

AN ACT

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

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

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

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

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

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

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

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

(1) if any of the money will pay part or all of an 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.

President of the Senate

Speaker of the House

I certify that H.B. No. 2358 was passed by the House on May 8, 2007, by the following vote: Yeas 146, Nays 0, 2 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 2358 was passed by the Senate on May 23, 2007, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

APPROVED: _____

Date

Governor