

By: Crownover

H.B. No. 3169

A BILL TO BE ENTITLED

AN ACT

1
2 relating to purchase of equivalent membership service credit in
3 the Teacher Retirement System of Texas.

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

5 SECTION 1. Section 825.307(a), Government Code, is amended
6 to read as follows:

7 (a) The retirement system shall deposit in a member's
8 individual account in the member savings account:

9 (1) the amount of contributions to the retirement
10 system that is deducted from the member's compensation;

11 (2) the portion of a deposit made on or after
12 resumption of membership that represents the amount of retirement
13 benefits received;

14 (3) the portion of a deposit to reinstate service
15 credit previously canceled that represents the amount withdrawn or
16 refunded;

17 (4) the portion of a deposit to establish military
18 service credit required by Section 823.302(c);

19 (5) the portion of a deposit to establish equivalent
20 membership service credit required by Section 823.401(d),
21 823.402(e)(1) or (e)(2), or 823.404(c) [~~7, 823.405, or~~
22 ~~823.3021(f)(1)~~]; and

23 (6) interest earned on money in the account as
24 provided by Subsections (b) and (c) and Section 825.313(c).

1 SECTION 2. Section 823.405, Government Code, is repealed.

2 SECTION 3. Unless the agreement is terminated before all
3 payments are made, the change in law made by this Act does not apply
4 to an agreement that existed immediately before January 1, 2006,
5 between an individual and the Teacher Retirement System of Texas
6 for the purchase in installments of service credit under Section
7 823.405, Government Code.

8 SECTION 4. (a) Except as provided by Subsections (b) and
9 (c) of this section, this Act takes effect September 1, 2005.

10 (b) The change in law made by this Act to Section
11 825.307(a), Government Code, takes effect January 1, 2009.

12 (c) Section 2 of this Act takes effect January 1, 2006.