1

AN ACT in relation to public employee benefits.

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

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

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

Sec. 14-104. Service for which contributions permitted. 7 Contributions provided for in this Section shall cover the 8 period of service granted. Except as otherwise provided in 9 this Section, the contributions shall be based upon the 10 employee's compensation and contribution rate in effect on 11 the date he last became a member of the System; provided that 12 13 for all employment prior to January 1, 1969 the contribution rate shall be that in effect for a noncovered employee on the 14 15 date he last became a member of the System. Except as 16 otherwise provided in this Section, contributions permitted under this Section shall include regular interest from the 17 18 date an employee last became a member of the System to the 19 date of payment.

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

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

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

31

(c) An employee of the Department of Insurance who,

1 after January 1, 1944 but prior to becoming eligible for 2 membership, received salary from funds of insurance companies 3 in the process of rehabilitation, liquidation, conservation 4 or dissolution, may elect to make contributions as required 5 in this Section for such service.

Any employee who rendered service in a State office 6 (d) 7 to which he was elected, or rendered service in the elective office of Clerk of the Appellate Court prior to the date he 8 9 became a member, may make contributions for such service as this Section. Any member who served by 10 required in 11 appointment of the Governor under the Civil Administrative Code of Illinois and did not participate in this System may 12 make contributions as required in this Section for such 13 14 service.

(e) Any person employed by the United States government 15 16 or any instrumentality or agency thereof from January 1, 1942 through November 15, 1946 as the result of a transfer from 17 State service by executive order of the President of the 18 19 United States shall be entitled to prior service credit covering the period from January 1, 1942 through December 31, 20 1943 as provided for in this Article and to membership 21 22 service credit for the period from January 1, 1944 through 23 November 15, 1946 by making the contributions required in this Section. A person so employed on January 1, 1944 but 24 25 whose employment began after January 1, 1942 may qualify for prior service and membership service credit under the same 26 27 conditions.

An employee of the Department of Labor of the State 28 (f) Illinois who performed services for and under 29 of the 30 supervision of that Department prior to January 1, 1944 but who was compensated for those services directly by federal 31 32 funds and not by a warrant of the Auditor of Public Accounts paid by the State Treasurer may establish credit for such 33 34 employment by making the contributions required in this

-2-

1 Section. An employee of the Department of Agriculture of the 2 State of Illinois, who performed services for and under the supervision of that Department prior to June 1, 1963, but was 3 4 compensated for those services directly by federal funds and 5 not paid by a warrant of the Auditor of Public Accounts paid б by the State Treasurer, and who did not contribute to any 7 other public employee retirement system for such service, may for 8 establish credit such employment by making the 9 contributions required in this Section.

10 (g) Any employee who executed a waiver of membership 11 within 60 days prior to January 1, 1944 may, at any time 12 while in the service of a department, file with the board a 13 rescission of such waiver. Upon making the contributions 14 required by this Section, the member shall be granted the 15 creditable service that would have been received if the 16 waiver had not been executed.

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

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

30 (j) By paying the contributions otherwise required under 31 this Section, plus an amount determined by the Board to be 32 equal to the employer's normal cost of the benefit plus 33 interest, an employee may establish service credit for a 34 period of up to 2 years spent in active military service for

-3-

1 which he does not qualify for credit under Section 14-105, 2 provided that (1) he was not dishonorably discharged from 3 such military service, and (2) the amount of service credit 4 established by a member under this subsection (j), when added 5 to the amount of military service credit granted to the 6 member under subsection (b) of Section 14-105, shall not 7 exceed 5 years.

8 (k) An employee who was employed on a full-time basis by 9 the Illinois State's Association Statewide Attorneys Appellate Assistance Service LEAA-ILEC grant project prior to 10 11 the time that project became the State's Attorneys Appellate Service Commission, now the Office of the State's Attorneys 12 13 Appellate Prosecutor, an agency of State government, may establish creditable service for not more than 60 months 14 15 service for such employment by making contributions required 16 under this Section.

(1) By paying the contributions otherwise required under 17 this Section, plus an amount determined by the Board to be 18 19 equal to the employer's normal cost of the benefit plus interest, a member may establish service credit for periods 20 21 of less than one year spent on authorized leave of absence 22 from service, provided that (1) the period of leave began on 23 after January 1, 1982 and (2) any credit established by or the member for the period of leave in any other public 24 25 employee retirement system has been terminated. A member may establish service credit under this subsection for more than 26 one period of authorized leave, and in that case the total 27 period of service credit established by the member under this 28 29 subsection may exceed one year. In determining the 30 contributions required for establishing service credit under this subsection, the interest shall be calculated from the 31 32 beginning of the leave of absence to the date of payment.

33 (m) Any person who rendered contractual services to a 34 member of the General Assembly as a worker in the member's

-4-

1 district office may establish creditable service for up to 3 2 of those contractual services by making the years contributions required under this Section. The System shall 3 4 determine a full-time salary equivalent for the purpose of calculating the required contribution. To establish credit 5 6 under this subsection, the applicant must apply to the System 7 by March 1, <u>2002</u> 1998.

Any person who rendered contractual services to a 8 (n) 9 member of the General Assembly as a worker providing constituent services to persons in the member's district may 10 11 establish creditable service for up to 8 years of those contractual services by making the contributions required 12 under this Section. The System shall determine a full-time 13 salary equivalent for the purpose of calculating the required 14 contribution. To establish credit under this subsection, the 15 16 applicant must apply to the System by March 1, 2002 1998.

participated 17 (o) A member who in the Illinois Legislative Staff Internship Program may establish creditable 18 19 service for up to one year of that participation by making the contribution required under this Section. The System 20 21 shall determine a full-time salary equivalent for the purpose of calculating the required contribution. Credit may not be 22 23 established under this subsection for any period for which service credit is established under any other provision of 24 25 this Code.

26 (Source: P.A. 90-32, eff. 6-27-97; 90-448, eff. 8-16-97; 27 90-511, eff. 8-22-97; 90-655, eff. 7-30-98; 90-766, eff. 28 8-14-98.)

Section 99. Effective date. This Act takes effect uponbecoming law.

-5-