

100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

SB0376

Introduced 1/24/2017, by Sen. John J. Cullerton

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.

LRB100 05084 RPS 15094 b

PENSION IMPACT NOTE ACT MAY APPLY

A BILL FOR

SB0376

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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 14-104.10 as follows:

6 (40 ILCS 5/14-104.10)

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

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

In order to establish service credit under this Section, 4 5 the applicant must submit a written application to the System by June 30, 1999, including documentation of the federal or 6 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 amount 13 determined by the Board to be equal to the employer's normal cost of the benefits accrued for that employment, plus (3) 14 15 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.)

SB0376