

By: Gallego

H.B. No. 3436

A BILL TO BE ENTITLED

AN ACT

1  
2 relating to the disclosure of information relating to the  
3 investment of the Permanent University Fund and other funds under  
4 the management and control of the board of regents of The University  
5 of Texas System.

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

7 SECTION 1. Section 66.08, Education Code, is amended by  
8 adding Subsection (p) to read as follows:

9 (p) The corporation or any other entity with whom the board  
10 of regents contracts for the investment of the permanent university  
11 fund or other funds under the management and control of the board of  
12 regents must require any person with whom the corporation or other  
13 investing entity enters into any agreement, including a limited  
14 partnership or joint venture agreement, for investment of a portion  
15 of those funds to disclose to the board of regents the annual  
16 performance of all investments, joint ventures, partnerships or  
17 limited partnerships, or other business activities that the person  
18 managed or participated in managing for the preceding five years.  
19 The disclosure must include a general description of the nature of  
20 each of those investments or other activities. The board of regents  
21 shall make that information available to the public in the manner  
22 provided by Chapter 552, Government Code, for other public  
23 information. This subsection does not require the disclosure of  
24 information regarding the internal operations of the person or of

1 any investment or other activity managed by the person, or of the  
2 names of any other person participating in an investment or other  
3 activity for which disclosure is required.

4 SECTION 2. This Act takes effect immediately if it receives  
5 a vote of two-thirds of all the members elected to each house, as  
6 provided by Section 39, Article III, Texas Constitution. If this  
7 Act does not receive the vote necessary for immediate effect, this  
8 Act takes effect September 1, 2003.