By: Romero, Jr., Leman H.B. No. 4024 Substitute the following for H.B. No. 4024: C.S.H.B. No. 4024 By: Landgraf

A BILL TO BE ENTITLED

AN ACT 2 relating to certain contracts regarding airports and associated air navigation facilities operated by or on behalf of a local 3 4 government.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 6 SECTION 1. Section 22.019, Transportation Code, is amended to read as follows: 7

Sec. 22.019. CONTRACTS. Except as provided by Section 8 9 22.0191, a [A] local government may enter into a contract necessary to the execution of a power granted the local government and for a 10 purpose provided by this chapter. 11

12 SECTION 2. Subchapter B, Chapter 22, Transportation Code, is amended by adding Section 22.0191 to read as follows: 13

14 Sec. 22.0191. AIRPORT INFRASTRUCTURE OR EQUIPMENT CONTRACTS. (a) In this section, "airport infrastructure or 15 16 equipment contract" means a contract for the acquisition, construction, improvement, or renovation of airport infrastructure 17 or equipment, including a terminal, security system, or passenger 18 19 boarding bridge, used at an airport or an air navigation facility associated with an airport. 20

21 (b) A local government or a person operating an airport on behalf of a local government may not enter into an airport 22 23 infrastructure or equipment contract with: 24 (1) an entity that:

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C.S.H.B. No. 4024 (A) a federal <u>court</u> <u>determines</u> has 1 misappropriated intellectual property or trade secrets from 2 another entity organized under federal, state, or local law; and 3 4 (B) is owned wholly or partly by, is controlled 5 by, or receives subsidies from the government of a country that: 6 (i) is identified under Section 182, Trade Act of 1974 (19 U.S.C. Section 2242), as a priority foreign country; 7 8 or 9 (ii) is subject to monitoring by the Office of the United States Trade Representative in accordance with 10 Section 306, Trade Act of 1974 (19 U.S.C. Section 2416); and 11 (2) any entity that owns, controls, is owned or 12 controlled by, is under common ownership with, or is a successor to 13 14 an entity described by Subdivision (1). 15 (c) An airport infrastructure or equipment contract for goods or services entered into by a local government or a person 16 17 operating an airport on behalf of a local government must contain a written statement by the entity with which the local government or 18 19 person is contracting verifying that the entity is not an entity described by Subsection (b)(1) or (2). 20 SECTION 3. This Act takes effect immediately if it receives 21

21 SECTION 3. This Act takes effect immediately if it receives 22 a vote of two-thirds of all the members elected to each house, as 23 provided by Section 39, Article III, Texas Constitution. If this 24 Act does not receive the vote necessary for immediate effect, this 25 Act takes effect September 1, 2019.

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