By: Zaffirini S.B. No. 1716

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to term limits for certain contracts regarding airports
- 3 and associated air navigation facilities operated by or on behalf
- 4 of a local government.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 22.020(a), Transportation Code, is
- 7 amended to read as follows:
- 8 (a) A local government, by contract, lease, or other
- 9 arrangement, on a consideration fixed by the local government and
- 10 for a term not to exceed 99 [40] years, may authorize a qualified
- 11 person to operate, as the agent of the local government or
- 12 otherwise, an airport owned or controlled by the local government.
- SECTION 2. Sections 22.021(a) and (d), Transportation Code,
- 14 are amended to read as follows:
- 15 (a) In operating an airport or air navigation facility that
- 16 it owns, leases, or controls, a local government may enter into a
- 17 contract, lease, or other arrangement for a term not exceeding 99
- 18 [40] years with a person:
- 19 (1) granting the privilege of using or improving the
- 20 airport or air navigation facility, a portion or facility of the
- 21 airport or air navigation facility, or space in the airport or air
- 22 navigation facility for commercial purposes;
- 23 (2) conferring the privilege of supplying goods,
- 24 services, or facilities at the airport or air navigation facility;

- 1 or
- 2 (3) making available services to be furnished by the
- 3 local government or its agents at the airport or air navigation
- 4 facility.
- 5 (d) The 99-year [40-year] limit on the term of a contract,
- 6 lease, or other arrangement provided by Subsection (a) does not
- 7 apply to a contract, lease, or other arrangement under this section
- 8 between a local government and this state, the United States, or an
- 9 agency or instrumentality of this state or the United States.
- SECTION 3. Sections 22.022(a) and (b), Transportation Code,
- 11 are amended to read as follows:
- 12 (a) A lease of real property may not exceed 99 [40] years if:
- 13 (1) the lease is made under Section 22.011(c) or (d),
- 14 Section 22.020, or Section 22.021; and
- 15 (2) at the time of the execution of the lease, the
- 16 property is used as nonaeronautical property and is located on an
- 17 airport on which there are active federal governmental aircraft
- 18 operations on federal government property.
- 19 (b) A renewal or extension of a lease under Subsection (a)
- 20 may not exceed 99 [40] years. If the lease provides for more than
- 21 one renewal or extension, the renewals or extensions may not in the
- 22 aggregate exceed <u>99</u> [40] years.
- 23 SECTION 4. This Act takes effect September 1, 2023.