Amend CSSB 1243 by adding the following appropriately numbered SECTIONS to the bill and renumbering subsequent SECTIONS of the bill accordingly:

SECTION _____. Subchapter F, Chapter 825, Government Code, is amended by adding Section 825.519 to read as follows:

Sec. 825.519. INTERAGENCY CONTRACTS FOR CERTAIN SERVICES.

The retirement system may enter into an interagency contract with the State Office of Risk Management for workers' compensation coverage, claims administration, and risk management services as provided by Section 412.054, Labor Code.

SECTION _____. Subchapter F, Chapter 412, Labor Code, is amended by adding Section 412.054 to read as follows:

- Sec. 412.054. PROVISIONS APPLICABLE TO TEACHER RETIREMENT

 SYSTEM OF TEXAS. (a) In this section, "retirement system" means
 the Teacher Retirement System of Texas.
- (b) Sections 412.011(c)(2) and (e) do not apply to the retirement system.
- (c) Notwithstanding any other provision of this chapter, the retirement system may enter into an interagency contract with the office for workers' compensation coverage, claims administration, and risk management services.
- (d) A contract under Subsection (c) may provide that the retirement system reimburse the office for the cost of a claim paid to an employee or former employee of the retirement system. Section 506.002 does not apply to a reimbursement that the retirement system makes under this subsection.
- (e) The office shall credit to the retirement system any money the office recovers from a third party through subrogation on a claim paid to an employee or former employee of the retirement system.