By: Williams S.B. No. 2054

## A BILL TO BE ENTITLED

- 1 AN ACT
- 2 relating to contracts and purchases by certain navigation
- 3 districts.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 60.403(a), Water Code, is amended to
- 6 read as follows:
- 7 (a) A port commission, an authorized designated officer of
- 8 the port commission, the executive director of the district or the
- 9 port authority, or an authorized representative of the executive
- 10 director may make routine purchases or contracts in an amount not to
- 11 exceed \$100,000 [ $\frac{$25,000}{}$ ].
- 12 SECTION 2. Section 60.4035(a), Water Code, is amended to
- 13 read as follows:
- 14 (a) Notwithstanding Sections 60.404 and 60.406, the
- 15 executive director of a port commission or an officer of a port
- 16 commission authorized in writing by the executive director of the
- 17 port commission may make emergency purchases or contracts in an
- 18 amount that exceeds  $\frac{$100,000}{}$  [ $\frac{$25,000}{}$ ] if necessary:
- 19 (1) to preserve or protect the public health and
- 20 safety of the residents of the district;
- 21 (2) to preserve the property of the district in the
- 22 case of a public calamity;
- 23 (3) to repair unforeseen damage to the property of the
- 24 district; or

- 1 (4) to respond to security directives issued by:
- 2 (A) the federal Department of Homeland Security,
- 3 including the Transportation Security Administration;
- 4 (B) the United States Coast Guard;
- 5 (C) the federal Department of Transportation,
- 6 including the Maritime Administration; or
- 7 (D) another federal or state agency responsible
- 8 for domestic security.
- 9 SECTION 3. Sections 60.404(a) and (d), Water Code, are
- 10 amended to read as follows:
- 11 (a) If the materials, supplies, machinery, equipment, or
- 12 other items to be purchased or contracted for exceed \$100,000
- 13 [\$25,000], notice shall be published as provided by this section.
- 14 (d) The specifications must:
- 15 (1) describe in detail the item to be acquired;
- 16 (2) require that bids be sealed;
- 17 (3) require the attachment to the bid of a certified
- 18 check, cashier's check, or bidders bond if the bid specifications
- 19 require the bidder to provide a certified check, cashier's check,
- 20 or bidders bond; and
- 21 (4) indicate whether a small business development
- 22 program adopted by the port commission of the port authority or
- 23 district applies to the purchase and, if so, where a copy of the
- 24 program requirements may be obtained.
- SECTION 4. Section 60.406(a), Water Code, is amended to
- 26 read as follows:
- 27 (a) Before a district or port authority may purchase one or

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- 1 more items under a contract that will require an expenditure of more
- 2 than  $\frac{$100,000}{}$  [ $\frac{$25,000}{}$ ], the port commission of that district or
- 3 port authority must comply with the competitive bidding
- 4 requirements or proposal procedures provided by Sections 60.404 and
- 5 60.405 of this code. All bids must be sealed.
- 6 SECTION 5. The change in law made by this Act applies only
- 7 to a purchase made or a contract entered into by a navigation
- 8 district on or after the effective date of this Act. A purchase
- 9 made or a contract entered into by a navigation district before the
- 10 effective date of this Act is governed by the law in effect
- 11 immediately before the effective date of this Act, and that law is
- 12 continued in effect for that purpose.
- 13 SECTION 6. This Act takes effect immediately if it receives
- 14 a vote of two-thirds of all the members elected to each house, as
- 15 provided by Section 39, Article III, Texas Constitution. If this
- 16 Act does not receive the vote necessary for immediate effect, this
- 17 Act takes effect September 1, 2009.