

BILL ANALYSIS

Senate Research Center

S.B. 1450
By: Averitt
Jurisprudence
6/1/2005
Enrolled

AUTHOR'S/SPONSOR'S STATEMENT OF INTENT

Currently, the law references the prime rate as published by the Federal Reserve Bank of New York when defining the post judgment interest rate. The Federal Reserve Bank of New York no longer publishes the prime rate.

S.B. 1450 references the prime rate as published by the Board of Governors of the Federal Reserve System when defining the postjudgment interest rate.

RULEMAKING AUTHORITY

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

SECTION BY SECTION ANALYSIS

SECTION 1. Amends Section 304.003(c), Finance Code, to redefine the postjudgment interest rate as it is published by the Board of Governors of the Federal Reserve System, rather than by the Federal Reserve Bank of New York.

SECTION 2. Effective date: September 1, 2005.