

94TH GENERAL ASSEMBLY State of Illinois 2005 and 2006 SB1750

Introduced 2/25/2005, by Sen. John M. Sullivan

SYNOPSIS AS INTRODUCED:

5 ILCS 365/4

from Ch. 127, par. 354

Amends the State Salary and Annuity Withholding Act. Allows certain contractual employees to authorize the withholding of labor union fringe benefits under specified conditions.

LRB094 08115 JAM 38300 b

2

3

11

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 Salary and Annuity Withholding Act is amended by changing Section 4 as follows:
- 6 (5 ILCS 365/4) (from Ch. 127, par. 354)
- Sec. 4. Authorization of withholding. An employee or annuitant may authorize the withholding of a portion of his salary, wages, or annuity for any one or more of the following purposes:
 - (1) for purchase of United States Savings Bonds;
- 12 (2) for payment of premiums on life or accident and health insurance as defined in Section 4 of the "Illinois Insurance 13 14 Code", approved June 29, 1937, as amended, and for payment of 15 premiums on policies of automobile insurance as defined in Section 143.13 of the "Illinois Insurance Code", as amended, 16 17 and the personal multiperil coverages commonly known as homeowner's insurance. However, no portion of salaries, wages 18 19 or annuities may be withheld to pay premiums on automobile, 20 homeowner's, life or accident and health insurance policies 21 issued by any one insurance company or insurance service 22 company unless a minimum of 100 employees or annuitants insured 23 by that company authorize the withholding by an Office within 6 months after such withholding begins. If such minimum is not 24 satisfied the Office may discontinue withholding for such 25 26 company. For any insurance company or insurance service company which has not previously had withholding, the Office may allow 27 28 withholding for premiums, where less than 100 policies have been written, to cover a probationary period. An insurance 29 30 company which has discontinued withholding may reinstate it upon presentation of facts indicating new management or 31 32 re-organization satisfactory to the Office;

6

7

8

9

10

11

12

13

14

15

16

19

20

21

25

- 1 (3) for payment to any labor organization designated by the 2 employee;
- (4) for payment of dues to any association the membership 3 4 of which consists of State employees and former 5 employees;
 - (5) for deposit in any credit union, in which State employees are within the field of membership as a result of their employment;
 - (6) for payment to or for the benefit of an institution of higher education by an employee of that institution;
 - (7) for payment of parking fees at the underground facility located south of the William G. Stratton State Office Building in Springfield, the parking ramp located at 401 South College Street, west of the William G. Stratton State Office Building in Springfield, or at the parking facilities located on the Urbana-Champaign campus of the University of Illinois;
- 17 (8) for voluntary payment to the State of Illinois of amounts then due and payable to the State; 18
 - (9) for investment purchases made as a participant in College Savings Programs established pursuant to Section 30-15.8a of the School Code;
- 22 (10) for voluntary payment to the Illinois Department of 23 Revenue of amounts due or to become due under the Illinois 24 Income Tax Act;
- (11) for payment of optional contributions to a retirement 26 system subject to the provisions of the Illinois Pension Code;
- 27 (12) for contributions to organizations found qualified by 28 the State Comptroller under the requirements set forth in the Voluntary Payroll Deductions Act of 1983;-29
- (13) for payment of fringe benefit contributions to 30 31 employee benefit trust funds (whether such employee benefit trust funds are governed by the Employee Retirement Income 32 33 Security Act of 1974, as amended, 29 U.S.C. §1001 et seq. or not) for State contractual employees hired through labor 34 organizations and working pursuant to a signed agreement 35 between a labor organization and a State agency, whether 36

- 1 subject to the Illinois Prevailing Wage Act or not; this item 2 (13) is not intended to limit employee benefit trust funds and the contributions to be made thereto to be limited to those 3 which are encompassed for purposes of computing the prevailing 4 wage in any particular locale, but rather such employee benefit 5 trusts are intended to include contributions to be made to such 6 7 funds that are intended to assist in training, building and maintenance, industry advancement, and the like, including but 8 9 not limited to those benefit trust funds such as pension and welfare that are normally computed in the contract of the 10 prevailing wage rates and which would be subject to 11 contribution obligations by private employers that are 12 13 signatory to agreements with labor organizations. (Source: P.A. 90-102, eff. 7-1-98; 90-448, eff. 8-16-97; 14
- 15 90-655, eff. 7-30-98.)