

By: Leibowitz

H.B. No. 3103

A BILL TO BE ENTITLED

1 AN ACT

2 relating to a change in ownership of entities awarded grants from  
3 the Texas Enterprise Fund.

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

5 SECTION 1. Section 481.078, Government Code, is amended by  
6 adding Subsections (f-1) and (f-2) to read as follows:

7 (f-1) An entity that acquires, by merger, acquisition, or  
8 other transfer, ownership or control of a grant recipient shall:

9 (1) report the change in ownership or control to the  
10 governor; and

11 (2) comply with the terms and conditions of the grant  
12 agreement entered into by the grant recipient and any other  
13 requirement imposed on the grant recipient in connection with the  
14 grant award.

15 (f-2) The grant agreement must include a provision  
16 regarding the requirements of Subsection (f-1). A grant recipient  
17 that is the subject of a merger, acquisition, or other transfer of  
18 ownership or control shall include language in each contract  
19 relating to the transfer that informs the acquiring entity of its  
20 duties and obligations under Subsection (f-1).

21 SECTION 2. The changes in law made by this Act to Section  
22 481.078, Government Code, apply only to an agreement that is  
23 entered into on or after the effective date of this Act. An  
24 agreement that is entered into before the effective date of this Act

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1 is governed by the law in effect on the date the agreement was  
2 entered into, and the former law is continued in effect for that  
3 purpose.

4 SECTION 3. This Act takes effect September 1, 2009.