House Bill 223

Senate Amendments Section-by-Section Analysis

HOUSE VERSION

SECTION 1. Section 252.022(a), Local Government Code, is amended to read as follows:

- (a) This chapter does not apply to an expenditure for:
- (1) a procurement made because of a public calamity that requires the immediate appropriation of money to relieve the necessity of the municipality's residents or to preserve the property of the municipality;
- (2) a procurement necessary to preserve or protect the public health or safety of the municipality's residents;
- (3) a procurement necessary because of unforeseen damage to public machinery, equipment, or other property;
- (4) a procurement for personal, professional, or planning services, other than lobbying, government relations, or similar services intended to influence state or federal lawmakers on behalf of a municipality;
- (5) a procurement for work that is performed and paid for by the day as the work progresses;
- (6) a purchase of land or a right-of-way;
- (7) a procurement of items that are available from only one source, including:
- (A) items that are available from only one source because of patents, copyrights, secret processes, or natural monopolies;
- (B) films, manuscripts, or books;
- (C) gas, water, and other utility services;
- (D) captive replacement parts or components for equipment;
- (E) books, papers, and other library materials for a public library that are available only from the persons holding exclusive distribution rights to the materials; and
- (F) management services provided by a nonprofit organization to a municipal museum, park, zoo, or other facility to which the organization has provided significant financial or other benefits;

SENATE VERSION (IE)

SECTION 1. Section 252.022(a), Local Government Code, is amended to read as follows:

- (a) This chapter does not apply to an expenditure for:
- (1) a procurement made because of a public calamity that requires the immediate appropriation of money to relieve the necessity of the municipality's residents or to preserve the property of the municipality;
- (2) a procurement necessary to preserve or protect the public health or safety of the municipality's residents;
- (3) a procurement necessary because of unforeseen damage to public machinery, equipment, or other property;
- (4) a procurement for personal, professional, or planning services, other than lobbying, government relations, or similar services intended to directly or indirectly influence state or federal lawmakers on behalf of a municipality; [FA1]
- (5) a procurement for work that is performed and paid for by the day as the work progresses;
- (6) a purchase of land or a right-of-way;
- (7) a procurement of items that are available from only one source, including:
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CONFERENCE

1 25.148.24

House Bill 223

Senate Amendments Section-by-Section Analysis

HOUSE VERSION

- (8) a purchase of rare books, papers, and other library materials for a public library;
- (9) paving drainage, street widening, and other public improvements, or related matters, if at least one-third of the cost is to be paid by or through special assessments levied on property that will benefit from the improvements;
- (10) a public improvement project, already in progress, authorized by the voters of the municipality, for which there is a deficiency of funds for completing the project in accordance with the plans and purposes authorized by the voters;
- (11) a payment under a contract by which a developer participates in the construction of a public improvement as provided by Subchapter C, Chapter 212;
- (12) personal property sold:
- (A) at an auction by a state licensed auctioneer;
- (B) at a going out of business sale held in compliance with Subchapter F, Chapter 17, Business & Commerce Code;
- (C) by a political subdivision of this state, a state agency of this state, or an entity of the federal government; or
- (D) under an interlocal contract for cooperative purchasing administered by a regional planning commission established under Chapter 391;
- (13) services performed by blind or severely disabled persons:
- (14) goods purchased by a municipality for subsequent retail sale by the municipality;
- (15) electricity; or
- (16) advertising, other than legal notices.

SECTION 2. Section 252.022(a), Local Government Code, as amended by this Act, applies only to a contract for

SENATE VERSION (IE)

- (8) a purchase of rare books, papers, and other library materials for a public library;
- (9) paving drainage, street widening, and other public improvements, or related matters, if at least one-third of the cost is to be paid by or through special assessments levied on property that will benefit from the improvements;
- (10) a public improvement project, already in progress, authorized by the voters of the municipality, for which there is a deficiency of funds for completing the project in accordance with the plans and purposes authorized by the voters;
- (11) a payment under a contract by which a developer participates in the construction of a public improvement as provided by Subchapter C, Chapter 212;
- (12) personal property sold:
- (A) at an auction by a state licensed auctioneer;
- (B) at a going out of business sale held in compliance with Subchapter F, Chapter 17, Business & Commerce Code;
- (C) by a political subdivision of this state, a state agency of this state, or an entity of the federal government; or
- (D) under an interlocal contract for cooperative purchasing administered by a regional planning commission established under Chapter 391;
- (13) services performed by blind or severely disabled persons;
- (14) goods purchased by a municipality for subsequent retail sale by the municipality;
- (15) electricity; or
- (16) advertising, other than legal notices.

SECTION 2. Same as House version.

CONFERENCE

2 25.148.24

House Bill 223

Senate Amendments Section-by-Section Analysis

HOUSE VERSION SENATE VERSION (IE) CONFERENCE

procurement made on or after the effective date of this Act.

SECTION 3. This Act takes effect September 1, 2025.

SECTION 3. Same as House version.

3 25.148.24