By: Shaheen H.B. No. 1851

A BILL TO BE ENTITLED

```
1
                                  AN ACT
2
   relating to the reporting of certain state agency contract
   information and the posting of that information on the Internet.
3
          BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4
5
          SECTION 1. The heading to Section 322.020, Government Code,
    is amended to read as follows:
6
          Sec. 322.020. [MAJOR] CONTRACTS DATABASE.
7
          SECTION 2. Section 322.020, Government Code, is amended by
8
   amending Subsections (a), (b), and (c) and adding Subsection (b-1)
9
   to read as follows:
10
              In this section[ __ "major contract" means]:
11
          (a)
12
               (1)
                    "Contract" means a contract, grant, or agreement
   for the purchase or sale of goods or services that is entered into
13
14
   or paid for, wholly or partly, by a state agency or an amendment,
   modification, renewal, or extension of the contract, grant, or
15
16
   agreement. The term includes a revenue generating contract, an
   interagency or interlocal grant or agreement, a purchase order, or
17
   other written expression of terms of agreement. [a contract for
18
   which notice is required under one of the following sections:
19
                     [(A) Section 2054.008;
20
21
                     [(B) Section 2166.2551;
                     (C) Section 2254.006; or
22
                     [<del>(D)</del> Section 2254.0301; or]
23
                    "State agency" has the meaning assigned by Section
24
               (2)
```

```
2054.003 [a contract, including an amendment, modification,
 1
   renewal, or extension:
 2
 3
                    (A) for which notice is not required under
   section listed in Subdivision (1);
4
                    [(B) that is not a purchase order, an interagency
5
   contract, or a contract paid only with funds not appropriated by the
6
7
   General Appropriations Act; and
8
                    [(C) with a value that exceeds $50,000].
9
              This section applies only to:
10
              (1) a major consulting services contract, as defined
   by Section 2254.021; and
11
12
               (2) a contract, including any amendment,
   modification, renewal, or extension of the contract, that has a
13
   value that exceeds or is reasonably expected to exceed $50,000,
14
15
   other than:
16
                    (A) an enrollment contract described by 1 T.A.C.
17
   Section 391.183 as that section existed on September 1, 2015; or
                    (B) a contract of the Texas Department of
18
19
   Transportation that:
20
                         (i) relates to highway construction or
   engineering; or
21
22
                         (ii) is subject to Section 201.112,
   Transportation Code.
23
24
         (b-1) Not later than the 30th calendar day after the date a
   contract is awarded, amended, modified, renewed, or extended, a
25
26
   [Each] state agency shall provide written notice of the contract to
   the Legislative Budget Board. The written notice must include
27
```

- 1 copies of the following documents:
- 2 (1) each [major] contract entered into by the agency,
- 3 including each amendment, modification, renewal, or extension of
- 4 the contract; and
- 5 (2) each request for proposal, invitation to bid, or
- 6 comparable solicitation related to the [major] contract.
- 7 (c) The Legislative Budget Board shall post on the Internet
- 8 a copy of:
- 9 (1) each [major] contract, including each amendment,
- 10 modification, renewal, or extension of the contract [of a state
- 11 agency]; and
- 12 (2) each request for proposal, invitation to bid, or
- 13 comparable solicitation related to the [major] contract.
- 14 SECTION 3. Section 2261.253, Government Code, is amended to
- 15 read as follows:
- 16 Sec. 2261.253. REQUIRED POSTING OF [CERTAIN CONTRACTS;
- 17 ENHANCED] CONTRACT <u>INFORMATION</u> AND PERFORMANCE MONITORING. (a)
- 18 Each [For each contract for the purchase of goods or services from a
- 19 private vendor, each] state agency shall post on its Internet
- 20 website's home page a link to the Legislative Budget Board's
- 21 contracts database established under Section 322.020. [website:
- [(1) each contract the agency enters into, including
- 23 contracts entered into without inviting, advertising for, or
- 24 otherwise requiring competitive bidding before selection of the
- 25 contractor, until the contract expires or is completed;
- 26 [(2) the statutory or other authority under which a
- 27 contract that is not competitively bid under Subdivision (1) is

- 1 entered into without compliance with competitive bidding
- 2 procedures; and
- 3 [(3) the request for proposals related to a
- 4 competitively bid contract included under Subdivision (1) until the
- 5 contract expires or is completed.
- 6 (b) [A state agency monthly may post contracts described by
- 7 Subsection (a) that are valued at less than \$15,000.
- 8 [(c)] Each state agency by rule shall establish a procedure
- 9 to identify each contract that requires enhanced contract or
- 10 performance monitoring and submit information on the contract to
- 11 the agency's governing body or, if the agency is not governed by a
- 12 multimember governing body, the officer who governs the agency.
- 13 The agency's contract management office or procurement director
- 14 shall immediately notify the agency's governing body or governing
- 15 official, as appropriate, of any serious issue or risk that is
- 16 identified with respect to a contract monitored under this
- 17 subsection.
- 18 [(d) This section does not apply to a memorandum of
- 19 understanding, interagency contract, interlocal agreement, or
- 20 contract for which there is not a cost.
- 21 SECTION 4. Section 2054.0965, Government Code, is amended
- 22 by amending Subsection (b) and adding Subsection (c) to read as
- 23 follows:
- (b) Except as otherwise modified by rules adopted by the
- 25 department, the review must include:
- 26 (1) an inventory of the agency's major information
- 27 systems $\left[\frac{1}{7}\right]$ as defined by Section 2054.008, and other operational or

H.B. No. 1851

- 1 logistical components related to deployment of information
- 2 resources as prescribed by the department;
- 3 (2) an inventory of the agency's major databases and
- 4 applications;
- 5 (3) a description of the agency's existing and planned
- 6 telecommunications network configuration;
- 7 (4) an analysis of how information systems,
- 8 components, databases, applications, and other information
- 9 resources have been deployed by the agency in support of:
- 10 (A) applicable achievement goals established
- 11 under Section 2056.006 and the state strategic plan adopted under
- 12 Section 2056.009;
- 13 (B) the state strategic plan for information
- 14 resources; and
- 15 (C) the agency's business objectives, mission,
- 16 and goals;
- 17 (5) agency information necessary to support the state
- 18 goals for interoperability and reuse; and
- 19 (6) confirmation by the agency of compliance with
- 20 state statutes, rules, and standards relating to information
- 21 resources.
- (c) In this section, "major information system" includes:
- 23 (1) one or more computers that in the aggregate cost
- 24 more than \$100,000;
- 25 (2) a service related to computers, including computer
- 26 software, that costs more than \$100,000; and
- 27 (3) a telecommunications apparatus or device that

```
H.B. No. 1851
```

- 1 serves as a voice, data, or video communications network for
- 2 transmitting, switching, routing, multiplexing, modulating,
- 3 amplifying, or receiving signals on the network and costs more than
- 4 \$100,000.
- 5 SECTION 5. The following sections of the Government Code 6 are repealed:
- 7 (1) Section 322.020(f);
- 8 (2) Section 2054.008;
- 9 (3) Section 2166.2551;
- 10 (4) Section 2254.006; and
- 11 (5) Section 2254.0301.
- 12 SECTION 6. The changes in law made by this Act apply to a
- 13 contract entered into or amended, modified, renewed, or extended on
- 14 or after the effective date of this Act. A contract entered into or
- 15 amended, modified, renewed, or extended before the effective date
- 16 of this Act is governed by the law in effect on the date the contract
- 17 was entered into or amended, modified, renewed, or extended, and
- 18 the former law is continued in effect for that purpose.
- 19 SECTION 7. This Act takes effect September 1, 2017.