

### **100TH GENERAL ASSEMBLY**

# State of Illinois

# 2017 and 2018

#### HB2761

by Rep. Joe Sosnowski

## SYNOPSIS AS INTRODUCED:

40 ILCS 5/14-103.10

from Ch. 108 1/2, par. 14-103.10

Amends the State Employee Article of the Illinois Pension Code. Provides that, for service on or after July 1, 2017, "compensation" does not include any overtime pay payable to an employee for personal services performed in excess of the full normal working period for his or her position. Effective immediately.

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FISCAL NOTE ACT MAY APPLY 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 14-103.10 as follows:

6 (40 ILCS 5/14-103.10) (from Ch. 108 1/2, par. 14-103.10)
7 (Text of Section WITHOUT the changes made by P.A. 98-599,

8 which has been held unconstitutional)

9 Sec. 14-103.10. Compensation.

(a) For periods of service prior to January 1, 1978, the 10 full rate of salary or wages payable to an employee for 11 personal services performed if he worked the full normal 12 working period for his position, subject to the following 13 14 maximum amounts: (1) prior to July 1, 1951, \$400 per month or \$4,800 per year; (2) between July 1, 1951 and June 30, 1957 15 16 inclusive, \$625 per month or \$7,500 per year; (3) beginning July 1, 1957, no limitation. 17

18 In the case of service of an employee in a position 19 involving part-time employment, compensation shall be 20 determined according to the employees' earnings record.

(b) For periods of service on and after January 1, 1978,
all remuneration for personal services performed defined as
"wages" under the Social Security Enabling Act, including that

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part of such remuneration which is in excess of any maximum limitation provided in such Act, and including any benefits received by an employee under a sick pay plan in effect before January 1, 1981, but excluding lump sum salary payments:

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(1) for vacation,

(2) for accumulated unused sick leave,

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(3) upon discharge or dismissal,

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(4) for approved holidays.

9 (c) For periods of service on or after December 16, 1978, 10 compensation also includes any benefits, other than lump sum 11 salary payments made at termination of employment, which an 12 employee receives or is eligible to receive under a sick pay 13 plan authorized by law.

(d) For periods of service after September 30, 1985, compensation also includes any remuneration for personal services not included as "wages" under the Social Security Enabling Act, which is deducted for purposes of participation in a program established pursuant to Section 125 of the Internal Revenue Code or its successor laws.

(e) For members for which Section 1-160 applies for periods of service on and after January 1, 2011, all remuneration for personal services performed defined as "wages" under the Social Security Enabling Act, excluding remuneration that is in excess of the annual earnings, salary, or wages of a member or participant, as provided in subsection (b-5) of Section 1-160, but including any benefits received by an employee under a sick HB2761

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pay plan in effect before January 1, 1981. Compensation shall exclude lump sum salary payments:

3 (1) for vacation;

4 (2) for accumulated unused sick leave;

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(3) upon discharge or dismissal; and

(4) for approved holidays.

7 (f) Notwithstanding the other provisions of this Section, 8 for service on or after July 1, 2013, "compensation" does not 9 include any stipend payable to an employee for service on a 10 board or commission.

11 (g) Notwithstanding the other provisions of this Section, 12 for service on or after July 1, 2017, "compensation" does not 13 include any overtime pay payable to an employee for personal 14 services performed in excess of the full normal working period 15 for his or her position.

16 (Source: P.A. 98-449, eff. 8-16-13.)

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