

1-1 By: Hughes S.B. No. 946  
1-2 (In the Senate - Filed January 27, 2025; February 13, 2025,  
1-3 read first time and referred to Committee on State Affairs;  
1-4 May 5, 2025, reported adversely, with favorable Committee  
1-5 Substitute by the following vote: Yeas 9, Nays 1; May 5, 2025, sent  
1-6 to printer.)

1-7	COMMITTEE VOTE				
1-8		Yea	Nay	Absent	PNV
1-9	Hughes	X			
1-10	Paxton	X			
1-11	Bettencourt	X			
1-12	Birdwell	X			
1-13	Hall	X			
1-14	Hinojosa of Nueces	X			
1-15	Middleton			X	
1-16	Parker	X			
1-17	Perry	X			
1-18	Schwertner	X			
1-19	Zaffirini		X		

1-20 COMMITTEE SUBSTITUTE FOR S.B. No. 946 By: Hughes

1-21 A BILL TO BE ENTITLED  
1-22 AN ACT

1-23 relating to the prohibition on certain discrimination in the  
1-24 extension of credit to organizations based on social credit or  
1-25 value-based standards.  
1-26 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:  
1-27 SECTION 1. Section 341.401, Finance Code, is amended by  
1-28 amending Subsection (a) and adding Subsections (a-1) and (a-2) to  
1-29 read as follows:  
1-30 (a) In this section, "organization" has the meaning  
1-31 assigned by Section 1.002, Business Organizations Code.  
1-32 (a-1) An authorized lender or other person involved in a  
1-33 transaction subject to this title may not deny to an individual who  
1-34 has the capacity to contract an extension of credit, including a  
1-35 loan, in the individual's name or restrict or limit the credit  
1-36 extended:  
1-37 (1) because of sex, race, color, religion, national  
1-38 origin, marital status, or age;  
1-39 (2) because all or part of the individual's income  
1-40 derives from a public assistance program in the form of social  
1-41 security or supplemental security income; or  
1-42 (3) because the individual has in good faith exercised  
1-43 a right under the Consumer Credit Protection Act (15 U.S.C. Section  
1-44 1601 et seq.; 18 U.S.C. Section 891 et seq.).  
1-45 (a-2) Except as expressly required by other law, an  
1-46 authorized lender or other person involved in a transaction subject  
1-47 to this title may not deny to an organization an extension of  
1-48 credit, including a loan, in the organization's name or restrict or  
1-49 limit the credit extended for any reason not based on a bona fide  
1-50 credit decision or the organization's failure to meet quantitative,  
1-51 impartial standards established by the lender for assessing  
1-52 financial risk, including the organization's:  
1-53 (1) social credit score or an environmental, social,  
1-54 or governance score that is derived from subjective or value-based  
1-55 standards;  
1-56 (2) standards or practices pertaining to diversity,  
1-57 equity, or inclusion; or  
1-58 (3) contracts in, services given to, or association  
1-59 with a particular religious institution or legal industry,  
1-60 including agriculture, fossil fuels, firearms, or free-speech

2-7 \* \* \* \* \*