

By: Guillen

H.B. No. 3900

A BILL TO BE ENTITLED

AN ACT

relating to investment of local governments' money in banks located in this state.

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

SECTION 1. Section 2256.005, Government Code, is amended by adding Subsection (b-1) to read as follows:

(b-1) The investment policies for a local government must require at least 35 percent of the local government's funds that the governing body of the local government determines are available for investment to be invested in an authorized investment described by Section 2256.009(a)(7) or (8) or 2256.010 in a bank located in this state.

SECTION 2. This Act takes effect January 1, 2026.