

SB0681



104TH GENERAL ASSEMBLY

State of Illinois

2025 and 2026

SB0681

Introduced 1/24/2025, by Sen. Don Harmon

SYNOPSIS AS INTRODUCED:

40 ILCS 5/14-104.10

Amends the State Employees Article of the Illinois Pension Code. Makes a technical change in a Section concerning federal or out-of-state employment.

LRB104 06988 RPS 17025 b

A BILL FOR

1 AN ACT concerning public employee benefits.

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

4 Section 5. The Illinois Pension Code is amended by
5 changing Section 14-104.10 as follows:

6 (40 ILCS 5/14-104.10)

7 Sec. 14-104.10. Federal or out-of-state employment. A
8 contributing employee may establish additional service credit
9 for periods of full-time employment by the ~~the~~ federal
10 government or a unit of state or local government located
11 outside Illinois for which he or she does not qualify for
12 credit under any other provision of this Article, provided
13 that (i) the amount of service credit established by a person
14 under this Section shall not exceed 8 years or 40% of his or
15 her membership service under this Article, whichever is less,
16 (ii) the amount of service credit established by a person
17 under this Section for federal employment, when added to the
18 amount of all military service credit granted to the person
19 under this Article, shall not exceed 8 years, and (iii) any
20 credit received for the federal or out-of-state employment in
21 any federal or other public employee pension fund or
22 retirement system has been terminated or relinquished. Credit
23 may not be established under this Section for any period of

1 military service or for any period for which credit has been or
2 may be established under Section 14-110 or any other provision
3 of this Article.

4 In order to establish service credit under this Section,
5 the applicant must submit a written application to the System
6 by June 30, 1999, including documentation of the federal or
7 out-of-state employment satisfactory to the Board, and pay to
8 the System (1) employee contributions at the rates provided in
9 this Article based upon the person's salary on the last day as
10 a participating employee prior to the federal or out-of-state
11 employment, or on the first day as a participating employee
12 after that employment, whichever is greater, plus (2) an
13 amount determined by the Board to be equal to the employer's
14 normal cost of the benefits accrued for that employment, plus
15 (3) regular interest on items (1) and (2) from the date of
16 conclusion of the employment to the date of payment.

17 (Source: P.A. 90-32, eff. 6-27-97; 90-655, eff. 7-30-98;
18 90-766, eff. 8-14-98.)