

By: Gervin-Hawkins

H.B. No. 3005

A BILL TO BE ENTITLED

AN ACT

relating to the payment of funds under certain construction contracts.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 2251.002, Government Code, is amended by adding Subsection (c) to read as follows:

(c) For purposes of this chapter, a bona fide dispute with respect to a contract for the construction of a public work does not include an audit of the public work project that continues for more than 60 days after the date of the substantial completion of the project.

SECTION 2. Section 28.003, Property Code, is amended by adding Subsection (c) to read as follows:

(c) For purposes of Subsection (a) or (b), a good faith dispute does not include an audit of the construction or improvement project under contract that continues for more than 60 days after the date of the substantial completion of the project.

SECTION 3. The changes in law made by this Act apply only to a contract that is entered into on or after the effective date of this Act.

SECTION 4. This Act takes effect September 1, 2025.