By: Craddick 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 services
- 9 other than construction services, if a municipality receives one or
- 10 more competitive sealed bids from a bidder whose principal place of
- 11 business is in the municipality and whose bid is within five percent
- 12 of the lowest bid price received by the municipality from a bidder
- 13 who is not a resident of the municipality, the municipality may
- 14 enter into a contract for an expenditure of less than \$500,000
- 15 [\$100,000] with:
- 16 (1) the lowest bidder; or
- 17 (2) the bidder whose principal place of business is in
- 18 the municipality if the governing body of the municipality
- 19 determines, in writing, that the local bidder offers the
- 20 municipality the best combination of contract price and additional
- 21 economic development opportunities for the municipality created by
- 22 the contract award, including the employment of residents of the
- 23 municipality and increased tax revenues to the municipality.
- 24 SECTION 2. The change in law made by this Act applies only

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- 1 to a contract for which a request for bids is first published or
- 2 distributed on or after the effective date of this Act.
- 3 SECTION 3. This Act takes effect September 1, 2011.