By: Creighton S.B. No. 1098

## A BILL TO BE ENTITLED

AN ACT

2	relating to	certain cont	racts rega	rdin	g ai	rpor	ts and	assoc	iat	ed air
3	navigation	facilities	operated	bу	or	on	behalf	of	a	local

4 government.

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- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 22.019, Transportation Code, is amended
- 7 to read as follows:
- 8 Sec. 22.019. CONTRACTS. Except as provided by Section
- 9 22.0191, a [A] local government may enter into a contract necessary
- 10 to the execution of a power granted the local government and for a
- 11 purpose provided by this chapter.
- 12 SECTION 2. Subchapter B, Chapter 22, Transportation Code,
- 13 is amended by adding Section 22.0191 to read as follows:
- 14 Sec. 22.0191. AIRPORT INFRASTRUCTURE OR EQUIPMENT
- 15 CONTRACTS. (a) In this section, "airport infrastructure or
- 16 equipment contract" means a contract for the acquisition,
- 17 construction, improvement, or renovation of airport infrastructure
- 18 or equipment, including a terminal, security system, or passenger
- 19 boarding bridge, used at an airport or an air navigation facility
- 20 <u>associated with an airport.</u>
- 21 (b) A local government or a person operating an airport on
- 22 behalf of a local government may not enter into an airport
- 23 infrastructure or equipment contract with:
- 24 <u>(1) an entity that:</u>

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(A) a federal <u>court</u> 1 determines has 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) <u>is identified under Section 182, Trade</u> 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); or 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 a vote of two-thirds of all the members elected to each house, as 22 provided by Section 39, Article III, Texas Constitution. If this 23 24 Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2021. 25