

By: McClendon

H.B. No. 1105

A BILL TO BE ENTITLED

AN ACT

1
2 relating to the state contribution to the Teacher Retirement System
3 of Texas, including an adjustment to the standard service
4 retirement annuity.

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

6 SECTION 1. Section 824.203, Government Code, is amended by
7 adding Subsection (e) to read as follows:

8 (e) Notwithstanding Subsections (a) and (b), the amount of a
9 standard service retirement annuity is increased by four percent of
10 the amount otherwise required to be paid as determined under this
11 section and the other applicable provisions of this chapter.

12 SECTION 2. Section 825.404(a), Government Code, is amended
13 to read as follows:

14 (a) During each fiscal year, the state shall contribute to
15 the retirement system an amount equal to at least seven [~~six and not~~
16 ~~more than 10~~] percent of the aggregate annual compensation of all
17 members of the retirement system during that fiscal year. The state
18 shall contribute a higher amount specified in the General
19 Appropriations Act but may not contribute more than 10 percent of
20 the aggregate annual compensation of all members of the retirement
21 system during that fiscal year.

22 SECTION 3. Section 824.203, Government Code, as amended by
23 this Act, applies only to a monthly benefit payment of a standard
24 service retirement annuity made by the Teacher Retirement System of

1 Texas on or after September 1, 2007.

2 SECTION 4. Section 825.404(a), Government Code, as amended
3 by this Act, applies beginning with the fiscal year that begins
4 September 1, 2007.

5 SECTION 5. This Act takes effect September 1, 2007.