- 1 AMENDMENT TO HOUSE BILL 2698
- 2 AMENDMENT NO. \_\_\_\_. Amend House Bill 2698 by replacing
- 3 the title with the following:
- 4 "AN ACT in relation to public employee benefits."; and
- 5 by replacing everything after the enacting clause with the
- 6 following:
- 7 "Section 5. The Illinois Pension Code is amended by
- 8 changing Section 2-110 as follows:
- 9 (40 ILCS 5/2-110) (from Ch. 108 1/2, par. 2-110)
- 10 Sec. 2-110. Service.
- 11 (A) "Service" means the period beginning on the day when
- 12 a person first became a member, and ending on the date under
- 13 consideration, excluding all intervening periods of
- 14 nonmembership following resignation or expiration of any term
- 15 of office.
- 16 (B) "Service" includes:
- 17 (a) Military service during war by a person who
- 18 entered such service while a member, whether rendered
- 19 before or after the expiration of any term of office;
- 20 plus up to 2 years of military service that need not have
- immediately followed service as a member, and need not

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have been served during wartime, provided that the member (or former member who has not yet begun to receive a retirement annuity) makes contributions to the System for such service (1) at the rates provided in Section 2-126 based upon the member's rate of compensation on the last date as a participant prior to such military service, or on the first date as a participant after such military service, whichever is greater, plus (2) if payment is made on or after July 1, 2002 May--1,--1993, an amount determined by the Board to be equal to the employer's normal cost of the benefits accrued for such military service, plus (3) interest at the effective rate from the date of first membership in the System to the date of payment.

A former member who has not yet begun to receive a retirement annuity may establish military service credit as provided in this subdivision (a).

The amendments to this subdivision (B)(a) made by this amendatory Act of the 92nd General Assembly apply to active participants in the System and to former members who have not yet begun to receive a retirement annuity. The change in the required contribution made by this amendatory Act does not entitle any person to a refund of contributions already paid.

The-amendment-to-this--subdivision--(B)(a)--made--by
this--amendatory--Act--of-1993-shall-apply-to-persons-who
are--active--contributors--to--the--System--on--or--after
November--30,--1992.---A--person--who---was---an---active
contributor--to-the-System-on-November-30,-1992-but-is-no
longer--an--active--contributor--may--apply--to--purchase
military-credit-under-this-subdivision-(B)(a)--within--60
days--after--the-effective-date-of-this-amendatory-Act-of
1993:-if--the--person--is--an--annuitant,--the--resulting
increase--in--annuity--shall-begin-to-accrue-on-the-first

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day-of--the--month--following--the--month--in--which--the required--payment--is-received-by-the-System---The-change in--the--required--contribution--for--purchased--military credit-made-by-this-amendatory--Act--of--1993--shall--not entitle--any--person-to-a-refund-of-contributions-already paid-

- (b) Service as a judge of a court of this State, but credit for such service is subject to the following conditions: (1) such person shall have been a member for at least 4 years and contributed to the system for service as a judge subsequent to July 8, 1947, at the rates herein provided, including interest at 2% per annum to the date of payment based on the salary in effect during such service; (2) the member was not an eligible member of nor entitled to credit for such service in any other retirement system in the State maintained in whole or in part by public contributions; and (3) the last 4 years of service prior to retirement on annuity was rendered while a member.
- (c) Service as a participating employee under Articles 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17 or 18 of the Illinois Pension Code. Credit for such service may be established by a member and, if permitted by the credit transfer Section of the appropriate Article, by a former member who is not yet an annuitant, and is subject to the following conditions: (1) that the credits accrued under the above mentioned Articles have been transferred to this system; and (2) that the member has contributed to this system an amount equal to (i) the contribution rate in effect for participants at the date of membership in this system multiplied by the salary then in effect for members of the General Assembly for service for which credit is being each year of transferred, plus (ii) the State's share of the normal

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cost of benefits under this system expressed as a percent of payroll, as determined by the system's actuary as of the date of the participant's membership in this system, multiplied by the salary then in effect for members of the General Assembly, for each year of service for which credit is being transferred, plus (iii) interest on items (i) and (ii) above at 6% per annum compounded annually, from the date of membership to the date of payment by the participant, less (iv) the amount transferred to this system on behalf of the participant on account of service rendered while a participant under the above mentioned Articles.

- (d) Service, before October 1, 1975, as an officer elected by the people of Illinois, for which creditable service is required to be transferred from the State Employees' Retirement System to this system by this amendatory Act of 1975.
- Service rendered prior to January 1, 1964, as a (e) justice of the peace or police magistrate or as a civil referee in the Municipal Court of Chicago, but credit for such service may not be granted until the member has paid to the system an amount equal to (1) the contribution rate for participants at the date of membership system multiplied by the salary then in effect for members of the General Assembly for each year of service for which credit is being transferred, plus (2) the State's share of the normal cost of benefits under this system expressed as a percent of payroll, as determined by the system's actuary as of the date of the participant's membership in this system, multiplied by the salary then in effect for members of the General Assembly, for each year of service for which credit is allowed, plus, (3) interest on (1) and (2) above at 6% per annum compounded annually from the date of membership

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1 to the date of payment by the member. participant may not receive more than 6 years of credit for such service nor may any member receive credit under this paragraph for service for which credit has been granted in any other public pension fund or retirement system in the State.

- (f) Service before January 16, 1981, as an officer elected by the people of Illinois, for which creditable service is transferred from the State Employees' Retirement System to this system.
- 11 (C) Service during any fraction of a month shall be considered as a month of service. 12

Service includes the total period of time for which a participant is elected as a member or officer, even though he she does not complete the term because of death, resignation, judicial decision, or operation of law, provided that the contributions required under this Article for such entire period of office have been made by or on behalf of the participant. In the case of a participant appointed or elected to fill a vacancy, service includes the total period from January 1 of the year in which his or her service commences to the end of the term in which the vacancy occurs, provided the participant contributes in the year of appointment an amount equal to the contributions that would have been required had the participant received salary for the entire year. The foregoing provisions relating to a participant appointed or elected to fill a vacancy shall not if the participant was a member of the other apply legislative chamber at the time of appointment or election.

(D) Notwithstanding the other provisions Section, if application to transfer or establish service credit under paragraph (c) or (e) of subsection (B) of this Section is made between January 1, 1992 and February 1, 1993, the contribution required for such credit shall be an amount

- 1 equal to (1) the contribution rate in effect for participants
- 2 at the date of membership in this system multiplied by the
- 3 salary then in effect for members of the General Assembly for
- 4 each year of service for which credit is being granted, plus
- 5 (2) interest thereon at 6% per annum compounded annually,
- 6 from the date of membership to the date of payment by the
- 7 member, less (3) any amount transferred to this system on
- 8 behalf of the member on account of such service credit.
- 9 (Source: P.A. 86-27; 86-1028; 87-794; 87-1265.)
- 10 Section 99. Effective date. This Act takes effect upon
- 11 becoming law.".