Capriglione (Senate Sponsor - Hancock) 1-1 By: H.B. No. 1817 (In the Senate - Received from the House May 3, 2023; May 5, 2023, read first time and referred to Committee on State Affairs; May 16, 2023, reported favorably by the following vote: 1-2 1-3 1-4 1-5 Yeas 11, Nays 0; May 16, 2023, sent to printer.)

1-6	COMMITTEE VOTE				
1-7		Yea	Nay	Absent	PNV
1-8	Hughes	Х			
1-9	Paxton	Х			
1-10	Bettencourt	Х			
1-11	Birdwell	Х			
1-12	LaMantia	Х			
1-13	Menéndez	Х			
1-14	Middleton	Х			
1-15	Parker	Х			
1-16	Perry	Х			
1-17	Schwertner	Х			
1-18	Zaffirini	Х			

A BILL TO BE ENTITLED AN ACT

1-21 relating to the validity of a contract for which a disclosure of 1-22 1-23 interested parties is required.

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

1-24 SECTION 1. Section 2252.908, Government Code, is amended by 1-25 adding Subsection (f-1) to read as follows:

1-26 (f-1) A contract described by Subsection (b) entered into by 1**-**27 1**-**28 a governmental entity or state agency is voidable for failure to provide the disclosure of interested parties required by this section only if: 1-29

1-30 (1)the governmental entity or state agency submits to 1-31 the business entity written notice of the business entity's failure to provide the required disclosure; and (2) the business entity 1-32

1-33 fails to submit to the governmental entity or state agency the required disclosure on or before the 10th business day after the date the business entity 1-34 1-35 receives the written notice under Subdivision (1). SECTION 2. A court in which a suit challenging the validity 1-36

1-37 of a contract described by Section 2252.908(b), Government Code, is 1-38 pending on the effective date of this Act may require the 1-39 governmental entity or state agency to provide the written notice required under Section 2252.908(f-1), Government Code, as added by 1-40 1-41 this Act, if the court finds that failure to enforce that requirement would cause an inequitable or unjust result for the 1-42 1-43 1-44 parties to the suit.

SECTION 3. A contract described by Section 2252.908(b), Government Code, that was executed before the effective date of 1-45 1-46 this Act is presumed to have been properly executed in accordance with Section 2252.908, Government Code, if an action to void or 1-47 1-48 invalidate the contract has not been filed with a court in this 1-49 1-50 state before the effective date of this Act.

SECTION 4. This Act takes effect immediately if it receives 1-51 a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this 1-52 1-53 1-54 Act does not receive the vote necessary for immediate effect, this 1-55 Act takes effect September 1, 2023.

1-56

1 - 19

1-20

* * * * *