103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

HB5107

Introduced 2/8/2024, by Rep. William E Hauter

SYNOPSIS AS INTRODUCED:

25 ILCS 115/2.5 new 40 ILCS 5/2-110 40 ILCS 5/2-155.5 new

from Ch. 108 1/2, par. 2-110

Amends the General Assembly Compensation Act. Provides that "minimum attendance requirement" means 60% of the spring legislative session days of the applicable chamber for that member or, for a member who becomes a member of the General Assembly after the spring legislative session has commenced, 60% of the remaining spring legislative session days of the applicable chamber. Provides that beginning with the 104th General Assembly, a member of the General Assembly must meet the minimum attendance requirement in order to be entitled to an annual salary under the Act. Provides that if, upon the completion of the spring legislative session, a member failed to meet the minimum attendance requirement, the member shall not receive any compensation under the Act for the remainder of the calendar year and shall reimburse the State, in a manner determined by the State Comptroller, by rule, for the payments received in the calendar year. Amends the General Assembly Article of the Illinois Pension Code. Provides that a participant who is a member and fails to meet the minimum attendance requirement shall forfeit any service credit granted during that calendar year. Provides that any contributions for the forfeited service credit shall be refunded to the participant. Makes conforming changes. Effective immediately.

LRB103 34503 RPS 64336 b

HB5107

AN ACT concerning State government.

1

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The General Assembly Compensation Act is 5 amended by adding Section 2.5 as follows:

6

(25 ILCS 115/2.5 new)

7 <u>Sec. 2.5. Salary; minimum attendance requirement.</u>

8 <u>(a) In this Section, "minimum attendance requirement"</u> 9 <u>means 60% of the spring legislative session days of the</u> 10 <u>applicable chamber of the General Assembly for that member or,</u> 11 <u>for a member who becomes a member of the General Assembly after</u> 12 <u>the spring legislative session has commenced, 60% of the</u> 13 <u>remaining spring legislative session days of the applicable</u> 14 <u>chamber of the General Assembly for that member.</u>

(b) In order to be entitled to the annual salary set by 15 16 this Act, a member of the General Assembly must meet the minimum attendance requirement under this Section. If, upon 17 the completion of the spring legislative session, a member 18 19 failed to meet the minimum attendance requirement, the member 20 shall not receive any compensation under this Act for the 21 remainder of the calendar year and shall reimburse the State, 22 in a manner determined by the State Comptroller, by rule, for the payments received in that calendar year. 23

(c) This Section applies beginning with the 104th General Assembly.

3 Section 10. The Illinois Pension Code is amended by 4 changing Section 2-110 and by adding Section 2-155.5 as 5 follows:

6 (40 ILCS 5/2-110) (from Ch. 108 1/2, par. 2-110)

7 Sec. 2-110. Service.

8 (A) "Service" means the period beginning on the day when a 9 person first became a member, and ending on the date under 10 consideration, excluding all intervening periods of 11 nonmembership following resignation or expiration of any term 12 of office.

13 (B) "Service" includes:

14 Military service during war by a person who (a) 15 entered such service while a member, whether rendered before or after the expiration of any term of office; plus 16 up to 2 years of military service that need not have 17 immediately followed service as a member, and need not 18 have been served during wartime, provided that the member 19 20 makes contributions to the System for such service (1) at 21 rates provided in Section 2-126 based upon the the 22 member's rate of compensation on the last date as a participant prior to such military service, or on the 23 24 first date as a participant after such military service,

HB5107

whichever is greater, plus (2) if payment is made on or after 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.

7 The amendment to this subdivision (B) (a) made by this amendatory Act of 1993 shall apply to persons who are 8 9 active contributors to the System on or after November 30, 10 1992. A person who was an active contributor to the System 11 November 30, 1992 but is no longer an active on 12 contributor may apply to purchase military credit under this subdivision (B)(a) within 60 days after the effective 13 14 date of this amendatory Act of 1993; if the person is an 15 annuitant, the resulting increase in annuity shall begin 16 to accrue on the first day of the month following the month in which the required payment is received by the System. 17 The change in the required contribution for purchased 18 19 military credit made by this amendatory Act of 1993 shall not entitle any person to a refund of contributions 20 21 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 1 of payment based on the salary in effect during such 2 3 service; (2) the member was not an eligible member of nor entitled to credit for such service in 4 anv other 5 retirement system in the State maintained in whole or in 6 part by public contributions; and (3) the last 4 years of 7 service prior to retirement on annuity was rendered while a member. 8

9 (c) Service as a participating employee under Articles 10 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17 or 18 of 11 the Illinois Pension Code. Credit for such service may be established by a member and, if permitted by the credit 12 transfer Section of the appropriate Article, by a former 13 14 member who is not yet an annuitant, and is subject to the 15 following conditions: (1) that the credits accrued under 16 the above mentioned Articles have been transferred to this 17 system; and (2) that the member has contributed to this system an amount equal to (i) the contribution rate in 18 19 effect for participants at the date of membership in this 20 system multiplied by the salary then in effect for members 21 of the General Assembly for each year of service for which 22 credit is being transferred, plus (ii) the State's share 23 of the normal cost of benefits under this system expressed 24 as a percent of payroll, as determined by the system's 25 actuary as of the date of the participant's membership in 26 this system, multiplied by the salary then in effect for - 5 - LRB103 34503 RPS 64336 b

members of the General Assembly, for each year of service 1 2 for which credit is being transferred, plus (iii) interest 3 on items (i) and (ii) above at 6% per annum compounded annually, from the date of membership to the date of 4 5 payment by the participant, less (iv) the amount 6 transferred to this system on behalf of the participant on 7 account of service rendered while a participant under the above mentioned Articles. 8

9 (d) Service, before October 1, 1975, as an officer 10 elected by the people of Illinois, for which creditable 11 service is required to be transferred from the State 12 Employees' Retirement System to this system by this 13 amendatory Act of 1975.

(e) Service rendered prior to January 1, 1964, as a 14 15 justice of the peace or police magistrate or as a civil 16 referee in the Municipal Court of Chicago, but credit for 17 such service may not be granted until the member has paid 18 to the system an amount equal to (1) the contribution rate 19 for participants at the date of membership in this system 20 multiplied by the salary then in effect for members of the 21 General Assembly for each year of service for which credit 22 is being transferred, plus (2) the State's share of the 23 normal cost of benefits under this system expressed as a 24 percent of payroll, as determined by the system's actuary 25 as of the date of the participant's membership in this 26 system, multiplied by the salary then in effect for

HB5107

members of the General Assembly, for each year of service 1 2 for which credit is allowed, plus, (3) interest on (1) and 3 (2) above at 6% per annum compounded annually from the date of membership to the date of payment by the member. 4 5 However, a participant may not receive more than 6 years of credit for such service nor may any member receive 6 7 credit under this paragraph for service for which credit 8 has been granted in any other public pension fund or 9 retirement system in the State.

10 (f) Service before January 16, 1981, as an officer 11 elected by the people of Illinois, for which creditable 12 service is transferred from the State Employees' 13 Retirement System to this system.

14 (C) Service during any fraction of a month shall be 15 considered as a month of service.

16 Service includes the total period of time for which a participant is elected as a member or officer, even though he 17 she does not complete the term because of death, 18 or 19 resignation, judicial decision, or operation of law, provided 20 that the contributions required under this Article for such 21 entire period of office have been made by or on behalf of the 22 participant. In the case of a participant appointed or elected 23 to fill a vacancy, service includes the total period from 24 January 1 of the year in which his or her service commences to 25 the end of the term in which the vacancy occurs, provided the 26 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 apply if the participant was a member of the other legislative chamber at the time of appointment or election.

(D) Notwithstanding the other provisions of this Section, 7 if application to transfer or establish service credit under 8 9 paragraph (c) or (e) of subsection (B) of this Section is made 10 between January 1, 1992 and February 1, 1993, the contribution 11 required for such credit shall be an amount equal to (1) the 12 contribution rate in effect for participants at the date of 13 membership in this system multiplied by the salary then in effect for members of the General Assembly for each year of 14 15 service for which credit is being granted, plus (2) interest 16 thereon at 6% per annum compounded annually, from the date of 17 membership to the date of payment by the member, less (3) any amount transferred to this system on behalf of the member on 18 account of such service credit. 19

(E) "Service" does not include periods for which service
credit was forfeited under Section 2-155.5, notwithstanding
any other provision of this Section.

23 (Source: P.A. 86-27; 86-1028; 87-794; 87-1265.)

24 (40 ILCS 5/2-155.5 new)

25 <u>Sec. 2-155.5. Service credit forfeiture. A participant who</u>

HB5107

HB5107 - 8 - LRB103 34503 RPS 64336 b

1	is a member and, upon the conclusion of the spring legislative
2	session, fails to meet the minimum attendance requirement, as
3	defined under Section 2.5 of the General Assembly Compensation
4	Act, shall forfeit any service credit granted during that
5	calendar year. Any contributions for the forfeited service
6	credit shall be refunded to the participant. This Section
7	applies to a person who first becomes a participant on or after
8	January 10, 2024.

9 Section 99. Effective date. This Act takes effect upon10 becoming law.