



Sen. William R. Haine

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1 AMENDMENT TO SENATE BILL 1711

2 AMENDMENT NO. _____. Amend Senate Bill 1711 by replacing
3 everything after the enacting clause with the following:

4 "Section 5. The State Employees Group Insurance Act of 1971
5 is amended by changing Section 6.10 as follows:

6 (5 ILCS 375/6.10)

7 Sec. 6.10. Contributions to the Community College Health
8 Insurance Security Fund.

9 (a) Beginning January 1, 1999, every active contributor of
10 the ~~the~~ State Universities Retirement System (established
11 under Article 15 of the Illinois Pension Code) who (1) is a
12 full-time employee of a community college district (other than
13 a community college district subject to Article VII of the
14 Public Community College Act) or an association of community
15 college boards and (2) is not an employee as defined in Section
16 3 of this Act shall make contributions toward the cost of

1 community college annuitant and survivor health benefits at the
2 rate of 0.50% of salary.

3 These contributions shall be deducted by the employer and
4 paid to the State Universities Retirement System as service
5 agent for the Department of Central Management Services. The
6 System may use the same processes for collecting the
7 contributions required by this subsection that it uses to
8 collect the contributions received from those employees under
9 Section 15-157 of the Illinois Pension Code. An employer may
10 agree to pick up or pay the contributions required under this
11 subsection on behalf of the employee; such contributions shall
12 be deemed to have been paid by the employee.

13 The State Universities Retirement System shall promptly
14 deposit all moneys collected under this subsection (a) into the
15 Community College Health Insurance Security Fund created in
16 Section 6.9 of this Act. The moneys collected under this
17 Section shall be used only for the purposes authorized in
18 Section 6.9 of this Act and shall not be considered to be
19 assets of the State Universities Retirement System.
20 Contributions made under this Section are not transferable to
21 other pension funds or retirement systems and are not
22 refundable upon termination of service.

23 (b) Beginning January 1, 1999, every community college
24 district (other than a community college district subject to
25 Article VII of the Public Community College Act) or association
26 of community college boards that is an employer under the State

1 Universities Retirement System shall contribute toward the
2 cost of the community college health benefits provided under
3 Section 6.9 of this Act an amount equal to 0.50% of the salary
4 paid to its full-time employees who participate in the State
5 Universities Retirement System and are not members as defined
6 in Section 3 of this Act.

7 These contributions shall be paid by the employer to the
8 State Universities Retirement System as service agent for the
9 Department of Central Management Services. The System may use
10 the same processes for collecting the contributions required by
11 this subsection that it uses to collect the contributions
12 received from those employers under Section 15-155 of the
13 Illinois Pension Code.

14 The State Universities Retirement System shall promptly
15 deposit all moneys collected under this subsection (b) into the
16 Community College Health Insurance Security Fund created in
17 Section 6.9 of this Act. The moneys collected under this
18 Section shall be used only for the purposes authorized in
19 Section 6.9 of this Act and shall not be considered to be
20 assets of the State Universities Retirement System.
21 Contributions made under this Section are not transferable to
22 other pension funds or retirement systems and are not
23 refundable upon termination of service.

24 The Department of Healthcare and Family Services, or any
25 successor agency designated to procure healthcare contracts
26 pursuant to this Act, is authorized to establish funds,

1 separate accounts provided by any bank or banks as defined by
2 the Illinois Banking Act, or separate accounts provided by any
3 savings and loan association or associations as defined by the
4 Illinois Savings and Loan Act of 1985 to be held by the
5 Director, outside the State treasury, for the purpose of
6 receiving the transfer of moneys from the Community College
7 Health Insurance Security Fund. The Department may promulgate
8 rules further defining the methodology for the transfers. Any
9 interest earned by moneys in the funds or accounts shall inure
10 to the Community College Health Insurance Security Fund. The
11 transferred moneys, and interest accrued thereon, shall be used
12 exclusively for transfers to administrative service
13 organizations or their financial institutions for payments of
14 claims to claimants and providers under the self-insurance
15 health plan. The transferred moneys, and interest accrued
16 thereon, shall not be used for any other purpose including, but
17 not limited to, reimbursement of administration fees due the
18 administrative service organization pursuant to its contract
19 or contracts with the Department.

20 (c) On or before November 15 of each year, the Board of
21 Trustees of the State Universities Retirement System shall
22 certify to the Governor, the Director of Central Management
23 Services, and the State Comptroller its estimate of the total
24 amount of contributions to be paid under subsection (a) of this
25 Section for the next fiscal year. Beginning in fiscal year
26 2008, the amount certified shall be decreased or increased each

1 year by the amount that the actual active employee
2 contributions either fell short of or exceeded the estimate
3 used by the Board in making the certification for the previous
4 fiscal year. The State Universities Retirement System shall
5 calculate the amount of actual active employee contributions in
6 fiscal years 1999 through 2005. Based upon this calculation,
7 the fiscal year 2008 certification shall include an amount
8 equal to the cumulative amount that the actual active employee
9 contributions either fell short of or exceeded the estimate
10 used by the Board in making the certification for those fiscal
11 years. The certification shall include a detailed explanation
12 of the methods and information that the Board relied upon in
13 preparing its estimate. As soon as possible after the effective
14 date of this Section, the Board shall submit its estimate for
15 fiscal year 1999.

16 (d) Beginning in fiscal year 1999, on the first day of each
17 month, or as soon thereafter as may be practical, the State
18 Treasurer and the State Comptroller shall transfer from the
19 General Revenue Fund to the Community College Health Insurance
20 Security Fund 1/12 of the annual amount appropriated for that
21 fiscal year to the State Comptroller for deposit into the
22 Community College Health Insurance Security Fund under Section
23 1.4 of the State Pension Funds Continuing Appropriation Act.

24 (e) Except where otherwise specified in this Section, the
25 definitions that apply to Article 15 of the Illinois Pension
26 Code apply to this Section.

1 (Source: P.A. 94-839, eff. 6-6-06; 95-632, eff. 9-25-07.)".