

By: Otto

H.B. No. 2358

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the deposit of certain employer contributions to the
3 Teacher Retirement System of Texas.

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

5 SECTION 1. Section 825.406(b), Government Code, is amended
6 to read as follows:

7 (b) When an employer receives money for state contributions
8 from an application made in accordance with Subsection (a), the
9 employer shall immediately send the money to the retirement system
10 for deposit in the state contribution account [~~general revenue fund~~
11 ~~of the state treasury~~].

12 SECTION 2. Section 825.407(g), Government Code, is amended
13 to read as follows:

14 (g) The retirement system shall deposit [~~submit~~] all money
15 it receives under this section [~~to the comptroller of public~~
16 ~~accounts for deposit~~] in the state contribution account [~~general~~
17 ~~revenue fund~~].

18 SECTION 3. Section 1575.252, Insurance Code, is amended to
19 read as follows:

20 Sec. 1575.252. APPLICATION BY EMPLOYER FOR MONEY TO PAY
21 STATE CONTRIBUTIONS. An employer who applies for money provided by
22 the United States or a privately sponsored source shall:

23 (1) if any of the money will pay part or all of an
24 active employee's salary, also apply for any legally available

1 money to pay state contributions required by Subchapter E; and

2 (2) immediately send any money received for state
3 contributions as a result of the application to the trustee for
4 deposit in the [~~general revenue~~] fund.

5 SECTION 4. The changes in law made by this Act to Sections
6 825.406 and 825.407, Government Code, and Section 1575.252,
7 Insurance Code, requiring that contributions be deposited in the
8 state contribution account and in the retired school employees
9 group insurance fund, respectively, instead of the general revenue
10 fund apply to a contribution received by the Teacher Retirement
11 System of Texas on or after the effective date of this Act.

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