101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

SB2545

Introduced 1/29/2020, by Sen. Cristina Castro

SYNOPSIS AS INTRODUCED:

40 ILCS 5/15-159

from Ch. 108 1/2, par. 15-159

Amends the State Universities Article of the Illinois Pension Code. Provides that the term of an appointed trustee shall terminate immediately upon becoming a member of the system or being sworn into an elective State office, and the position shall be considered to be vacant. Provides that an elected trustee who is incumbent on the effective date of the amendatory Act whose status as a participating employee or annuitant has terminated after having been elected shall continue to serve in the participating employee or annuitant position to which he or she was elected for the remainder of the term. Provides that trustees shall continue in office until their respective successors are appointed and have qualified, except that a trustee elected (instead of appointed) to one of the participating employee (instead of participant) positions after the effective date of the amendatory Act shall be disgualified immediately upon the termination of his or her status as a participating employee (instead of participant) and a trustee elected (instead of appointed) to one of the annuitant positions after the effective date of the amendatory Act shall be disqualified immediately upon the termination of his or her status as an annuitant receiving a retirement annuity. Effective immediately.

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PENSION IMPACT NOTE ACT MAY APPLY

A BILL FOR

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AN ACT concerning public employee benefits.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Illinois Pension Code is amended by changing
Section 15-159 as follows:

6 (40 ILCS 5/15-159) (from Ch. 108 1/2, par. 15-159)

7 Sec. 15-159. Board created.

8 (a) A board of trustees constituted as provided in this 9 Section shall administer this System. The board shall be known 10 as the Board of Trustees of the State Universities Retirement 11 System.

- 12 (b) (Blank).
- 13 (c) (Blank).

14 (d) Beginning on the 90th day after April 3, 2009 (the 15 effective date of Public Act 96-6), the Board of Trustees shall 16 be constituted as follows:

17 (1) The Chairperson of the Board of Higher Education,18 who shall act as chairperson of this Board.

19 (2) Four trustees appointed by the Governor with the 20 advice and consent of the Senate who may not be members of 21 the system or hold an elective State office and who shall 22 serve for a term of 6 years, except that the terms of the 23 initial appointees under this subsection (d) shall be as - 2 - LRB101 14793 RPS 63759 b

follows: 2 for a term of 3 years and 2 for a term of 6 years. The term of an appointed trustee shall terminate immediately upon becoming a member of the system or being sworn into an elective State office, and the position shall be considered to be vacant and shall be filled pursuant to subsection (f) of this Section.

7 (3) Four participating employees active participants 8 system to be elected from the contributing of the 9 membership of the system by the contributing members, no 10 more than 2 of which may be from any of the University of 11 Illinois campuses, who shall serve for a term of 6 years, 12 except that the terms of the initial electees shall be as 13 follows: 2 for a term of 3 years and 2 for a term of 6 14 vears.

15 (4) Two annuitants of the system who have been 16 annuitants for at least one full year, to be elected from 17 and by the annuitants of the system, no more than one of 18 which may be from any of the University of Illinois 19 campuses, who shall serve for a term of 6 years, except 20 that the terms of the initial electees shall be as follows: 21 one for a term of 3 years and one for a term of 6 years.

For the purposes of this Section, the Governor may make a nomination and the Senate may confirm the nominee in advance of the commencement of the nominee's term of office.

(e) The 6 elected trustees shall be elected within 90 days
after April 3, 2009 (the effective date of Public Act 96-6) for

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a term beginning on the 90th day after that effective date. 1 2 Trustees shall be elected thereafter as terms expire for a 6-year term beginning July 15 next following their election, 3 and such election shall be held on May 1, or on May 2 when May 1 4 5 falls on a Sunday. The board may establish rules for the election of trustees to implement the provisions of Public Act 6 7 96-6 and for future elections. Candidates for the participating trustee shall be nominated by petitions in writing, signed by 8 9 not less than 400 participants with their addresses shown 10 opposite their names. Candidates for the annuitant trustee 11 shall be nominated by petitions in writing, signed by not less 12 than 100 annuitants with their addresses shown opposite their 13 names. If there is more than one qualified nominee for each 14 elected trustee, then the board shall conduct a secret ballot 15 election by mail for that trustee, in accordance with rules as 16 established by the board. If there is only one qualified person 17 nominated by petition for each elected trustee, then the election as required by this Section shall not be conducted for 18 that trustee and the board shall declare such nominee duly 19 20 elected. A vacancy occurring in the elective membership of the 21 board shall be filled for the unexpired term by the elected 22 trustees serving on the board for the remainder of the term. 23 Nothing in this subsection shall preclude the adoption of rules providing for internet or phone balloting in addition, or as an 24 25 alternative, to election by mail.

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(f) A vacancy in the appointed membership on the board of

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trustees caused by resignation, death, expiration of term of office, or other reason shall be filled by a qualified person appointed by the Governor for the remainder of the unexpired term.

5 (g) Trustees (other than the trustees incumbent on June 30, 6 1995 or as provided in subsection (c) of this Section) shall 7 continue in office until their respective successors are 8 appointed and have qualified, except that a trustee elected 9 appointed to one of the participating employee participant 10 positions after the effective date of this amendatory Act of 11 the 101st General Assembly shall be disqualified immediately 12 upon the termination of his or her status as a participating 13 employee participant and a trustee elected appointed to one of the annuitant positions after the effective date of this 14 amendatory Act of the 101st General Assembly shall be 15 16 disqualified immediately upon the termination of his or her 17 status as an annuitant receiving a retirement annuity.

An elected trustee who is incumbent on the effective date of this amendatory Act of the 101st General Assembly whose status as a participating employee or annuitant has terminated after having been elected shall continue to serve in the participating employee or annuitant position to which he or she was elected for the remainder of the term.

(h) Each trustee must take an oath of office before a
notary public of this State and shall qualify as a trustee upon
the presentation to the board of a certified copy of the oath.

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1 The oath must state that the person will diligently and 2 honestly administer the affairs of the retirement system, and 3 will not knowingly violate or willfully permit to be violated 4 any provisions of this Article.

5 Each trustee shall serve without compensation but shall be 6 reimbursed for expenses necessarily incurred in attending 7 board meetings and carrying out his or her duties as a trustee 8 or officer of the system.

9 (Source: P.A. 98-92, eff. 7-16-13.)

Section 99. Effective date. This Act takes effect upon becoming law.