By: Parker H.B. No. 1946

A BILL TO BE ENTITLED

1 AN ACT

3

2 relating to the incontestability of certain contracts or leases

- submitted to the attorney general by certain water districts.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 49.184(e), Water Code, is amended to 6 read as follows:
- 7 (e) A contract or lease in which the proceeds of the
- 8 contract or lease are pledged to the payment of a bond may be
- 9 submitted to the attorney general along with the bond records, and,
- 10 if submitted, the approval by the attorney general of the bonds
- 11 shall constitute an approval of the contract or lease and the
- 12 contract or lease shall be incontestable. A contract or lease,
- 13 other than a contract or lease in which the proceeds of the contract
- 14 or lease are pledged to the payment of a bond, may be submitted to
- 15 the attorney general along with the bond records, and, if reviewed
- 16 and approved by the attorney general, the approval of the bonds
- 17 shall constitute an approval of the contract or lease and the
- 18 <u>contract or lease shall be incontestable.</u>
- 19 SECTION 2. The change in law made by this Act applies only
- 20 to a contract or lease submitted by a water district under Section
- 21 49.184, Water Code, as amended by this Act, to the attorney general
- 22 after the effective date of this Act. A contract or lease submitted
- 23 to the attorney general before the effective date of this Act is
- 24 governed by the law in effect at the time the contract or lease is

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- 1 submitted, and that law is continued in effect for that purpose.
- 2 SECTION 3. This Act takes effect September 1, 2017.