



State of Tennessee
PUBLIC CHAPTER NO. 748

HOUSE BILL NO. 3094

By Representatives Ramsey, Shepard

Substituted for: Senate Bill No. 3334

By Senators Ketron, Finney

AN ACT to amend Tennessee Code Annotated, Title 7, Chapter 52, relative to terms of employment contracts with superintendents, general managers and chief executive officers of governmental utility systems.

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

SECTION 1. Tennessee Code Annotated, Section 7-52-103, is amended by adding the following as a new subsection (g):

(g) In addition to the authority granted under otherwise applicable law, each municipal electric system and each other governmental utility system established by private act that operates an electric plant have the power and are authorized, acting through the authorization of the board or supervisory body having responsibility for the municipal electric system or governmental utility system, to enter into an employment contract for a term not to exceed five (5) years with the superintendent, general manager or chief executive officer of the electric plant. Any such contract must be terminable for cause, as more specifically defined in the contract, and the term of the contract may be renewed. If the board or supervisory body also has responsibility for other utility systems, and if the superintendent, general manager or chief executive officer is also the superintendent, general manager or chief executive officer for such other systems, then the contract may address all rights and responsibilities of such superintendent, general manager or chief executive officer. This subsection shall only apply where, by private act or general law, the board or supervisory body having responsibility for the municipal electric system or governmental utility system is directly responsible for making decisions regarding the employment of the superintendent, general manager or chief executive officer of the electric plant.

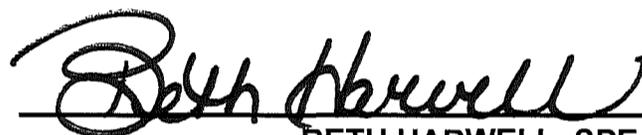
SECTION 2. Tennessee Code Annotated, Section 7-52-114(c), is amended by deleting the word "Within" at the beginning of the subsection and by substituting instead the following:

Subject only to an employment contract entered into pursuant to § 7-52-103(g), within.

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

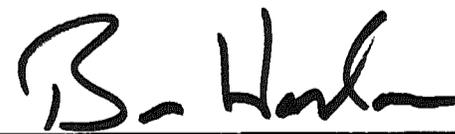
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PASSED: APRIL 2, 2012


BETH HARWELL, SPEAKER
HOUSE OF REPRESENTATIVES


RON RAMSEY
SPEAKER OF THE SENATE

APPROVED this 16th day of April 2012


BILL HASLAM, GOVERNOR