

HOUSE BILL 470

By Pitts

AN ACT to amend Tennessee Code Annotated, Title 8,
Chapter 36, relative to improving the retirement
benefits of certain Tennessee public employees.

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

SECTION 1. Tennessee Code Annotated, Title 8, Chapter 36, Part 7, is amended
by adding the following as a new, appropriately designated section:

8-36-716.

(a)

(1) The retirement allowance of each retired teacher, wildlife officer, state
police officer, firefighter, police officer, and general employee shall be increased
effective January 1, 2012, in accordance with the following schedule:

<u>Date of Retirement</u>	<u>Percentage Increase</u>
prior to 7/2/75	10.0%
7/2/75 - 7/1/77	7.5%
7/2/77 - 7/1/79	6.0%
7/2/79 - 7/1/81	3.0%
7/2/81 - 7/1/83	1.2%
7/2/83 - 7/1/85	0.9%
7/2/85 - 7/1/87	0.5%
7/2/87 - 7/1/89	0.3%

(2) The increase provided in subdivision (a)(1) shall be in addition to any
other increase in retirement benefits provided by this part and shall not be paid
retroactively, but shall become effective on January 1, 2012.

(b) As used in this section, "teacher" and "general employee" mean any retired teacher and any retired general employee, as defined in § 8-34-101, and any former teacher or state employee receiving benefits under chapter 39, part 1 of this title.

(c) Sections §§ 8-36-102 and 8-36-208(a) shall not be construed to prevent any increase in the retirement allowance of a retiree when such increase is in accordance with this section.

(d) Notwithstanding any law to the contrary, this section shall not apply to individuals who are members of the retirement system by virtue of their employment with any employer participating in the retirement system pursuant to chapter 35, part 2 of this title unless the governing body of any such employer passes a resolution to accept the associated liability and costs to provide such benefits. Any such increase in benefits shall become effective following the adoption of the resolution. No retroactive benefits are to be paid under this subsection (d). It is the legislative intent that the state shall realize no increased cost as a result of providing the increase to employees of employers participating in the retirement system pursuant to chapter 35, part 2 of this title. All costs associated with such increase shall be the responsibility of the respective employer.

SECTION 2. The provisions of this act shall be subject to the funding being provided in the general appropriations act.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.