### STATE OF TENNESSEE

#### **PUBLIC CHAPTER NO. 569**

#### **HOUSE BILL NO. 1369**

# By Representative Fitzhugh and Mr. Speaker Williams

Substituted for: Senate Bill No. 1357

# By Senator McNally

AN ACT to amend Tennessee Code Annotated, Title 8, Chapter 34; Title 8, Chapter 35; Title 8, Chapter 36; Title 8, Chapter 37, relative to Tennessee Consolidated Retirement System and to amend Title 8, Chapter 38, Part 1, relative to social security.

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 8, Chapter 35, Part 2, is amended by adding the following as a new, appropriately designated section:

Section 8-35-2 .

- (a) The chief governing body of any employer participating in the retirement system pursuant to chapter 35, part 2 of this title may by resolution legally adopted and approved by two-thirds (2/3) majority of that body elect to discontinue the noncontributory provisions of § 8-34-206 for all employees employed after the effective date of the resolution and to have the contributions made by such employees treated as employer contributions pursuant to § 8-37-216. Employees who were employed prior to this date will continue to be eligible for the noncontributory provisions of § 8-34-206. Any such resolution shall set forth the effective date of the discontinuance; provided that such date shall be on the first day of any quarter following a minimum of three (3) months' notice to the retirement system.
- (b) Any resolution to discontinue the noncontributory provisions of § 8-34-206 that is adopted pursuant to this section shall be irrevocable and the employer shall not be permitted to elect at a later date to provide the noncontributory provisions of § 8-34-206.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.

PASSED: June 16, 2009

KENT WILLIAMS, SPEAKER HOUSE OF REPRESENTATIVES

RON RAMSEY SPEAKER OF THE SENATE

APPROVED this 1st day of July 2009

PHIL BREDESEN, GOVERNOR