7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

1 AN ACT concerning State government.

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

Section 5. The State Comptroller Act is amended by changing Section 10.05 as follows:

6 (15 ILCS 405/10.05) (from Ch. 15, par. 210.05)

Sec. 10.05. Deductions from warrants; statement of reason for deduction. Whenever any person shall be entitled to a warrant or other payment from the treasury or other funds held by the State Treasurer, on any account, against whom there shall be any then due and payable account or claim in favor of the State, the United States upon certification by the Secretary of the Treasury of the United States, or his or her delegate, pursuant to a reciprocal offset agreement under subsection (i-1) of Section 10 of the Illinois Collection Act of 1986, or a unit of local government, a school district, a public institution of higher education, as defined in Section 1 of the Board of Higher Education Act, a public agency or association organized under an intergovernmental agreement in accordance with the provisions of the Intergovernmental Cooperation Act, including an intergovernmental risk management association self-insurance pool, or the clerk of a circuit court, upon

1 certification bv that entity, the Comptroller, 2 notification thereof, shall ascertain the amount due and payable to the State, the United States, the unit of local 3 government, the school district, the public institution of 4 5 higher education, the public agency or association organized 6 under an intergovernmental agreement in accordance with the 7 provisions of the Intergovernmental Cooperation Act, or the 8 clerk of the circuit court, as aforesaid, and draw a warrant on 9 the treasury or on other funds held by the State Treasurer, 10 stating the amount for which the party was entitled to a 11 warrant or other payment, the amount deducted therefrom, and 12 on what account, and directing the payment of the balance; which warrant or payment as so drawn shall be entered on the 13 books of the Treasurer, and such balance only shall be paid. 14 15 The Comptroller may deduct any one or more of the following: 16 (i) the entire amount due and payable to the State or a portion 17 of the amount due and payable to the State in accordance with the request of the notifying agency; (ii) the entire amount 18 due and payable to the United States or a portion of the amount 19 due and payable to the United States in accordance with a 20 reciprocal offset agreement under subsection (i-1) of Section 21 22 10 of the Illinois State Collection Act of 1986; or (iii) the 23 entire amount due and payable to the unit of local government, 24 school district, the public institution of 25 education, the public agency or association organized under an intergovernmental agreement in accordance with the provisions 26

1 of the Intergovernmental Cooperation Act, or the clerk of the 2 circuit court, or a portion of the amount due and payable to 3 that entity, in accordance with an intergovernmental agreement authorized under this Section and Section 10.05d. No request 5 from a notifying agency, the Secretary of the Treasury of the 6 United States, a unit of local government, a school district, 7 a public institution of higher education, a public agency or 8 association organized under an intergovernmental agreement in 9 accordance with the provisions of the Intergovernmental 10 Cooperation Act, or the clerk of a circuit court for an amount 11 to be deducted under this Section from a wage or salary 12 payment, from a contractual payment to an individual for personal services, or from pension annuity payments made under 13 the Illinois Pension Code shall exceed 25% of the net amount of 14 15 such payment. "Net amount" means that part of the earnings of 16 individual remaining after deduction of any amounts 17 required by law to be withheld. For purposes of this 18 provision, wage, salary or other payments for personal services shall not include final compensation payments for the 19 20 value of accrued vacation, overtime or sick leave. Whenever 21 the Comptroller draws a warrant or makes a payment involving a 22 deduction ordered under this Section, the Comptroller shall 23 notify the payee and the State agency that submitted the voucher of the reason for the deduction and he or she shall 24 25 retain a record of such statement in his or her records. As used in this Section, an "account or claim in favor of the 26

1 State" includes all amounts owing to "State agencies" as 2 defined in Section 7 of this Act. However, the Comptroller 3 shall not be required to accept accounts or claims owing to funds not held by the State Treasurer, where such accounts or 5 claims do not exceed \$50, nor shall the Comptroller deduct from funds held by the State Treasurer under the Senior 6 7 Citizens and Persons with Disabilities Property Tax Relief Act 8 or for payments to institutions from the Illinois Prepaid 9 Tuition Trust Fund (unless the Trust Fund moneys are used for 10 child support). The Comptroller shall not deduct from payments 11 to be disbursed from the Child Support Enforcement Trust Fund 12 as provided for under Section 12-10.2 of the Illinois Public 13 Aid Code, except for payments representing interest on child support obligations under Section 10-16.5 of that Code. The 14 15 Comptroller and the Department of Revenue shall enter into an 16 interagency agreement to establish responsibilities, duties, 17 and procedures relating to deductions from lottery prizes awarded under Section 20.1 of the Illinois Lottery Law. The 18 19 Comptroller may enter into an intergovernmental agreement with 20 the Department of Revenue and the Secretary of the Treasury of the United States, or his or her delegate, to establish 21 22 responsibilities, duties, and procedures relating 23 reciprocal offset of delinquent State and federal obligations pursuant to subsection (i-1) of Section 10 of the Illinois 24 25 State Collection Act of 1986. The Comptroller may enter into 26 intergovernmental agreements with a any unit of

to that effect.

12

- government, a school district, a public institution of higher 1 2 education, a public agency or association organized under an 3 intergovernmental agreement in accordance with the provisions of the Intergovernmental Cooperation Act, or the clerk of a 5 circuit court to establish responsibilities, duties, and procedures to provide for the offset, by the Comptroller, of 6 obligations owed to those entities. A request for a deduction 7 8 by a public agency or association organized under an 9 intergovernmental agreement in accordance with the provisions 10 of the Intergovernmental Cooperation Act shall be accompanied 11 by a written agreement between the 2 parties or a court order
- 13 For the purposes of this Section, "clerk of a circuit court" means the clerk of a circuit court in any county in the 14 15 State.
- (Source: P.A. 99-143, eff. 7-27-15; 100-763, eff. 8-10-18.) 16
- Section 99. Effective date. This Act takes effect upon 17 becoming law. 18