

By: Veasey

H.B. No. 3069

A BILL TO BE ENTITLED

AN ACT

relating to the investment authority of the comptroller.

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

SECTION 1. Section 404.114, Government Code, is amended by adding Subsections (c) and (d) to read as follows:

(c) In awarding contracts to private professional investment managers under Subsection (a) or otherwise acquiring private financial services relating to the management of assets held by the trust company, the comptroller shall make a good faith effort to award contracts to or acquire services from qualified emerging fund managers.

(d) For purposes of Subsection (c):

(1) "Emerging fund manager" means a private professional investment manager that manages assets of not more than \$2 billion.

(2) "Private financial services" includes pension fund management, consulting, investment advising, brokerage services, hedge fund management, private equity fund management, and real estate investment.

SECTION 2. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2011.