

By: Watson

S.B. No. 1626

A BILL TO BE ENTITLED

AN ACT

1
2 relating to participation in the proportionate retirement program
3 by certain public employees.

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

5 SECTION 1. Section 803.101, Government Code, is amended by
6 adding Subsections (g) and (h) to read as follows:

7 (g) The governing body of a municipality described by
8 Section 803.0021(1) that finances a public retirement system for
9 police officers or firefighters may not approve the retirement
10 system's election under Subsection (f) to participate in the
11 proportionate retirement program unless an actuary acting on behalf
12 of the municipality reviews the initial cost to the municipality of
13 making the election.

14 (h) If the governing body of a public retirement system
15 under Subsection (g) adopts a resolution to participate in the
16 proportionate retirement program, the governing body of the
17 municipality that finances the retirement system shall appropriate
18 and pay to the retirement system, at the same time the municipality
19 makes the municipality's monthly contribution to the retirement
20 system, the additional amount necessary, as determined by the
21 retirement system's actuary, to fund the additional liabilities
22 incurred by the retirement system as a result of participating in
23 the proportionate retirement program.

24 SECTION 2. This Act takes effect immediately if it receives

1 a vote of two-thirds of all the members elected to each house, as
2 provided by Section 39, Article III, Texas Constitution. If this
3 Act does not receive the vote necessary for immediate effect, this
4 Act takes effect September 1, 2007.