Amend CSSB 1812 by Duncan as follows:

- (1) In the recital to SECTION 1 of the bill (page 1, line
 26), strike "Subsection (b),".
- (2) In the recital to SECTION 1 of the bill (page 1, line
 27), between "amended" and "to", insert "by amending Subsections
 (a) and (b) and adding Subsections (a-1) and (b-1)".
- (3) In SECTION 1 of the bill, strike amended Section 825.404(b), Government Code, and added Sections 825.404(b-1) and (b-2), Government Code (page 1, lines 28-47), and substitute the following:
- each fiscal year, the state shall contribute to the retirement system an amount equal to at least six and not more than 10 percent of the aggregate annual compensation of all members of the retirement system during that fiscal year. The amount of the state contribution made under this section may not be less than the amount contributed by members during that fiscal year in accordance with Section 825.402.
- (a-1) In computing the amount owed by the state under Subsection (a), the compensation of members who are employed by public junior colleges or public junior college districts shall be included in the aggregate annual compensation as follows:
- (1) 50 percent of the eligible creditable compensation of employees who:
- (B) are instructional or administrative employees whose salaries may be fully paid from funds appropriated under the General Appropriations Act, regardless of whether such salaries are actually paid from appropriated funds; and
- (2) none of the eligible creditable compensation of all other employees who:
- (A) do not meet the requirements of Subdivision (1)(B) but are otherwise eligible for membership in the retirement system; or
- (B) cannot be included as a qualifying employee under Subdivision (1) by application of Subsection (b-1).

- of trustees, in coordination with the Legislative Budget Board, shall certify to the comptroller of public accounts for review and adoption an estimate of the amount necessary to pay the state's contributions to the retirement system for the following biennium. For qualifying employees under Subsection (a-1)(1), the board of trustees shall include only the amount payable by the state under Subsection (a-1)(1) in determining the amount to be certified.
- (b), the number of qualifying employees under Subsection (a-1)(1) whose compensation may be included for each public junior college or public junior college district in each biennium may not be adjusted in a proportion greater than the change in student enrollment at each college during the reporting period except that a college that experiences a decline in student enrollment may petition the Legislative Budget Board to maintain the number of eligible employees up to 98 percent of the level of the prior biennium.
- (4) Strike SECTION 2 of the bill, amending Section 825.407, Government Code (page 1, line 48, through page 2, line 48), and substitute the following:
- SECTION 2. Subchapter E, Chapter 825, Government Code, is amended by adding Section 825.4071 to read as follows:
- Sec. 825.4071. COLLECTION OF CONTRIBUTIONS FROM EMPLOYERS

 THAT ARE PUBLIC JUNIOR COLLEGES OR PUBLIC JUNIOR COLLEGE DISTRICTS.

 (a) This section applies to an employer that is a public junior college or a public junior college district.
- (b) An employer described by Subsection (a) shall contribute monthly to the retirement system:
- (1) an amount equal to the state contribution rate then in effect multiplied by 50 percent of the aggregate eligible creditable compensation of members who are qualifying employees under Section 825.404(a-1)(1) that the employer reports to the retirement system; and
- (2) an amount equal to the state contribution rate then in effect multiplied by 100 percent of the aggregate eligible creditable compensation of all other members under Section

- 825.404(a-1)(2) that the employer reports to the retirement system.
- (c) The designated disbursing officer of each public junior college and each public junior college district shall:
- (1) submit to the retirement system, at a time and in the manner prescribed by the retirement system, a monthly report containing a certification that includes:
 - (A) the total amount of compensation paid;
- (B) the total amount of employer contributions due under this section for the payroll period; and
- (C) any other information the retirement system determines is necessary to administer this section; and
 - (2) maintain and retain the following information:
- (A) the name of each member employed by the public junior college or public junior college district;
- (B) the amount of the member's salary for the most recent payroll period;
- (C) whether the member is a qualifying employee under Section 825.404(a-1)(1); and
- (D) any other information the retirement system determines is necessary to administer this section.
- (d) A monthly report required under Subsection (c) shall be accompanied by payment of the amount of employer contributions certified in Subsection (c)(1).
- (e) Not later than the 90th day after the date each school year ends, the retirement system shall certify to the comptroller the names of any public junior colleges or public junior college districts that have failed to remit, within the period required by Section 825.408, all contributions required under this section for the school year and the amounts of the unpaid contributions.
- (f) If the comptroller receives a certification under Subsection (e), the comptroller shall withhold the amount certified, plus interest computed at the rate and in the manner provided by Section 825.408, from the first state money payable to the public junior college or public junior college district. The amount withheld shall be deposited to the credit of the appropriate accounts of the retirement system.
 - (g) The retirement system shall deposit all money it

receives under this section in the state contribution account.

- (5) In SECTION 3 of the bill, strike added Sections 830.201(g), (h), and (i), Government Code (page 2, lines 51-66), and substitute the following:
- (g) In computing the amount owed by the state under Subsection (a), the compensation of members who are employed by public junior colleges or public junior college districts shall be included in the aggregate annual compensation as follows:
- (1) 50 percent of the eligible creditable compensation of employees who:
- (A) otherwise are eligible for membership in the retirement system; and
- (B) are instructional or administrative employees whose salaries may be fully paid from funds appropriated under the General Appropriations Act, regardless of whether such salaries are actually paid from appropriated funds; and
- (2) none of the eligible creditable compensation of all other employees who:
- (1)(B) but are otherwise eligible for membership in the retirement system; or
- (B) cannot be included as a qualifying employee under Subdivision (1) by application of Subsection (i).
- (h) Before November 2 of each even-numbered year, the board of trustees, in coordination with the Legislative Budget Board, shall certify to the comptroller for review and adoption an estimate of the amount necessary to pay the state's contributions to the retirement system for the following biennium. For qualifying employees under Subsection (g)(1), the board of trustees shall include only the amount payable by the state under Subsection (g)(1) in determining the amount to be certified.
- (i) In determining the amount described by Subsection (h), the number of qualifying employees under Subsection (g)(1) whose compensation may be included for each public junior college or public junior college district in each biennium may not be adjusted in a proportion greater than the change in student enrollment at each college during the reporting period except that a college that

- experiences a decline in student enrollment may petition the Legislative Budget Board to maintain the number of eligible employees up to 98 percent of the level of the prior biennium.
- (6) In SECTION 4 of the bill, strike added Section 1551.3111, Insurance Code (page 2, line 69, through page 3, line 16), and substitute the following:
- Sec. 1551.3111. AMOUNT OF STATE CONTRIBUTION FOR CERTAIN JUNIOR COLLEGE EMPLOYEES. (a) In computing the amount to be certified under Section 1551.311, for participants who are employed by public junior colleges or public junior college districts, the board of trustees shall include:
- (1) 50 percent of the cost associated with eligible employees who:
- (A) otherwise are eligible to participate in the group benefits program; and
- (B) are instructional or administrative employees whose salaries may be fully paid from funds appropriated under the General Appropriations Act, regardless of whether such salaries are actually paid from appropriated funds; and
 - (2) none of the cost associated with employees who:
- (A) do not meet the requirements of Subdivision

 (1)(B) but are otherwise eligible to participate in the group

 benefits program; or
- (B) cannot be included as a qualifying employee under Subdivision (1) by application of Subsection (c).
- (b) For qualifying employees under Subsection (a)(1), the board of trustees shall include only the amount payable by the state under Subsection (a)(1) in determining the amount to be certified under Section 1551.311.
- (c) In determining the amount described by Subsection (b), the number of qualifying employees under Subsection (a)(1) whose group benefits program costs may be included for each public junior college or public junior college district in each biennium may not be adjusted in a proportion greater than the change in student enrollment at each college during the reporting period except that a college that experiences a decline in student enrollment may petition the Legislative Budget Board to maintain the number of

eligible employees up to 98 percent of the level of the prior biennium.

(7) Add the following appropriately numbered SECTIONS to the bill and renumber remaining SECTIONS of the bill accordingly:

SECTION ____. Section 1551.311(a), Insurance Code, is amended to read as follows:

(a) Not later than November 1 preceding each regular session of the legislature, the board of trustees, in coordination with [shall certify to] the Legislative Budget Board, shall certify to [and] the budget division of the governor's office for information and review the amount necessary to pay the contributions of the state to the board for the coverages provided under this chapter during the following biennium.

SECTION _____. (a) The legislature finds that all governmental acts and proceedings of the board of trustees of a public junior college or of an officer or employee of the college to comply with demands for payment of retirement contributions by the comptroller or the Teacher Retirement System of Texas for fiscal years 2012 and 2013 are valid as of the dates on which they occurred.

- (b) This section does not apply to any matter that on the effective date of this section:
- (1) is involved in litigation if the litigation ultimately results in the matter being held invalid by a final judgment of a court of competent jurisdiction; or
- (2) has been held invalid by a final judgment of a court of competent jurisdiction.