

CHAPTER 1043

H.B. No. 2870

AN ACT

relating to conflicts of interest of certain persons in certain contracts of certain fresh water supply districts.

*Be it enacted by the Legislature of the State of Texas:*

SECTION 1. Section 53.123, Water Code, is amended by adding Subsection (c) to read as follows:

*(c) For a district that contains less than 2,200 acres within its boundaries, is located in a county that is adjacent to the Gulf of Mexico, and was created before 1956, a person may not be held to have violated Subsection (a) of this section unless the person's direct or indirect interest in the district's contract violates Section 171.003, Local Government Code. A contract of a district described by this section that is made in accordance with Chapter 171, Local Government Code, is valid and enforceable notwithstanding Subsection (a) of this section.*

SECTION 2. The importance of this legislation and the crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended, and that this Act take effect and be in force from and after its passage, and it is so enacted.

Passed by the House on May 14, 1993, by a non-record vote; passed by the Senate on May 29, 1993: Yeas 31, Nays 0.

Approved June 19, 1993.

Effective Aug. 30, 1993, 90 days after date of adjournment.