

# State of Tennessee

## **PUBLIC CHAPTER NO. 1072**

#### **HOUSE BILL NO. 985**

By Representatives Rogers, Ragan, Keisling, Jerry Sexton, Weaver, Holt, Matlock, Reedy, Casada, Wirgau, Howell, Parkinson, Hardaway, Sparks

Substituted for: Senate Bill No. 466

### By Senators Bell, Beavers

AN ACT to amend Tennessee Code Annotated, Title 2; Title 5; Title 6; Title 7; Title 8 and Title 12, relative to county government.

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

- SECTION 1. Tennessee Code Annotated, Section 5-5-102(c), is amended by deleting subdivision (3) in its entirety.
- SECTION 2. Tennessee Code Annotated, Title 5, Chapter 5, Part 1, is amended by adding the following as a new section:
  - (a) No member of the legislative body of a county who is also an employee of the same county or whose spouse is an employee of the same county may vote on matters in which such member has a conflict of interest. A conflict of interest is created under this section when a member is voting on a matter which, if approved by the legislative body, would increase the pay or benefits of that member or that member's spouse. The vote of any member having a conflict of interest shall be void if challenged in a timely manner. As used in this subsection (a), "timely manner" means during the same meeting at which the vote was cast and prior to the transaction of any further business by the body.
  - (b) Subsection (a) shall not prohibit a member of a local governing body of a county from voting on the budget, appropriation resolution, or tax rate resolution, or amendments thereto, unless the vote is on a specific amendment to the budget or a specific appropriation or resolution in which the member has a conflict of interest.
  - (c) Any member of a local governing body of a county who abstains from voting for cause on any issue coming to a vote before the body shall not be counted for the purpose of determining a majority vote. This subsection (c) shall not apply to any county having a metropolitan form of government and having a population in excess of five hundred thousand (500,000), according to the 1990 federal census or any subsequent federal census.
  - (d) Nothing in this section alters, amends, or otherwise affects § 12-4-101(a). In the event of any conflict between this section and § 12-4-101(a), § 12-4-101(a) shall prevail.
  - (e) The legislative body of any metropolitan form of government or charter form of government may opt out of this section by resolution.
- SECTION 3. Tennessee Code Annotated, Section 6-20-205, is amended by deleting subsection (b) in its entirety.
- SECTION 4. Tennessee Code Annotated, Section 6-54-107, is amended by deleting subsection (c) and substituting instead the following:
  - (1) Any member of a local governing body of a municipality who is also an employee of the same municipality may vote on matters in which such member has a conflict of interest if the member informs the governing body immediately prior to the vote as follows:

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- "Because I am an employee of (name of governmental unit), I have a conflict of interest in the proposal about to be voted. However, I declare that my argument and my vote answer only to my conscience and to my obligation to my constituents and the citizens this body represents."
- (2) In the event a member of a local governing body of a municipality has a conflict of interest in a matter to be voted upon by the body, the member may abstain for cause by announcing such to the presiding officer. Any member of a local governing body of a municipality who abstains from voting for cause on any issue coming to a vote before the body shall not be counted for the purpose of determining a majority vote.
- (3) The vote of any person having a conflict of interest who does not inform the governing body of such conflict as provided in subdivision (c)(1) shall be void if challenged in a timely manner. As used in this subdivision (c)(3), "timely manner" means during the same meeting at which the vote was cast and prior to the transaction of any further business by the body.
- (4) Nothing in this subsection (c) alters, amends, or otherwise affects § 12-4-101(a). In the event of any conflict between this subsection (c) and § 12-4-101(a), § 12-4-101(a) shall prevail.
- (5) The legislative body of any metropolitan form of government or charter form of government may opt out of this subsection (c) by resolution.
- SECTION 5. Tennessee Code Annotated, Section 12-4-101, is amended by deleting subsection (c) in its entirety.
- SECTION 6. This act shall take effect upon becoming a law, the public welfare requiring it.

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PASSED:	April 20.	). 2016

BETH HARWELL, SPEAKER HOUSE OF REPRESENTATIVES

RON RAMSEY SPEAKER OF THE SENATE

APPROVED this 2016

BILL HASLAM, GOVERNOR