

1-1 By: Cortez (Senate Sponsor - Menéndez) H.B. No. 1861
 1-2 (In the Senate - Received from the House May 13, 2021;
 1-3 May 14, 2021, read first time and referred to Committee on Local
 1-4 Government; May 22, 2021, reported favorably by the following
 1-5 vote: Yeas 8, Nays 0; May 22, 2021, sent to printer.)

1-6 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-7 Bettencourt	X			
1-8 Menéndez	X			
1-9 Eckhardt	X			
1-10 Gutierrez			X	
1-11 Hall	X			
1-12 Nichols	X			
1-13 Paxton	X			
1-14 Springer	X			
1-15 Zaffirini	X			

1-17 A BILL TO BE ENTITLED
 1-18 AN ACT

1-19 relating to the requirements for interlocal contracts.
 1-20 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
 1-21 SECTION 1. Section 791.011(d), Government Code, is amended
 1-22 to read as follows:
 1-23 (d) An interlocal contract must:
 1-24 (1) be authorized by the governing body of each party
 1-25 to the contract unless a party to the contract is a water utility
 1-26 owned by a municipality containing more than 75 percent of the
 1-27 population of a county with a population of 1.5 million or more or a
 1-28 municipally owned electric utility, in which event the governing
 1-29 body may establish procedures for entering into interlocal
 1-30 contracts that do not exceed \$100,000 without requiring the
 1-31 approval of the governing body;
 1-32 (2) state the purpose, terms, rights, and duties of
 1-33 the contracting parties; and
 1-34 (3) specify that each party paying for the performance
 1-35 of governmental functions or services must make those payments from
 1-36 current revenues available to the paying party.
 1-37 SECTION 2. The changes in law made by this Act apply only to
 1-38 an interlocal contract entered into on or after the effective date
 1-39 of this Act. An interlocal contract entered into before the
 1-40 effective date of this Act is governed by the law in effect on the
 1-41 date the contract was entered into, and the former law is continued
 1-42 in effect for that purpose.
 1-43 SECTION 3. This Act takes effect September 1, 2021.

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