than 35 percent of
- the total funds appropriated in Strategy A.1.1. Plan/Design/Manage
- 19 and Strategy A.1.2. of the General Appropriations Act for that
- 20 state fiscal biennium. The department shall attempt to make
- 21 expenditures for engineering-related services with private sector
- 22 providers under this subsection with historically underutilized
- 23 businesses, as defined by Section 2161.001, Government Code, in an
- 24 amount consistent with the applicable provisions of the Government
- 25 Code, any applicable state disparity study, and in accordance with
- 26 the good-faith-effort procedures outlined in the rules adopted by
- 27 the comptroller [Texas Building and Procurement Commission].

- 1 SECTION 1.113. Section 502.052(c), Transportation Code, is
- 2 amended to read as follows:
- 3 (c) To promote highway safety, each license plate shall be
- 4 made with a reflectorized material that provides effective and
- 5 dependable brightness for the period for which the plate is issued.
- 6 The purchase of reflectorized material shall be submitted to the
- 7 <u>comptroller</u> [General Services Commission] for approval.
- 8 SECTION 1.114. Section 502.053(b), Transportation Code, is
- 9 amended to read as follows:
- 10 (b) When manufacturing is started, the Texas Department of
- 11 Criminal Justice, the Texas Department of Transportation, and the
- 12 comptroller [Texas Building and Procurement Commission], after
- 13 negotiation, shall set the price to be paid for each license plate
- or insignia. The price must be determined from:
- 15 (1) the cost of metal, paint, and other materials
- 16 purchased;
- 17 (2) the inmate maintenance cost per day;
- 18 (3) overhead expenses;
- 19 (4) miscellaneous charges; and
- 20 (5) a previously approved amount of profit for the
- 21 work.
- SECTION 1.115. Section 14.058, Utilities Code, is amended
- 23 to read as follows:
- Sec. 14.058. FEES FOR ELECTRONIC ACCESS TO INFORMATION.
- 25 The fees charged by the commission for electronic access to
- 26 information that is stored in the system established by the
- 27 commission using funds from the Texas Public Finance Authority and

- 1 approved by the Department of Information Resources shall be
- 2 established:
- 3 (1) by the commission in consultation with the
- 4 comptroller [General Services Commission]; and
- 5 (2) in an amount reasonable and necessary to retire
- 6 the debt to the Texas Public Finance Authority associated with
- 7 establishing the electronic access system.
- 8 SECTION 1.116. Section 222.004(v), Water Code, is amended
- 9 to read as follows:
- 10 (v) The authority may enter into contracts with this state
- 11 through the <u>comptroller</u> [<u>Texas Building and Procurement</u>
- 12 Commission] providing for direct sale by the authority of
- 13 electrical power to this state for use in buildings or other
- 14 facilities owned, leased, or rented by this state in Travis County.
- 15 SECTION 1.117. The following provisions of the Government
- 16 Code are repealed:
- 17 (1) Section 403.241(1);
- 18 (2) Section 2103.063;
- 19 (3) Section 2152.003;
- 20 (4) Section 2152.104(c);
- 21 (5) Sections 2155.323(c) and (d);
- 22 (6) Section 2161.002(b); and
- 23 (7) Section 2175.182(c).
- SECTION 1.118. Section 12.014(b), Agriculture Code, is
- 25 repealed.
- SECTION 1.119. On the effective date of this Act, the Texas
- 27 Building and Procurement Commission is renamed the Texas Facilities

- 1 Commission.
- 2 SECTION 1.120. (a) The Texas Facilities Commission retains
- 3 the powers and duties of the former Texas Building and Procurement
- 4 Commission that relate to charge and control of state buildings,
- 5 grounds, or property, to maintenance or repair of state buildings,
- 6 grounds, or property, to child care services for state employees
- 7 under Chapter 663, Government Code, to construction of a state
- 8 building, or to the purchase or lease of buildings, grounds, or
- 9 property by or for the state.
- 10 (a-1) Except as otherwise provided by this Act or other law,
- 11 all other powers and duties of the Texas Building and Procurement
- 12 Commission are transferred to the comptroller.
- 13 (b) All employees of the Texas Building and Procurement
- 14 Commission who primarily perform duties related to an activity
- described by Subsection (a) of this section, including employees
- 16 who provide administrative support for those services, remain
- 17 employees of the Texas Facilities Commission.
- 18 (b-1) All other employees of the Texas Building and
- 19 Procurement Commission are transferred to the office of the
- 20 comptroller. A management employee of the Texas Building and
- 21 Procurement Commission who is transferred to the office of the
- 22 comptroller under this subsection does not automatically continue
- 23 to hold the person's management position. To hold the management
- 24 position on other than an interim basis the person must apply for
- 25 the position with the comptroller.
- 26 (c) A rule, form, policy, procedure, or decision of the
- 27 Texas Building and Procurement Commission that is related to an

- 1 activity described by Subsection (a) of this section continues in
- 2 effect as a rule, form, policy, procedure, or decision of the Texas
- 3 Facilities Commission.
- 4 (c-1) A rule, form, policy, procedure, or decision of the
- 5 Texas Building and Procurement Commission that is related to an
- 6 activity transferred by this Act to the comptroller continues in
- 7 effect as a rule, form, policy, procedure, or decision of the
- 8 comptroller until superseded by an act of the comptroller.
- 9 (d) A court case, administrative proceeding, contract
- 10 negotiation, or other proceeding involving the Texas Building and
- 11 Procurement Commission that is related to an activity described by
- 12 Subsection (a) of this section is unaffected by the change in name
- 13 of the agency.
- 14 (d-1) A court case, administrative proceeding, contract
- 15 negotiation, or other proceeding involving the Texas Building and
- 16 Procurement Commission that is related to an activity transferred
- 17 by this Act to the comptroller is transferred without change in
- 18 status to the comptroller, and the comptroller assumes, without a
- 19 change in status, the position of the Texas Building and
- 20 Procurement Commission in a negotiation or proceeding relating to
- 21 an activity transferred by this Act to the comptroller to which the
- 22 Texas Building and Procurement Commission is a party.
- (e) All money, contracts, leases, rights, bonds, and
- 24 obligations of the Texas Building and Procurement Commission
- 25 related to an activity described by Subsection (a) of this section
- 26 remain with the Texas Facilities Commission.
- 27 (e-1) All money, contracts, memoranda of understanding,

- 1 leases, rights, bonds, and obligations of the Texas Building and
- 2 Procurement Commission related to an activity transferred by this
- 3 Act to the comptroller are transferred to the comptroller.
- 4 (f) All personal property, including records, in the
- 5 custody of the Texas Building and Procurement Commission related to
- 6 an activity described by Subsection (a) of this section remains the
- 7 property of the Texas Facilities Commission.
- 8 (f-1) All personal property, including records, in the
- 9 custody of the Texas Building and Procurement Commission related to
- 10 an activity transferred by this Act to the comptroller becomes the
- 11 property of the comptroller.
- 12 (g) All funds appropriated by the legislature to the Texas
- 13 Building and Procurement Commission for an activity described by
- 14 Subsection (a) of this section, including funds for providing
- 15 administrative support for those services, continue as
- 16 appropriations to the Texas Facilities Commission.
- 17 (g-1) All funds appropriated by the legislature to the Texas
- 18 Building and Procurement Commission for an activity transferred by
- 19 this Act to the comptroller, including funds for providing
- 20 administrative support for those services, are transferred to the
- 21 comptroller.
- 22 SECTION 1.121. In accordance with Section 1.117 of this
- 23 article, the comptroller and the Texas Facilities Commission shall
- 24 adopt a memorandum of understanding that identifies and allocates
- 25 between the office of the comptroller and the Texas Facilities
- 26 Commission the powers, duties, property, employees,
- 27 appropriations, and other items transferred under Section 1.117.

- 1 The memorandum of understanding must also:
- 2 (1) identify and allocate between the office of the
- 3 comptroller and the Texas Facilities Commission the employees and
- 4 real and personal property of the Texas Building and Procurement
- 5 Commission, including space in the central administrative offices
- of the commission, used to generally support the activities of the
- 7 Texas Building and Procurement Commission; and
- 8 (2) provide a timetable for any necessary or advisable
- 9 movement of the physical location of employees and property.
- 10 ARTICLE 2. DEPARTMENT OF INFORMATION RESOURCES
- 11 SECTION 2.01. Section 35.102(c), Business & Commerce Code,
- is amended to read as follows:
- 13 (c) This section does not apply to the Department of
- 14 Information Resources [General Services Commission], in its
- 15 capacity as the telecommunications provider for the state, and an
- institution of higher education, as that term is defined by Section
- 17 61.003, Education Code, that provides interactive computer
- 18 service.
- SECTION 2.02. Section 44.031(i), Education Code, is amended
- 20 to read as follows:
- 21 (i) A school district may acquire computers and
- 22 computer-related equipment, including computer software, through
- 23 the <u>Department of Information Resources</u> [General Services
- 24 Commission] under contracts entered into in accordance with Chapter
- 25 2054 or 2157, Government Code. Before issuing an invitation for
- 26 bids, the <u>department</u> [commission] shall consult with the agency
- 27 concerning the computer and computer-related equipment needs of

- 1 school districts. To the extent possible the resulting contract
- 2 shall provide for such needs.
- 3 SECTION 2.03. Section 2054.123(a), Government Code, is
- 4 amended to read as follows:
- 5 (a) The department, in consultation with the [Texas
- 6 Building and Procurement Commission, the] state auditor[7] and the
- 7 comptroller, shall create an interagency panel of representatives
- 8 appointed by those agencies and officers to coordinate and maintain
- 9 a training program to assist state agencies in performing software
- 10 audits, managing software, and purchasing software and software
- 11 licenses. Each state agency shall cooperate with the panel in the
- 12 evaluation of the agency's needs for software management and shall
- donate agency resources to the evaluation of the agency as the panel
- 14 requires.
- SECTION 2.04. Section 2054.201, Government Code, is amended
- 16 to read as follows:
- 17 Sec. 2054.201. COMPOSITION; TERMS. (a) The
- 18 telecommunications planning and oversight council is composed of:
- 19 (1) a representative of the comptroller's office,
- 20 appointed by the comptroller;
- 21 (2) the executive director of the Telecommunications
- 22 Infrastructure Fund Board;
- 23 (3) a representative of the <u>department</u> [<u>Texas Building</u>
- 24 and Procurement Commission], appointed by the executive director of
- 25 the department [commission];
- 26 (4) a member representing the interests of state
- agencies with 1,000 employees or more, appointed by the lieutenant

- 1 governor;
- 2 (5) a member representing the interests of state
- 3 agencies with fewer than 1,000 employees, appointed by the speaker
- 4 of the house of representatives;
- 5 (6) a member representing the interests of
- 6 institutions of higher education, appointed by the commissioner of
- 7 higher education;
- 8 (7) a member representing the interests of The
- 9 University of Texas System, appointed by the chancellor;
- 10 (8) a member representing the interests of The Texas
- 11 A&M University System, appointed by the chancellor;
- 12 (9) a member representing the interests of public
- 13 school districts that are customers of the consolidated
- 14 telecommunications system, appointed by the governor;
- 15 (10) a member representing the interests of local
- 16 governments that are customers of the consolidated
- 17 telecommunications system, appointed by the governor;
- 18 (11) two public members with telecommunications
- 19 expertise, appointed by the governor; and
- 20 (12) a representative of the Health and Human Services
- 21 Commission, appointed by the commissioner of health and human
- 22 services.
- 23 (b) Appointed members of the telecommunications planning
- 24 and oversight council serve staggered two-year terms, with the
- 25 terms of four or five members expiring August 31 each year, except
- 26 that:
- 27 (1) the representative of the comptroller's office

- 1 serves at the discretion of the comptroller;
- 2 (2) the representative of the department [ $\frac{\text{Texas}}{\text{Texas}}$
- 3 Building and Procurement Commission] serves at the discretion of
- 4 the executive director of the department [commission]; and
- 5 (3) the representative of the Health and Human
- 6 Services Commission serves at the discretion of the commissioner of
- 7 health and human services.
- 8 SECTION 2.05. Sections 2054.304(b) and (c), Government
- 9 Code, are amended to read as follows:
- 10 (b) Except as provided by Subsection (c), the state agency
- 11 must file the project plan with the quality assurance team and the
- 12 department [Texas Building and Procurement Commission] before the
- 13 agency:
- 14 (1) spends more than 10 percent of allocated funds for
- 15 the project; or
- 16 (2) first issues a vendor solicitation for the
- 17 project.
- 18 (c) Unless the project plan has been filed under this
- 19 section:
- 20 (1) [the Texas Building and Procurement Commission may
- 21 not issue] a vendor solicitation may not be issued for the project;
- 22 and
- 23 (2) the agency may not post a vendor solicitation for
- the project in the state business daily under Section 2155.083.
- SECTION 2.06. Section 771.031(b), Health and Safety Code,
- 26 is amended to read as follows:
- 27 (b) The following individuals serve as nonvoting ex officio

- 1 members:
- 2 (1) the executive director of the Public Utility
- 3 Commission of Texas, or an individual designated by the executive
- 4 director;
- 5 (2) the executive director of the Department of
- 6 Information Resources [General Services Commission], or an
- 7 individual designated by the executive director; and
- 8 (3) the commissioner of public health, or an
- 9 individual who has responsibility for the poison control network
- 10 designated by the commissioner.
- 11 SECTION 2.07. Section 771.0711(e), Health and Safety Code,
- is amended to read as follows:
- (e) A member of the commission, the governing body of a
- 14 public agency, or the Department of Information Resources [General
- 15 Services Commission] is not liable for any claim, damage, or loss
- 16 arising from the provision of wireless 9-1-1 service unless the act
- or omission causing the claim, damage, or loss violates a statute or
- 18 ordinance applicable to the action.
- 19 SECTION 2.08. Section 55.203(f), Utilities Code, is amended
- 20 to read as follows:
- 21 (f) The Department of Information Resources [General
- 22 <u>Services Commission</u>] shall cooperate with the commission and with
- 23 publishers to ensure that the subject matter listing of programs
- 24 and telephone numbers in the telephone directories are consistent
- 25 with the categorization developed by the Records Management
- 26 Interagency Coordinating Council under Section 441.203(j),
- 27 Government Code.

- 1 ARTICLE 3. CONFORMING AMENDMENTS; MISCELLANEOUS
- 2 SECTION 3.01. Section 201.002(b), Transportation Code, is
- 3 amended to read as follows:
- 4 (b) The comptroller [General Services Commission] shall
- 5 contract for equipment and supplies, including seals and number
- 6 plates, required by law in the administration of the registration
- 7 of vehicles and in the operation of the department.
- 8 SECTION 3.02. Section 403.023(b), Government Code, is
- 9 amended to read as follows:
- 10 (b) The comptroller may adopt rules relating to the use of
- 11 credit or charge cards by state agencies to pay for purchases. The
- 12 rules may:
- 13 (1) authorize a state agency to use credit or charge
- 14 cards if the comptroller determines the best interests of the state
- 15 would be promoted;
- 16 (2) authorize a state agency to use credit or charge
- 17 cards to pay for purchases without providing the same authorization
- 18 to other state agencies; and
- 19 (3) authorize a state agency to use credit or charge
- 20 cards to pay for purchases that otherwise may be paid out of the
- 21 agency's petty cash accounts under Subchapter K[; and
- 22 [(4) authorize the General Services Commission to
- 23 contract with one or more credit or charge card issuers on behalf of
- 24 state agencies].
- SECTION 3.03. Section 441.203(a), Government Code, is
- 26 amended to read as follows:
- 27 (a) The Records Management Interagency Coordinating Council

- 1 is composed of:
- 2 (1) permanent members, consisting of the following
- 3 officers or the officer's designee:
- 4 (A) the secretary of state;
- 5 (B) the state auditor, who serves as a nonvoting
- 6 member;
- 7 (C) the comptroller of public accounts;
- 8 (D) the attorney general;
- 9 (E) the director and librarian; and
- 10 (F) [the executive director of the Texas Building
- 11 and Procurement Commission; and
- 12  $\left[\frac{G}{G}\right]$  the executive director of the Department of
- 13 Information Resources; and
- 14 (2) auxiliary voting members, consisting of:
- 15 (A) one faculty member of a public senior college
- or university, as defined by Section 61.003, Education Code, who
- 17 has demonstrated knowledge of records and information management;
- 18 and
- 19 (B) two individuals who serve as information
- 20 resources managers, under Section 2054.071, for state agencies in
- 21 the executive branch of government.
- SECTION 3.04. Section 551.0726(a), Government Code, is
- 23 amended to read as follows:
- 24 (a) The Texas Facilities [Building and Procurement]
- 25 Commission may conduct a closed meeting to deliberate business and
- 26 financial issues relating to a contract being negotiated if, before
- 27 conducting the closed meeting:

1 (1)the commission votes unanimously that deliberation in an open meeting would have a detrimental effect on 2 3 the position of the state in negotiations with a third person; and 4 the attorney advising the commission issues a 5 written determination finding that deliberation in an open meeting 6 would have a detrimental effect on the position of the state in negotiations with a third person and setting forth that finding 7 8 therein. SECTION 3.05. Section 552.009(a), Government 9 amended by Chapters 329 and 716, Acts of the 79th Legislature, 10 Regular Session, 2005, is reenacted to read as follows: 11 The open records steering committee is composed of two 12 representatives of the attorney general's office and: 13 14 a representative of each of the following, 15 appointed by its governing entity: (A) the comptroller's office; 16 17 (B) the Department of Public Safety; the Department of Information Resources; and (C) 18 19 (D) the Texas State Library and Archives Commission; 20 21 five public members, appointed by the attorney general; and 22 a representative of each of the following types of 23 24 local governments, appointed by the attorney general: 25 (A) a municipality;

a county; and

a school district.

(B)

(C)

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H.B. No. 3560
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SECTION 3.06. Section 571.061(a), Government Code, is
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- 2 amended to read as follows:
- 3 (a) The commission shall administer and enforce:
- 4 (1) Chapters 302, 303, 305, 572, and 2004;
- 5 (2) Subchapter C, Chapter 159, Local Government Code,
- 6 in connection with a county judicial officer, as defined by Section
- 7 159.051, Local Government Code, who elects to file a financial
- 8 statement with the commission; [and]
- 9 (3) Title 15, Election Code; and
- 10 (4) Sections 2152.064 and 2155.003.
- SECTION 3.07. Section 571.091(a), Government Code, is
- 12 amended to read as follows:
- 13 (a) The commission shall prepare a written opinion
- 14 answering the request of a person subject to any of the following
- 15 laws for an opinion about the application of any of these laws to
- 16 the person in regard to a specified existing or hypothetical
- 17 factual situation:
- 18 (1) Chapter 302;
- 19 (2) Chapter 303;
- 20 (3) Chapter 305;
- 21 (4) Chapter 2004;
- 22 (5) Chapter 572;
- 23 (6) Subchapter C, Chapter 159, Local Government Code,
- 24 as provided by Section 571.061(a)(2);
- 25 (7) Title 15, Election Code;
- 26 (8) Chapter 36, Penal Code; [or]
- 27 (9) Chapter 39, Penal Code;

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(10) Section 2152.064; or
 1
 2
                (11) Section 2155.003.
           SECTION 3.08.
 3
                           Section 572.003(c), Government Code,
                                                                      is
 4
     amended to read as follows:
 5
           (c)
                The term means a member of:
 6
                     the Public Utility Commission of Texas;
 7
                (2)
                      the Texas Department of Economic Development;
 8
                 (3)
                      the Texas Commission on Environmental Quality;
 9
                (4)
                     the Texas Alcoholic Beverage Commission;
                     The Finance Commission of Texas;
10
                (5)
                      the Texas Facilities [Building and Procurement]
11
                 (6)
12
     Commission;
                 (7)
                     the Texas Board of Criminal Justice;
13
14
                 (8)
                      the board of trustees of the Employees Retirement
15
     System of Texas;
                (9)
                     the Texas Transportation Commission;
16
17
                (10)
                      the Texas Workers' Compensation Commission;
                (11)
                      the Texas Department of Insurance;
18
                     the Parks and Wildlife Commission;
19
                (12)
                (13)
                     the Public Safety Commission;
20
                     the Texas Ethics Commission;
21
                (14)
                (15)
                     the State Securities Board;
22
23
                 (16)
                       the Texas Water Development Board;
24
                       the governing board of a public senior college or
25
     university as defined by Section 61.003, Education Code, or of The
     University of Texas Southwestern Medical Center at Dallas, The
26
     University of Texas Medical Branch at Galveston, The University of
27
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- 1 Texas Health Science Center at Houston, The University of Texas
- 2 Health Science Center at San Antonio, The University of Texas
- 3 System Cancer Center, The University of Texas Health Science Center
- 4 at Tyler, University of North Texas Health Science Center at Fort
- 5 Worth, Texas Tech University Health Sciences Center, Texas State
- 6 Technical College--Harlingen, Texas State Technical
- 7 College--Marshall, Texas State Technical College--Sweetwater, or
- 8 Texas State Technical College--Waco;
- 9 (18) the Texas Higher Education Coordinating Board;
- 10 (19) the Texas Workforce Commission;
- 11 (20) the State Banking Board;
- 12 (21) the board of trustees of the Teacher Retirement
- 13 System of Texas;
- 14 (22) the Credit Union Commission;
- 15 (23) the School Land Board;
- 16 (24) the board of the Texas Department of Housing and
- 17 Community Affairs;
- 18 (25) the Texas Racing Commission;
- 19 (26) the State Board of Dental Examiners;
- 20 (27) the Texas State Board of Medical Examiners;
- 21 (28) the Board of Pardons and Paroles;
- 22 (29) the Texas State Board of Pharmacy;
- 23 (30) the Department of Information Resources
- 24 governing board;
- 25 (31) the Motor Vehicle Board;
- 26 (32) the Texas Real Estate Commission;
- 27 (33) the board of directors of the State Bar of Texas;

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1
               (34) the bond review board;
 2
                (35)
                     the Texas Board of Health;
                      the Texas Board of Mental Health and Mental
 3
                (36)
 4
    Retardation;
 5
                (37)
                    the Texas Board on Aging;
 6
                (38)
                     the Texas Board of Human Services;
                     the Texas Funeral Service Commission;
 7
                (39)
 8
                (40)
                      the board of directors of a river authority
 9
     created under the Texas Constitution or a statute of this state; or
10
                (41) the Texas Lottery Commission.
           SECTION 3.09. Subchapter B, Chapter 2152, Government Code,
11
     is amended by adding Section 2152.064 to read as follows:
12
           Sec. 2152.064. CONFLICTS OF INTEREST IN
13
    TRANSACTIONS. (a) A commission member, employee, or appointee may
14
15
    not:
                (1) have an interest in, or in any manner be connected
16
17
    with, a contract or bid for a purchase of goods or services,
    including professional or consulting services, by the commission or
18
19
    another agency of the state in connection with the commission's
    duties concerning:
20
21
                     (A) charge and control of state buildings,
22
    grounds, or property;
23
                     (B) maintenance or repair of state buildings,
24
    grounds, or property;
25
                     (C) construction of a state building; or
26
                     (D) purchase or lease of state buildings,
```

grounds, or property by or for the state; or

27

- 1 (2) in any manner, including by rebate or gift, accept
- or receive, directly or indirectly, from a person to whom a contract
- 3 described by Subdivision (1) may be awarded, anything of value or a
- 4 promise, obligation, or contract for future reward or compensation.
- 5 (b) A commission member, employee, or appointee who
- 6 violates Subsection (a)(2) is subject to dismissal.
- 7 (c) In consultation with the commission, the Texas Ethics
- 8 Commission shall adopt rules to implement this section.
- 9 (d) The Texas Ethics Commission shall administer and
- 10 enforce this section and may prepare written opinions regarding
- this section in accordance with Subchapter D, Chapter 571.
- SECTION 3.10. Section 2203.001(b), Government Code, is
- 13 amended to read as follows:
- (b) The report must be made daily on a form prescribed by the
- 15 <u>comptroller</u> [General Services Commission].
- SECTION 3.11. Section 2254.024(b), Government Code, is
- 17 amended to read as follows:
- 18 (b) If the governor and  $[\tau]$  comptroller  $[\tau]$  and General
- 19 Services Commission] consider it more advantageous to the state to
- 20 procure a particular consulting service under the procedures of
- 21 Chapters 2155-2158, instead of under this subchapter, they may make
- 22 a memorandum of understanding to that effect and each adopt the
- 23 memorandum by rule. Procurement of a consulting service described
- in a memorandum of understanding under this subsection is subject
- 25 only to Chapters 2155-2158.
- SECTION 3.12. Section 2254.039(b), Government Code, is
- 27 amended to read as follows:

- 1 (b) The comptroller shall give proposed rules to the
- 2 governor [and the General Services Commission] for review and
- 3 comment before adopting the rules.
- 4 ARTICLE 4. STUDY OF TEXAS FACILITIES COMMISSION FUNCTIONS
- 5 SECTION 4.01. Subchapter A, Chapter 2152, Government Code,
- 6 is amended by adding Section 2152.004 to read as follows:
- 7 Sec. 2152.004. JOINT STUDY TO ASSESS THE FUNCTIONS OF THE
- 8 TEXAS FACILITIES COMMISSION. (a) The executive director of the
- 9 commission, the Legislative Budget Board, and the General Land
- 10 Office shall conduct an in-depth study of the functions of the Texas
- 11 Facilities Commission. The study must determine the best
- 12 allocation of state resources for:
- 13 <u>(1) the acquisition of state buildings through lease</u>
- 14 or purchase;
- 15 (2) the construction of buildings owned by the state;
- 16 (3) the control and maintenance of buildings owned or
- 17 leased by the state; and
- 18 (4) all other related responsibilities performed by
- 19 the commission.
- 20 (b) The joint study must consider financial and other
- 21 benefits to the state of outsourcing any of the commission's
- 22 <u>functions to private entities or of allocating those functions to</u>
- 23 other state agencies.
- (c) Not later than November 1, 2008, the executive director
- of the commission, the Legislative Budget Board, and the General
- 26 Land Office shall submit a written report to the governor,
- 27 lieutenant governor, and speaker of the house of representatives

- 1 that contains the findings of the joint study and any
- 2 <u>recommendations.</u>
- 3 (d) This section expires January 1, 2009.
- 4 ARTICLE 5. EFFECTIVE DATE
- 5 SECTION 5.01. This Act takes effect September 1, 2007.