

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 9-228 as follows:

6 (40 ILCS 5/9-228) (from Ch. 108 1/2, par. 9-228)

7 Sec. 9-228. Attachment; withholding.

8 (a) The annuities, pensions, refunds, and disability
9 benefits granted under this Article shall be exempt from
10 attachment or garnishment process and shall not be seized,
11 taken, subjected to, detained, or levied upon by virtue of any
12 judgment, or any process or proceeding whatsoever issued out of
13 or by any court in this State, for the payment and satisfaction
14 in whole or in part of any debt, damage, claim, demand, or
15 judgment against any annuitant, pensioner, person entitled to a
16 refund, or other beneficiary hereunder.

17 (b) No annuitant, pensioner, person entitled to a refund,
18 or other beneficiary shall have any right to transfer or assign
19 his annuity or disability benefit or any part thereof by way of
20 mortgage or otherwise except that an annuitant or a widow
21 annuitant who elects to participate in any group
22 hospitalization plan or group medical surgical plan shall have
23 the right to authorize the Board to deduct the cost to him of

1 such plan from the annuity check and to pay such deducted
2 amount to the group insurance carrier, provided, however, that
3 the Board in its discretion may terminate such right; provided,
4 that the board in its discretion may pay to the wife of any
5 annuitant, pensioner, refund applicant, or disability
6 beneficiary such an amount out of her husband's annuity,
7 pension, refund, or disability benefit as any court may order,
8 or such an amount as the board may consider necessary for the
9 support of his wife or children or both in the event of his
10 disappearance or unexplained absence or his failure to support
11 such wife or children.

12 (c) The board may retain out of any future annuity,
13 pension, refund or disability benefit payments, such amount, or
14 amounts, as it may require for the repayment of any moneys paid
15 to any annuitant, pensioner, refund applicant, or disability
16 beneficiary through misrepresentation, fraud or error. Any
17 such action of the board shall relieve and release the board
18 and the fund from any liability for any moneys so withheld.

19 (d) Whenever an annuity, pension, refund, or disability
20 benefit is payable to a minor or to a person adjudged to be
21 under legal disability, the board, in its discretion and when
22 to the best interest of the person concerned, may waive
23 guardianship proceedings and pay the annuity, pension, refund
24 or benefit to the person providing or caring for the minor and
25 to the wife, parent or blood relative providing or caring for
26 the person.

1 In the event that a person certified by a medical doctor to
2 be under legal disability (i) has no spouse, blood relative, or
3 other person providing or caring for him or her, (ii) has no
4 guardian of his or her estate, and (iii) is confined to a
5 Medicare-certified, State-licensed nursing home or to a
6 publicly owned and operated nursing home, hospital, or mental
7 institution, the Board may pay any benefit due that person to
8 the nursing home, hospital, or mental institution, to be used
9 for the sole benefit of the person under legal disability.

10 Payment in accordance with this subsection to a person,
11 nursing home, hospital, or mental institution for the benefit
12 of a minor or person under legal disability shall be an
13 absolute discharge of the Fund's liability with respect to the
14 amount so paid. Any person, nursing home, hospital, or mental
15 institution accepting payment under this subsection shall
16 notify the Fund of the death or any other relevant change in
17 the status of the minor or person under legal disability.

18 (e) An annuitant may authorize the withholding of a portion
19 of his annuity for payment of dues to any labor organization
20 designated by the annuitant; however, no portion of annuities
21 may be withheld pursuant to this subsection for payment to any
22 one labor organization unless a minimum of 100 annuitants
23 authorize such withholding, except that the Board may allow
24 such withholding for less than 100 annuitants during a
25 probationary period of between 3 and 6 months, as determined by
26 the Board. The Board shall prescribe a form for the

1 authorization of such withholding, and shall provide such forms
2 to employees, annuitants and labor organizations upon request.
3 Amounts withheld by the Board under this subsection shall be
4 promptly paid over to the designated organizations.

5 Any such labor organization shall have access to the Fund's
6 mailing list of annuitants, upon such terms as the Board may
7 approve. The expenses of any mailing conducted by the labor
8 organization shall be borne by the labor organization.

9 (Source: P.A. 87-793.)

10 Section 99. Effective date. This Act takes effect upon
11 becoming law.