

SENATE BILL 432

By Bunch

AN ACT to amend Tennessee Code Annotated, Title 50,
Chapter 7, relative to employers.

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

SECTION 1. Tennessee Code Annotated, Title 50, Chapter 7, Part 1, is amended by adding a new section thereto, as follows:

Section 50-7-108. Any officer of a corporation may elect to be exempt from the operation of this chapter. Any officer who elects exemption and who after electing exemption then revokes that exemption shall give notice to that effect in accordance with a form prescribed by the division. The notice of election not to accept this chapter shall be by written or printed notice filed with the division together with an affidavit of the officer that the action of the officer in rejecting the Tennessee Employment Security Law was not advised, counseled or encouraged by any other officer of the employer or by anyone acting for the employer.

SECTION 2. Tennessee Code Annotated, Section 50-7-402(a), is amended by adding the following language to the end thereto:

Premiums shall not be calculated on wages, salary, benefits or other compensation paid to an officer who elects to be exempt from this chapter pursuant to § 50-7-108.

SECTION 3. This act shall take effect July 1, 2009, the public welfare requiring it.