



Sen. Deanna Demuzio

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LRB095 11079 AMC 33350 a

1 AMENDMENT TO SENATE BILL 1481

2 AMENDMENT NO. _____. Amend Senate Bill 1481 by replacing
3 everything after the enacting clause with the following:

4 "Section 5. The Illinois Pension Code is amended by
5 changing Section 14-104 as follows:

6 (40 ILCS 5/14-104) (from Ch. 108 1/2, par. 14-104)

7 Sec. 14-104. Service for which contributions permitted.
8 Contributions provided for in this Section shall cover the
9 period of service granted. Except as otherwise provided in this
10 Section, the contributions shall be based upon the employee's
11 compensation and contribution rate in effect on the date he
12 last became a member of the System; provided that for all
13 employment prior to January 1, 1969 the contribution rate shall
14 be that in effect for a noncovered employee on the date he last
15 became a member of the System. Except as otherwise provided in
16 this Section, contributions permitted under this Section shall

1 include regular interest from the date an employee last became
2 a member of the System to the date of payment.

3 These contributions must be paid in full before retirement
4 either in a lump sum or in installment payments in accordance
5 with such rules as may be adopted by the board.

6 (a) Any member may make contributions as required in this
7 Section for any period of service, subsequent to the date of
8 establishment, but prior to the date of membership.

9 (b) Any employee who had been previously excluded from
10 membership because of age at entry and subsequently became
11 eligible may elect to make contributions as required in this
12 Section for the period of service during which he was
13 ineligible.

14 (c) An employee of the Department of Insurance who, after
15 January 1, 1944 but prior to becoming eligible for membership,
16 received salary from funds of insurance companies in the
17 process of rehabilitation, liquidation, conservation or
18 dissolution, may elect to make contributions as required in
19 this Section for such service.

20 (d) Any employee who rendered service in a State office to
21 which he was elected, or rendered service in the elective
22 office of Clerk of the Appellate Court prior to the date he
23 became a member, may make contributions for such service as
24 required in this Section. Any member who served by appointment
25 of the Governor under the Civil Administrative Code of Illinois
26 and did not participate in this System may make contributions

1 as required in this Section for such service.

2 (e) Any person employed by the United States government or
3 any instrumentality or agency thereof from January 1, 1942
4 through November 15, 1946 as the result of a transfer from
5 State service by executive order of the President of the United
6 States shall be entitled to prior service credit covering the
7 period from January 1, 1942 through December 31, 1943 as
8 provided for in this Article and to membership service credit
9 for the period from January 1, 1944 through November 15, 1946
10 by making the contributions required in this Section. A person
11 so employed on January 1, 1944 but whose employment began after
12 January 1, 1942 may qualify for prior service and membership
13 service credit under the same conditions.

14 (f) An employee of the Department of Labor of the State of
15 Illinois who performed services for and under the supervision
16 of that Department prior to January 1, 1944 but who was
17 compensated for those services directly by federal funds and
18 not by a warrant of the Auditor of Public Accounts paid by the
19 State Treasurer may establish credit for such employment by
20 making the contributions required in this Section. An employee
21 of the Department of Agriculture of the State of Illinois, who
22 performed services for and under the supervision of that
23 Department prior to June 1, 1963, but was compensated for those
24 services directly by federal funds and not paid by a warrant of
25 the Auditor of Public Accounts paid by the State Treasurer, and
26 who did not contribute to any other public employee retirement

1 system for such service, may establish credit for such
2 employment by making the contributions required in this
3 Section.

4 (g) Any employee who executed a waiver of membership within
5 60 days prior to January 1, 1944 may, at any time while in the
6 service of a department, file with the board a rescission of
7 such waiver. Upon making the contributions required by this
8 Section, the member shall be granted the creditable service
9 that would have been received if the waiver had not been
10 executed.

11 (h) Until May 1, 1990, an employee who was employed on a
12 full-time basis by a regional planning commission for at least
13 5 continuous years may establish creditable service for such
14 employment by making the contributions required under this
15 Section, provided that any credits earned by the employee in
16 the commission's retirement plan have been terminated.

17 (i) Any person who rendered full time contractual services
18 to the General Assembly as a member of a legislative staff may
19 establish service credit for up to 8 years of such services by
20 making the contributions required under this Section, provided
21 that application therefor is made not later than July 1, 1991.

22 (j) By paying the contributions otherwise required under
23 this Section, plus an amount determined by the Board to be
24 equal to the employer's normal cost of the benefit plus
25 interest, but with all of the interest calculated from the date
26 the employee last became a member of the System or November 19,

1 1991, whichever is later, to the date of payment, an employee
2 may establish service credit for a period of up to 2 years
3 spent in active military service for which he does not qualify
4 for credit under Section 14-105, provided that (1) he was not
5 dishonorably discharged from such military service, and (2) the
6 amount of service credit established by a member under this
7 subsection (j), when added to the amount of military service
8 credit granted to the member under subsection (b) of Section
9 14-105, shall not exceed 5 years. The change in the manner of
10 calculating interest under this subsection (j) made by this
11 amendatory Act of the 92nd General Assembly applies to credit
12 purchased by an employee on or after its effective date and
13 does not entitle any person to a refund of contributions or
14 interest already paid.

15 (k) An employee who was employed on a full-time basis by
16 the Illinois State's Attorneys Association Statewide Appellate
17 Assistance Service LEAA-ILEC grant project prior to the time
18 that project became the State's Attorneys Appellate Service
19 Commission, now the Office of the State's Attorneys Appellate
20 Prosecutor, an agency of State government, may establish
21 creditable service for not more than 60 months service for such
22 employment by making contributions required under this
23 Section.

24 (l) By paying the contributions otherwise required under
25 this Section, plus an amount determined by the Board to be
26 equal to the employer's normal cost of the benefit plus

1 interest, a member may establish service credit for periods of
2 less than one year spent on authorized leave of absence from
3 service, provided that (1) the period of leave began on or
4 after January 1, 1982 and (2) any credit established by the
5 member for the period of leave in any other public employee
6 retirement system has been terminated. A member may establish
7 service credit under this subsection for more than one period
8 of authorized leave, and in that case the total period of
9 service credit established by the member under this subsection
10 may exceed one year. In determining the contributions required
11 for establishing service credit under this subsection, the
12 interest shall be calculated from the beginning of the leave of
13 absence to the date of payment.

14 (m) Any person who rendered contractual services to a
15 member of the General Assembly as a worker in the member's
16 district office may establish creditable service for up to 3
17 years of those contractual services by making the contributions
18 required under this Section. The System shall determine a
19 full-time salary equivalent for the purpose of calculating the
20 required contribution. To establish credit under this
21 subsection, the applicant must apply to the System by March 1,
22 1998.

23 (n) Any person who rendered contractual services to a
24 member of the General Assembly as a worker providing
25 constituent services to persons in the member's district may
26 establish creditable service for up to 8 years of those

1 contractual services by making the contributions required
2 under this Section. The System shall determine a full-time
3 salary equivalent for the purpose of calculating the required
4 contribution. To establish credit under this subsection, the
5 applicant must apply to the System by March 1, 1998.

6 (o) A member who participated in the Illinois Legislative
7 Staff Internship Program may establish creditable service for
8 up to one year of that participation by making the contribution
9 required under this Section. The System shall determine a
10 full-time salary equivalent for the purpose of calculating the
11 required contribution. Credit may not be established under this
12 subsection for any period for which service credit is
13 established under any other provision of this Code.

14 (p) By paying the contributions otherwise required under
15 this Section, plus an amount determined by the Board to be
16 equal to the employer's normal cost of the benefit plus
17 interest, a member may establish service credit for a period of
18 up to 8 years during which he or she was employed by the
19 Visually Handicapped Managers of Illinois in a vending program
20 operated under a contractual agreement with the Department of
21 Rehabilitation Services or its successor agency.

22 This subsection (p) applies without regard to whether the
23 person was in service on or after the effective date of this
24 amendatory Act of the 94th General Assembly. In the case of a
25 person who is receiving a retirement annuity on that effective
26 date, the increase, if any, shall begin to accrue on the first

1 annuity payment date following receipt by the System of the
2 contributions required under this subsection (p).

3 (q) By paying the required contributions under this
4 Section, plus an amount determined by the Board to be equal to
5 the employer's normal cost of the benefit plus interest, an
6 employee who was laid off but returned to State employment
7 under circumstances in which the employee is considered to have
8 been in continuous service for purposes of determining
9 seniority may establish creditable service for the period of
10 the layoff, provided that (1) the applicant applies for the
11 creditable service under this subsection (q) within 6 months
12 after the effective date of this amendatory Act of the 94th
13 General Assembly, (2) the applicant does not receive credit for
14 that period under any other provision of this Code, (3) at the
15 time of the layoff, the applicant is not in an initial
16 probationary status consistent with the rules of the Department
17 of Central Management Services, and (4) the total amount of
18 creditable service established by the applicant under this
19 subsection (q) does not exceed 3 years. For service established
20 under this subsection (q), the required employee contribution
21 shall be based on the rate of compensation earned by the
22 employee on the date of returning to employment after the
23 layoff and the contribution rate then in effect, and the
24 required interest shall be calculated from the date of
25 returning to employment after the layoff to the date of
26 payment.

1 (r) A member who worked as a nurse under a contractual
2 agreement for the Department of Public Aid, or its successor
3 agency, the Department of Human Services, in the Client
4 Assessment Unit and was subsequently determined to be a State
5 employee by the United States Internal Revenue Service and the
6 Illinois Labor Relations Board may establish creditable
7 service for those contractual services by making the
8 contributions required under this Section. To establish credit
9 under this subsection, the applicant must apply to the System
10 by July 1, 2008.

11 The Department of Human Services shall pay an employer
12 contribution based upon an amount determined by the Board to be
13 equal to the employer's normal cost of the benefit, plus
14 interest.

15 In compliance with Section 14-152.1 added by Public Act
16 94-4, the cost of the benefits provided by this amendatory Act
17 of the 95th General Assembly are offset by the required
18 employee and employer contributions.

19 (Source: P.A. 94-612, eff. 8-18-05; 94-1111, eff. 2-27-07.)

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