



General Assembly

January Session, 2005

Raised Bill No. 1318

LCO No. 4538

* SB01318APP 042005 *

Referred to Committee on Appropriations

Introduced by:
(APP)

AN ACT REQUIRING THE TIMELY TRANSMITTAL BY EMPLOYERS OF NECESSARY INFORMATION TO THE TEACHERS' RETIREMENT BOARD.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 10-183n of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective July 1, 2005*):

3 (a) Each employer shall: (1) Before employing a teacher notify such
4 teacher of the provisions of this chapter applicable to such teacher; (2)
5 distribute, post or otherwise disseminate in a timely manner, to
6 teachers in its employ, any notices, bulletins, newsletters, annual
7 statements of account and other information supplied by the board for
8 the purpose of properly notifying teachers of their rights and
9 obligations under the system; (3) furnish to the board at times
10 designated by said board such reports and information as the board
11 deems necessary or desirable for the proper administration of the
12 system; and (4) deduct each month seven and one-fourth per cent of
13 one-tenth of such teacher's annual salary rate as directed by said board
14 and any additional voluntary deductions as authorized by such
15 teacher, except that no deductions shall be made from any amounts

16 received by regularly employed teachers for special teaching
17 assignments rendered for the State Board of Education or the Board of
18 Governors of Higher Education unless the salary for such special
19 teaching assignment is equal to or greater than the minimum salary
20 paid for such teacher's regular teaching assignment.

21 (b) Each local treasurer or other person having custody of amounts
22 deducted under this chapter by an employer shall transmit and report
23 such amounts to the board so that they are received by said board no
24 later than the fifth business day of the following month. On and after
25 July 1, 2001, all such amounts shall be transmitted via electronic
26 transfer of funds. Such amounts shall at all times be the property of the
27 system and while in the custody of such local treasurer or other person
28 such person is a fiduciary with respect to such amounts and shall
29 discharge [his] a fiduciary's responsibilities solely for the benefit of the
30 system. If such amounts are not accompanied by the reports and
31 information deemed necessary or desirable by the board for the proper
32 administration of the system, in accordance with subsection (a) of this
33 section, the board may deem such amounts not received by the fifth
34 business day of the following month for purposes of this subsection
35 until the date on which such reports and information are received. Said
36 board shall be entitled to receive from an employer interest at the rate
37 of nine per cent per year from the due date on all amounts deducted
38 by such employer and not received by said board by the fifth business
39 day of the following month. Interest at the rate of nine per cent per
40 year shall be compounded annually on the interest assessed from the
41 date payment is received to the date the interest assessment is paid.
42 Such interest shall be treated as an amount earned by assets of the
43 system.

44 (c) All amounts received by the board under this section shall be
45 forwarded to the State Treasurer.

46 (d) Each member shall file with the board an enrollment and such
47 other forms, documents and information as the board deems necessary

48 or desirable for the proper administration of the system.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2005</i>	10-183n

APP *Joint Favorable*