

By: Wentworth

S.B. No. 1534

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the authorization of securities lending for
3 governmental entities.

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

5 CHAPTER 2256, SUBCHAPTER A, Government Code, is amended to
6 revise the title of subsection 2256.0011 and to add add section (e).
7 The revised title and section (e) to read as follows:

8 Sec. 2256.011. AUTHORIZED INVESTMENTS: REPURCHASE
9 AGREEMENTS AND SECURITIES LENDING PROGRAM

10 (e) Securities or investments purchased or held under the
11 provisions of this Act may be loaned to securities dealers or
12 financial institutions, provided the loan is collateralized by cash
13 or securities having a market value of at least 100 percent of the
14 market value of the securities loaned.