By: McClendon H.B. No. 2325 Substitute the following for H.B. No. 2325: C.S.H.B. No. 2325 By: Davis of Dallas A BILL TO BE ENTITLED 1 AN ACT 2 relating to the competitive bidding and notice requirements for contracts of certain mass transportation authorities. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Section 451.110(c), Transportation Code, 5 is amended to read as follows: 6 7 (c) Subsection (a) does not apply to a contract for: (1) <u>\$50,000</u> [<del>\$25,000</del>] or less; 8 9 (2) the purchase of real property; personal or professional services; or 10 (3) (4) the acquisition of an existing transit system. 11

SECTION 2. Section 451.111(a), Transportation Code, is amended to read as follows:

14 (a) Except as provided by Subchapter Q, unless the posting 15 requirement in Subsection (b) is satisfied, a board may not let a 16 contract that is:

17 (1) for more than <u>\$50,000</u> [<del>\$25,000</del>]; and

18 (2) for:

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(A) the purchase of real property; or

(B) consulting or professional services.

21 SECTION 3. Section 452.107(c), Transportation Code, is 22 amended to read as follows:

(c) The executive committee may authorize the negotiation
 of a contract without competitive sealed bids or proposals if:

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C.S.H.B. No. 2325

(1) the aggregate amount involved in the contract is
 \$50,000 [\$25,000] or less;

3 (2) the contract is for construction for which not4 more than one bid or proposal is received;

5 (3) the contract is for services or property for which 6 there is only one source or for which it is otherwise impracticable 7 to obtain competition;

8 (4) the contract is to respond to an emergency for 9 which the public exigency does not permit the delay incident to the 10 competitive process;

(5) the contract is for personal or professional services or services for which competitive bidding is precluded by law; or

14 (6) the contract, without regard to form and which may 15 include bonds, notes, loan agreements, or other obligations, is for 16 the purpose of borrowing money or is a part of a transaction 17 relating to the borrowing of money, including:

18 (A) a credit support agreement, such as a line or19 letter of credit or other debt guaranty;

(B) a bond, note, debt sale or purchase, trustee,
paying agent, remarketing agent, indexing agent, or similar
agreement;

(C) an agreement with a securities dealer or
 investment adviser, broker, or underwriter; and

(D) any other contract or agreement considered by
 the executive committee to be appropriate or necessary in support
 of the authority's financing activities.

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## C.S.H.B. No. 2325

1 SECTION 4. The change in law made by this Act applies only 2 to a contract for which a regional transportation authority or 3 metropolitan rapid transit authority first advertises or otherwise 4 solicits bids or proposals on or after the effective date of this 5 Act.

6 SECTION 5. This Act takes effect September 1, 2011.