

By: Estes

S.B. No. 1019

A BILL TO BE ENTITLED

AN ACT

1  
2 relating to the investment of funds by the governing boards of  
3 certain institutions of higher education.

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

5 SECTION 1. Section 51.0031, Education Code, is amended by  
6 adding Subsection (c-1) to read as follows:

7 (c-1) If a governing board does not have under its control  
8 at least \$25 million in book value of endowment funds, the governing  
9 board may contract to pool its funds described in this section with  
10 another institution that meets the \$25 million in book value of  
11 endowment funds threshold established under Subsection (c), and  
12 have its funds invested by that governing board under prudent  
13 person standards.

14 SECTION 2. This Act takes effect September 1, 2013.