

By: Estes

S.B. No. 1019

A BILL TO BE ENTITLED

AN ACT

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

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

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

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

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