

By: Brimer

S.B. No. 1423

A BILL TO BE ENTITLED

AN ACT

relating to funds exempt from the Public Funds Investment Act.

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

SECTION 1. Subsection (a), Section 2256.004, Government Code, is amended to read as follows:

(a) This subchapter does not apply to:

(1) a public retirement system as defined by Section 802.001;

(2) state funds invested as authorized by Section 404.024;

(3) an institution of higher education having total endowments of at least \$95 million in book value on May 1, 1995;

(4) funds invested by the Veterans' Land Board as authorized by Chapter 161, 162, or 164, Natural Resources Code;

(5) registry funds deposited with the county or district clerk under Chapter 117, Local Government Code; ~~or~~

(6) a deferred compensation plan that qualifies under either Section 401(k) or 457 of the Internal Revenue Code of 1986 (26 U.S.C. Section 1 et seq.), as amended; or

(7) funds created through the formation of a nonprofit foundation exempt under Section 501(c)(3), Internal Revenue Code, and consisting of revenue generated from gas well leases, including bonus and royalty payments and any interest generated from that revenue.

1 SECTION 2. This Act takes effect September 1, 2007.