By: Craddick H.B. No. 1283

Substitute the following for H.B. No. 1283:

By: Simpson C.S.H.B. No. 1283

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to consideration of a bidder's principal place of business

- 3 in awarding certain municipal contracts.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 271.9051(b), Local Government Code, is
- 6 amended to read as follows:
- 7 (b) In purchasing under this title any real property,
- 8 personal property that is not affixed to real property, or
- 9 services, if a municipality receives one or more competitive sealed
- 10 bids from a bidder whose principal place of business is in the
- 11 municipality and whose bid is within five percent of the lowest bid
- 12 price received by the municipality from a bidder who is not a
- 13 resident of the municipality, the municipality may enter into a
- 14 contract for construction services in an amount [an expenditure] of
- 15 less than \$100,000 or a contract for other purchases in an amount of
- 16 less than \$500,000 with:
- 17 (1) the lowest bidder; or
- 18 (2) the bidder whose principal place of business is in
- 19 the municipality if the governing body of the municipality
- 20 determines, in writing, that the local bidder offers the
- 21 municipality the best combination of contract price and additional
- 22 economic development opportunities for the municipality created by
- 23 the contract award, including the employment of residents of the
- 24 municipality and increased tax revenues to the municipality.

C.S.H.B. No. 1283

- 1 SECTION 2. The change in law made by this Act applies only
- 2 to a contract for which a request for bids is first published or
- 3 distributed on or after the effective date of this Act.
- 4 SECTION 3. This Act takes effect September 1, 2011.