

1-1 By: Lambert (Senate Sponsor - Zaffirini) H.B. No. 3806  
1-2 (In the Senate - Received from the House April 30, 2025;  
1-3 May 1, 2025, read first time and referred to Committee on Business  
1-4 & Commerce; May 15, 2025, reported favorably by the following vote:  
1-5 Yeas 11, Nays 0; May 15, 2025, sent to printer.)

1-6 COMMITTEE VOTE

1-7	Yea	Nay	Absent	PNV
1-8	X			
1-9	X			
1-10	X			
1-11	X			
1-12	X			
1-13	X			
1-14	X			
1-15	X			
1-16	X			
1-17	X			
1-18	X			

1-19 A BILL TO BE ENTITLED  
1-20 AN ACT

1-21 relating to prohibited activities of a state trust company under  
1-22 supervision.

1-23 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-24 SECTION 1. Section 185.106, Finance Code, is amended to  
1-25 read as follows:

1-26 Sec. 185.106. DUTIES OF STATE TRUST COMPANY UNDER  
1-27 SUPERVISION. During a period of supervision, a state trust  
1-28 company, without the prior approval of the banking commissioner or  
1-29 the supervisor or as otherwise permitted or restricted by the order  
1-30 of supervision, may not:

1-31 (1) dispose of, sell, transfer, convey, or encumber  
1-32 the state trust company's assets;

1-33 (2) lend or invest the state trust company's funds;

1-34 (3) incur a debt, obligation, or liability;

1-35 (4) pay a ~~cash~~ dividend to the state trust company's  
1-36 shareholders or participants;

1-37 (5) solicit or accept any new client accounts; ~~or~~

1-38 (6) remove an executive officer or director, change  
1-39 the number of executive officers or directors, or have any other  
1-40 change in the position of executive officer or director; or

1-41 (7) engage in any other activity determined by the  
1-42 banking commissioner to threaten the safety and soundness of the  
1-43 state trust company.

1-44 SECTION 2. This Act takes effect September 1, 2025.

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