By: Phillips H.B. No. 3557

Substitute the following for H.B. No. 3557:

By: Kent C.S.H.B. No. 3557

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the waiver of sovereign immunity from certain suits by

- 3 certain municipalities.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Chapter 272, Local Government Code, is amended
- 6 by adding Section 272.006 to read as follows:
- 7 Sec. 272.006. WAIVER OF IMMUNITY FROM CERTAIN SUITS BY
- 8 CERTAIN MUNICIPALITIES. (a) This section applies only to a
- 9 home-rule municipality with a population of less than 30,000 that
- 10 is located in a county with a population of less than 140,000.
- 11 (b) A municipality waives sovereign immunity from suit for
- 12 the purpose of adjudicating a claim for breach of contract if the
- 13 municipality enters into a contract with a private entity for the
- 14 sale or conveyance of not less than 400 or more than 1,000 acres of
- 15 land that was acquired by the municipality from an agency of the
- 16 United States.
- 17 (c) A plaintiff who prevails in an action brought under this
- 18 section against a municipality is entitled only to specific
- 19 performance of the terms of the contract, reasonable attorney's
- 20 fees, and costs of court.
- 21 SECTION 2. The change in law made by Section 272.006, Local
- 22 Government Code, as added by this Act, applies only to a contract
- 23 entered into on or after the effective date of this Act.
- SECTION 3. This Act takes effect September 1, 2009.