1-1 By: Nelson

(In the Senate - Filed March 1, 2017; March 9, 2017, read 1-3 first time and referred to Committee on Transportation; 1-4 April 6, 2017, reported adversely, with favorable Committee 1-5 Substitute by the following vote: Yeas 9, Nays 0; April 6, 2017, sent to printer.)

1-7 COMMITTEE VOTE

1-8		Yea	Nay	Absent	PNV
1-9	Nichols	Х	-		
1-10	Hall	Х			
1-11	Creighton	Х			
1-12	Garcia	Х			
1-13	Hancock	Х			
1-14	Hinojosa	Х			
1-15	Kolkhorst	Х			
1-16	Perry	Х			
1-17	Rodríquez	X			

1-18 COMMITTEE SUBSTITUTE FOR S.B. No. 1179

By: Hall

1-19 A BILL TO BE ENTITLED AN ACT

relating to purchasing and contracting practices of coordinated county transportation authorities.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 460.406(c), Transportation Code, is amended to read as follows:

- (c) The board of directors may authorize the negotiation of a contract without competitive sealed bids or proposals if:
- (1) the aggregate amount involved in the contract is less than the greater of:
 - (A) \$50,000; or
- (B) the amount of an expenditure under a contract that would require a municipality to comply with Section 252.021(a), Local Government Code;
- (2) the contract is for construction for which not more than one bid or proposal is received;
- (3) the contract is for services or property for which there is only one source or for which it is otherwise impracticable to obtain competition, including:
- (A) items that are available from only one source because of patents, copyrights, secret processes, or natural monopolies;
 - (B) gas, water, and other utility services; and(C) captive replacement parts or components for

1-44 equipment;

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- (4) the contract is to respond to an emergency for which the public exigency does not permit the delay incident to the competitive process;
- 1-48 (5) the contract is for personal, [or] professional, 1-49 or planning services [or services for which competitive bidding is 1-50 precluded by law];
 - (6) the contract, without regard to form and which may include bonds, notes, loan agreements, or other obligations, is for the purpose of borrowing money or is a part of a transaction relating to the borrowing of money, including:
- 1-55 (A) a credit support agreement, such as a line or 1-56 letter of credit or other debt guaranty;
- 1-57 (B) a bond, note, debt sale or purchase, trustee, 1-58 paying agent, remarketing agent, indexing agent, or similar 1-59 agreement;
 - (C) an agreement with a securities dealer,

2-1 broker, or underwriter; and

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2-2 (D) any other contract or agreement considered by 2-3 the board of directors to be appropriate or necessary in support of 2-4 the authority's financing activities;

(7) the contract is for work that is performed and paid for by the day as the work progresses;

- (8) the contract is for the lease or purchase of an interest in land;
- (9)the contract is for the purchase of personal property sold:
- at an auction by a state licensed auctioneer; (A) (B) at a going out of business sale held in compliance with Subchapter F, Chapter 17, Business & Commerce Code; or
- (C) by a political subdivision of this state, a state agency, or an entity of the federal government;
 (10) the contract is for services performance.
- the contract is for services performed by persons who are blind or have severe disabilities;
 - (11)the contract is for the purchase of electricity;
- (12) the contract is one for an authority project and awarded for alternate project delivery using the procedures, requirements, and limitations under Subchapters E, F, G, H, and I, Chapter 2269, Government Code; or
- (13) the contract is for fare enforcement officer
- services under Section 460.1092. SECTION 2. (a) The changes in law made by this Act apply only to a contract or construction project for which a governing body of a coordinated county transportation authority created under Chapter 460, Transportation Code, first advertises or otherwise requests bids, proposals, offers, or qualifications, or makes a similar solicitation, on or after the effective date of this Act.
- (b) A contract or construction project for which a governing body of a coordinated county transportation authority created under Chapter 460, Transportation Code, first advertises or otherwise requests bids, proposals, offers, or qualifications, or makes a similar solicitation, before the effective date of this Act is governed by the law as it existed immediately before the effective date of this Act, and that law is continued in effect for that purpose.
- SECTION 3. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2017.

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