

Sherri Greenberg Chair

Committee on Pensions & Investments

Texas, House of Representatives

OFFICE OF THE ATTORNEY GENERAL **Executive Administration (001)**

The Honorable John Cornyn Attorney General State of Texas P.O. Box 12548 Austin, Texas 78711-2548

PO Box 12548 **Austin. TX 78711**

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Opinion Comm.

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1018 Liz Robinson cc: Thomas Glenn

Dear General Cornyn:

September 28, 1999

Please accept this letter as a request for an Attorney General opinion regarding the authority of a water district to establish a retirement plan for the district directors.

I respectfully request your opinion on Section 49.069(b) Water Code, under the heading of "Employee Benefits". Does this language authorize the district to establish a retirement plan for district directors? In addition, does a director fit the definition of an individual who "performs service" for an "eligible employer" according to Section 457(b) of the Internal Revenue Code of 1986?

Thank you for your time and attention to this request. I look forward to receiving your opinion. Please do not hesitate to call Juliane Baron at 463-2054 with any questions.

Sincerel

cc: Elbert Hooper Gary B. Black