By: Buckley H.B. No. 633

## A BILL TO BE ENTITLED

| 1  | AN ACT   |
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| 2  | relating to the allocation of money associated with delays of      |
| 3  | transportation projects.   |
| 4  | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:            |
| 5  | SECTION 1. Subchapter A, Chapter 222, Transportation Code,         |
| 6  | is amended by adding Section 222.007 to read as follows:           |
| 7  | Sec. 222.007. ALLOCATION OF MONEY FROM TRANSPORTATION              |
| 8  | PROJECT DELAYS. (a) The department shall establish a system to     |
| 9  | track liquidated damages, including road user costs, retained by   |
| 10 | the department associated with delayed transportation project      |
| 11 | contracts.   |
| 12 | (b) The system must allow the department to correlate the          |
| 13 | liquidated damages with:   |
| 14 | (1) the project that was the subject of the damages;               |
| 15 | <u>and</u>   |
| 16 | (2) each department district in which the project that             |
| 17 | was the subject of the damages is located.                         |
| 18 | (c) Each year, the department shall:                               |
| 19 | (1) for each department district, determine the amount             |
| 20 | of money described by Subsection (a) retained in the previous year |
| 21 | that is attributable to projects located in the district; and      |
| 22 | (2) in addition to other amounts, allocate to each                 |
| 23 | department district an amount of money equal to the amount         |
| 24 | determined for the district under Subdivision (1) to be used for   |
|    |  |

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- 1 transportation projects located in that district.
- 2 <u>(d) If a transportation project that was the subject of</u>
- 3 liquidated damages is located in more than one department district,
- 4 the department may reasonably allocate the amount of the liquidated
- 5 damages from that project among the districts in which the project
- 6 <u>is located.</u>
- 7 SECTION 2. This Act takes effect September 1, 2019.