

**SB0450**



**98TH GENERAL ASSEMBLY**

**State of Illinois**

**2013 and 2014**

**SB0450**

Introduced 1/23/2013, by Sen. John J. Cullerton

**SYNOPSIS AS INTRODUCED:**

40 ILCS 5/24-101

from Ch. 108 1/2, par. 24-101

Amends the Illinois Pension Code. Makes a technical change in a Section concerning deferred compensation.

LRB098 04688 EFG 34716 b

PENSION IMPACT  
NOTE ACT MAY  
APPLY

**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 changing  
5 Section 24-101 as follows:

6 (40 ILCS 5/24-101) (from Ch. 108 1/2, par. 24-101)

7 Sec. 24-101. Notwithstanding any law to the ~~the~~ contrary,  
8 the State of Illinois or any unit of local government or school  
9 district may enter into a written contract with any of its  
10 employees to defer a part of their gross compensation and may  
11 invest such funds in any such manner as prescribed by the  
12 deferred compensation program adopted by it under this Article.  
13 Compensation deferred pursuant to a deferred compensation  
14 program adopted under this Article shall not exceed the amount  
15 of compensation allowed to be deferred without being subject to  
16 income tax in the year in which it is earned, pursuant to  
17 Section 457 of the United States Internal Revenue Code or laws  
18 supplementary or amendatory thereto.

19 It is hereby declared to be in the public interest to  
20 provide public employees with a plan for the deferral of  
21 compensation and the accrual of income and gain thereon if such  
22 deferred compensation be invested, and to encourage the  
23 continued service of public employees by making available such

1 benefits to them.

2 (Source: P.A. 82-145.)