



## 95TH GENERAL ASSEMBLY

### State of Illinois

### 2007 and 2008

### HB1515

Introduced 2/22/2007, by Rep. Angelo Saviano

#### SYNOPSIS AS INTRODUCED:

40 ILCS 5/14-104	from Ch. 108 1/2, par. 14-104
40 ILCS 5/15-113.3	from Ch. 108 1/2, par. 15-113.3
40 ILCS 5/16-128	from Ch. 108 1/2, par. 16-128
40 ILCS 5/17-134	from Ch. 108 1/2, par. 17-134
30 ILCS 805/8.31 new	

Amends the Illinois Pension Code. In the Downstate Teacher and Chicago Teacher Articles, provides that a participant may establish, without paying contributions, up to 5 years of credit for military service immediately following employment, and removes certain restrictions relating to wartime. In those Articles and the State Employee and State Universities Articles, changes the method of calculating interest when establishing credit for military service not immediately following employment. Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

LRB095 04414 AMC 24459 b

FISCAL NOTE ACT  
MAY APPLY

PENSION IMPACT  
NOTE ACT MAY  
APPLY

STATE MANDATES  
ACT MAY REQUIRE  
REIMBURSEMENT

1 AN ACT in relation to 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 Sections 14-104, 15-113.3, 16-128, and 17-134 as follows:

6 (40 ILCS 5/14-104) (from Ch. 108 1/2, par. 14-104)

7 Sec. 14-104. Service for which contributions permitted.  
8 Contributions provided for in this Section shall cover the  
9 period of service granted. Except as otherwise provided in this  
10 Section, the contributions shall be based upon the employee's  
11 compensation and contribution rate in effect on the date he  
12 last became a member of the System; provided that for all  
13 employment prior to January 1, 1969 the contribution rate shall  
14 be that in effect for a noncovered employee on the date he last  
15 became a member of the System. Except as otherwise provided in  
16 this Section, contributions permitted under this Section shall  
17 include regular interest from the date an employee last became  
18 a member of the System to the date of payment.

19 These contributions must be paid in full before retirement  
20 either in a lump sum or in installment payments in accordance  
21 with such rules as may be adopted by the board.

22 (a) Any member may make contributions as required in this  
23 Section for any period of service, subsequent to the date of

1 establishment, but prior to the date of membership.

2 (b) Any employee who had been previously excluded from  
3 membership because of age at entry and subsequently became  
4 eligible may elect to make contributions as required in this  
5 Section for the period of service during which he was  
6 ineligible.

7 (c) An employee of the Department of Insurance who, after  
8 January 1, 1944 but prior to becoming eligible for membership,  
9 received salary from funds of insurance companies in the  
10 process of rehabilitation, liquidation, conservation or  
11 dissolution, may elect to make contributions as required in  
12 this Section for such service.

13 (d) Any employee who rendered service in a State office to  
14 which he was elected, or rendered service in the elective  
15 office of Clerk of the Appellate Court prior to the date he  
16 became a member, may make contributions for such service as  
17 required in this Section. Any member who served by appointment  
18 of the Governor under the Civil Administrative Code of Illinois  
19 and did not participate in this System may make contributions  
20 as required in this Section for such service.

21 (e) Any person employed by the United States government or  
22 any instrumentality or agency thereof from January 1, 1942  
23 through November 15, 1946 as the result of a transfer from  
24 State service by executive order of the President of the United  
25 States shall be entitled to prior service credit covering the  
26 period from January 1, 1942 through December 31, 1943 as

1 provided for in this Article and to membership service credit  
2 for the period from January 1, 1944 through November 15, 1946  
3 by making the contributions required in this Section. A person  
4 so employed on January 1, 1944 but whose employment began after  
5 January 1, 1942 may qualify for prior service and membership  
6 service credit under the same conditions.

7 (f) An employee of the Department of Labor of the State of  
8 Illinois who performed services for and under the supervision  
9 of that Department prior to January 1, 1944 but who was  
10 compensated for those services directly by federal funds and  
11 not by a warrant of the Auditor of Public Accounts paid by the  
12 State Treasurer may establish credit for such employment by  
13 making the contributions required in this Section. An employee  
14 of the Department of Agriculture of the State of Illinois, who  
15 performed services for and under the supervision of that  
16 Department prior to June 1, 1963, but was compensated for those  
17 services directly by federal funds and not paid by a warrant of  
18 the Auditor of Public Accounts paid by the State Treasurer, and  
19 who did not contribute to any other public employee retirement  
20 system for such service, may establish credit for such  
21 employment by making the contributions required in this  
22 Section.

23 (g) Any employee who executed a waiver of membership within  
24 60 days prior to January 1, 1944 may, at any time while in the  
25 service of a department, file with the board a rescission of  
26 such waiver. Upon making the contributions required by this

1 Section, the member shall be granted the creditable service  
2 that would have been received if the waiver had not been  
3 executed.

4 (h) Until May 1, 1990, an employee who was employed on a  
5 full-time basis by a regional planning commission for at least  
6 5 continuous years may establish creditable service for such  
7 employment by making the contributions required under this  
8 Section, provided that any credits earned by the employee in  
9 the commission's retirement plan have been terminated.

10 (i) Any person who rendered full time contractual services  
11 to the General Assembly as a member of a legislative staff may  
12 establish service credit for up to 8 years of such services by  
13 making the contributions required under this Section, provided  
14 that application therefor is made not later than July 1, 1991.

15 (j) By paying the contributions otherwise required under  
16 this Section, plus an amount determined by the Board to be  
17 equal to the employer's normal cost of the benefit plus  
18 interest, but with all of the interest calculated at the rate  
19 of 5% per year, compounded annually, from the date the employee  
20 last became a member of the System or November 19, 1991,  
21 whichever is later, to the date of payment, an employee may  
22 establish service credit for a period of up to 2 years spent in  
23 active military service for which he does not qualify for  
24 credit under Section 14-105, provided that (1) he was not  
25 dishonorably discharged from such military service, and (2) the  
26 amount of service credit established by a member under this

1 subsection (j), when added to the amount of military service  
2 credit granted to the member under subsection (b) of Section  
3 14-105, shall not exceed 5 years. The changes ~~change~~ in the  
4 manner of calculating interest under this subsection (j) made  
5 by Public Act 92-54 and this amendatory Act of the 95th ~~92nd~~  
6 General Assembly apply ~~applies~~ to credit purchased by an  
7 employee on or after their respective ~~its~~ effective dates and  
8 do ~~date and does~~ not entitle any person to a refund of  
9 contributions or interest already paid.

10 (k) An employee who was employed on a full-time basis by  
11 the Illinois State's Attorneys Association Statewide Appellate  
12 Assistance Service LEAA-ILEC grant project prior to the time  
13 that project became the State's Attorneys Appellate Service  
14 Commission, now the Office of the State's Attorneys Appellate  
15 Prosecutor, an agency of State government, may establish  
16 creditable service for not more than 60 months service for such  
17 employment by making contributions required under this  
18 Section.

19 (l) By paying the contributions otherwise required under  
20 this Section, plus an amount determined by the Board to be  
21 equal to the employer's normal cost of the benefit plus  
22 interest, a member may establish service credit for periods of  
23 less than one year spent on authorized leave of absence from  
24 service, provided that (1) the period of leave began on or  
25 after January 1, 1982 and (2) any credit established by the  
26 member for the period of leave in any other public employee

1 retirement system has been terminated. A member may establish  
2 service credit under this subsection for more than one period  
3 of authorized leave, and in that case the total period of  
4 service credit established by the member under this subsection  
5 may exceed one year. In determining the contributions required  
6 for establishing service credit under this subsection, the  
7 interest shall be calculated from the beginning of the leave of  
8 absence to the date of payment.

9 (m) Any person who rendered contractual services to a  
10 member of the General Assembly as a worker in the member's  
11 district office may establish creditable service for up to 3  
12 years of those contractual services by making the contributions  
13 required under this Section. The System shall determine a  
14 full-time salary equivalent for the purpose of calculating the  
15 required contribution. To establish credit under this  
16 subsection, the applicant must apply to the System by March 1,  
17 1998.

18 (n) Any person who rendered contractual services to a  
19 member of the General Assembly as a worker providing  
20 constituent services to persons in the member's district may  
21 establish creditable service for up to 8 years of those  
22 contractual services by making the contributions required  
23 under this Section. The System shall determine a full-time  
24 salary equivalent for the purpose of calculating the required  
25 contribution. To establish credit under this subsection, the  
26 applicant must apply to the System by March 1, 1998.

1           (o) A member who participated in the Illinois Legislative  
2 Staff Internship Program may establish creditable service for  
3 up to one year of that participation by making the contribution  
4 required under this Section. The System shall determine a  
5 full-time salary equivalent for the purpose of calculating the  
6 required contribution. Credit may not be established under this  
7 subsection for any period for which service credit is  
8 established under any other provision of this Code.

9           (p) By paying the contributions otherwise required under  
10 this Section, plus an amount determined by the Board to be  
11 equal to the employer's normal cost of the benefit plus  
12 interest, a member may establish service credit for a period of  
13 up to 8 years during which he or she was employed by the  
14 Visually Handicapped Managers of Illinois in a vending program  
15 operated under a contractual agreement with the Department of  
16 Rehabilitation Services or its successor agency.

17           This subsection (p) applies without regard to whether the  
18 person was in service on or after the effective date of this  
19 amendatory Act of the 94th General Assembly. In the case of a  
20 person who is receiving a retirement annuity on that effective  
21 date, the increase, if any, shall begin to accrue on the first  
22 annuity payment date following receipt by the System of the  
23 contributions required under this subsection (p).

24           (Source: P.A. 94-612, eff. 8-18-05.)

25           (40 ILCS 5/15-113.3) (from Ch. 108 1/2, par. 15-113.3)



1           Sec. 15-113.3. Service for periods of military service.  
2           "Service for periods of military service": Those periods, not  
3           exceeding 5 years, during which a person served in the armed  
4           forces of the United States, of which all but 2 years must have  
5           immediately followed a period of employment with an employer  
6           under this System or the State Employees' Retirement System of  
7           Illinois; provided that the person received a discharge other  
8           than dishonorable and again became an employee under this  
9           System within one year after discharge. However, for the up to  
10          2 years of military service not immediately following  
11          employment, the applicant must make contributions to the System  
12          equal to (1) 8% of the employee's basic compensation on the  
13          last date as a participating employee prior to such military  
14          service, or on the first date as a participating employee after  
15          such military service, whichever is greater, plus (2) an amount  
16          determined by the board to be equal to the employer's normal  
17          cost of the benefits accrued for such military service, plus  
18          (3) interest on items (1) and (2) at the effective rate from  
19          the date the person last became an employee or November 19,  
20          1991, whichever is later, ~~later of the date of first membership~~  
21          ~~in the System or the date of conclusion of military service~~ to  
22          the date of payment.

23           The change in the manner of calculating interest under this  
24           Section made by this amendatory Act of the 95th General  
25           Assembly applies to credit purchased by an employee on or after  
26           its effective date and does not entitle any person to a refund

1 of contributions or interest already paid.

2 The change in the required contribution for purchased  
3 military credit made by Public Act 87-1265 ~~this amendatory Act~~  
4 ~~of 1993~~ does not entitle any person to a refund of  
5 contributions already paid. The contributions paid under this  
6 Section are not normal contributions as defined in Section  
7 15-114 or additional contributions as defined in Section  
8 15-115.

9 The changes to this Section made by Public Act 87-794 ~~this~~  
10 ~~amendatory Act of 1991~~ shall apply not only to persons who on  
11 or after its effective date are in service under the System,  
12 but also to persons whose employment terminated prior to that  
13 date, whether or not the person is an annuitant on that date.  
14 In the case of an annuitant who applies for credit allowable  
15 under this Section for a period of military service that did  
16 not immediately follow employment, and who has made the  
17 required contributions for such credit, the annuity shall be  
18 recalculated to include the additional service credit, with the  
19 increase taking effect on the date the System received written  
20 notification of the annuitant's intent to purchase the credit,  
21 if payment of all the required contributions is made within 60  
22 days of such notice, or else on the first annuity payment date  
23 following the date of payment of the required contributions. In  
24 calculating the automatic annual increase for an annuity that  
25 has been recalculated under this Section, the increase  
26 attributable to the additional service allowable under Public

1 Act 87-794 ~~this amendatory Act of 1991~~ shall be included in the  
2 calculation of automatic annual increases accruing after the  
3 effective date of the recalculation.

4 (Source: P.A. 93-347, eff. 7-24-03.)

5 (40 ILCS 5/16-128) (from Ch. 108 1/2, par. 16-128)

6 Sec. 16-128. Creditable service - required contributions.

7 (a) Except as otherwise provided in this Section, in In  
8 order to receive the creditable service specified under  
9 subsection (b) of Section 16-127, a member is required to make  
10 the following contributions:

11 (i) an amount equal to the contributions which would  
12 have been required had such service been rendered as a  
13 member under this System;

14 (ii) for military service not immediately following  
15 employment as a teacher and for service established under  
16 subdivision (b)(10) of Section 16-127, an amount  
17 determined by the Board to be equal to the employer's  
18 normal cost of the benefits accrued for such service; and

19 (iii) interest from the date the contributions would  
20 have been due ~~(or, in the case of a person establishing~~  
21 ~~credit for military service under subdivision (b)(3) of~~  
22 ~~Section 16-127, the date of first membership in the System,~~  
23 ~~if that date is later)~~ to the date of payment, at the  
24 following rate of interest, compounded annually: for  
25 periods prior to July 1, 1965, regular interest; from July

1           1, 1965 to June 30, 1977, 4% per year; on and after July 1,  
2           1977, regular interest.

3           (a-5) Beginning on the effective date of this amendatory  
4 Act of the 95th General Assembly, a member must pay the  
5 contributions specified in subsection (a) in order to establish  
6 credit under subdivision (b)(3) of Section 16-127 for any  
7 military service not immediately following employment as a  
8 teacher; however, contributions are required for a member to  
9 establish credit for other military service permitted under  
10 subdivision (b)(3) of Section 16-127 only if the period of  
11 military service ends before the effective date of this  
12 amendatory Act.

13           Beginning on the effective date of this amendatory Act of  
14 the 95th General Assembly, rather than the interest described  
15 in subdivision (a)(iii), a person establishing credit for  
16 military service not immediately following employment as a  
17 teacher under subdivision (b)(3) of Section 16-127 shall pay  
18 interest at the rate of 5% per year, compounded annually, from  
19 the date the person last became a participant in this System or  
20 November 19, 1991, whichever is later, to the date of payment.

21           The changes made by this amendatory Act of the 95th General  
22 Assembly in the contributions and interest required for  
23 military service credit do not entitle any person to a refund  
24 of contributions or interest already paid.

25           (b) In order to receive creditable service under paragraph  
26           (2) of subsection (b) of Section 16-127 for those who were not

1 members on June 30, 1963, the minimum required contribution  
2 shall be \$420 per year of service together with interest at 4%  
3 per year compounded annually from July 1, preceding the date of  
4 membership until June 30, 1977 and at regular interest  
5 compounded annually thereafter to the date of payment.

6 (c) In determining the contribution required in order to  
7 receive creditable service under paragraph (3) of subsection  
8 (b) of Section 16-127, the salary rate for the remainder of the  
9 school term in which a member enters military service shall be  
10 assumed to be equal to the member's salary rate at the time of  
11 entering military service. However, for military service not  
12 immediately following employment, the salary rate on the last  
13 date as a participating teacher prior to such military service,  
14 or on the first date as a participating teacher after such  
15 military service, whichever is greater, shall be assumed to be  
16 equal to the member's salary rate at the time of entering  
17 military service. For each school term thereafter, the member's  
18 salary rate shall be assumed to be 5% higher than the salary  
19 rate in the previous school term.

20 (d) In determining the contribution required in order to  
21 receive creditable service under paragraph (5) of subsection  
22 (b) of Section 16-127, a member's salary rate during the period  
23 for which credit is being established shall be assumed to be  
24 equal to the member's last salary rate immediately preceding  
25 that period.

26 (d-5) For each year of service credit to be established

1 under subsection (b-1) of Section 16-127, a member is required  
2 to contribute to the System (i) 16.5% of the annual salary rate  
3 during the first year of full-time employment as a teacher  
4 under this Article following the private school service, plus  
5 (ii) interest thereon from the date of first full-time  
6 employment as a teacher under this Article following the  
7 private school service to the date of payment, compounded  
8 annually, at the rate of 8.5% per year for periods before the  
9 effective date of this amendatory Act of the 92nd General  
10 Assembly, and for subsequent periods at a rate equal to the  
11 System's actuarially assumed rate of return on investments.

12 (d-10) For service credit established under paragraph (6)  
13 of subsection (b) of Section 16-127 for days granted by an  
14 employer in excess of the member's normal annual sick leave  
15 allotment, the employer is required to pay the normal cost of  
16 benefits based upon such service credit. This subsection (d-10)  
17 does not apply to sick leave granted to teachers under  
18 contracts or collective bargaining agreements entered into,  
19 amended, or renewed before June 1, 2005 (the effective date of  
20 Public Act 94-4). The employer contributions required under  
21 this subsection (d-10) shall be paid in the form of a lump sum  
22 within 30 days after receipt of the bill after the teacher  
23 begins receiving benefits under this Article.

24 (e) Except for contributions under subsection (d-10), the  
25 contributions required under this Section may be made from the  
26 date the statement for such creditable service is issued until

1 retirement date. All such required contributions must be made  
2 before any retirement annuity is granted.

3 (Source: P.A. 94-4, eff. 6-1-05; 94-1057, eff. 7-31-06.)

4 (40 ILCS 5/17-134) (from Ch. 108 1/2, par. 17-134)

5 Sec. 17-134. Contributions for leaves of absence; military  
6 service; computing service. In computing service for pension  
7 purposes the following periods of service shall stand in lieu  
8 of a like number of years of teaching service upon payment  
9 therefor in the manner hereinafter provided: (a) time spent on  
10 a leave of absence granted by the employer; (b) service with  
11 teacher or labor organizations based upon special leaves of  
12 absence therefor granted by an Employer; (c) a maximum of 5  
13 years spent in the military service of the United States, of  
14 which up to 2 years may have been served outside the pension  
15 period; (d) unused sick days at termination of service to a  
16 maximum of 244 days; (e) time lost due to layoff and  
17 curtailment of the school term from June 6 through June 21,  
18 1976; and (f) time spent after June 30, 1982 as a member of the  
19 Board of Education, if required to resign from an  
20 administrative or teaching position in order to qualify as a  
21 member of the Board of Education.

22 (1) For time spent on or after September 6, 1948 on  
23 sabbatical leaves of absence or sick leaves, for which  
24 salaries are paid, an Employer shall make payroll  
25 deductions at the applicable rates in effect during such

1 periods.

2 (2) For time spent on a leave of absence granted by the  
3 employer for which no salaries are paid, teachers desiring  
4 credit therefor shall pay the required contributions at the  
5 rates in effect during such periods as though they were in  
6 teaching service. If an Employer pays salary for vacations  
7 which occur during a teacher's sick leave or maternity or  
8 paternity leave without salary, vacation pay for which the  
9 teacher would have qualified while in active service shall  
10 be considered part of the teacher's total salary for  
11 pension purposes. No more than 36 months of leave credit  
12 may be allowed any person during the entire term of  
13 service. Sabbatical leave credit shall be limited to the  
14 time the person on leave without salary under an Employer's  
15 rules is allowed to engage in an activity for which he  
16 receives salary or compensation.

17 (3) For time spent prior to September 6, 1948, on  
18 sabbatical leaves of absence or sick leaves for which  
19 salaries were paid, teachers desiring service credit  
20 therefor shall pay the required contributions at the  
21 maximum applicable rates in effect during such periods.

22 (4) For service with teacher or labor organizations  
23 authorized by special leaves of absence, for which no  
24 payroll deductions are made by an Employer, teachers  
25 desiring service credit therefor shall contribute to the  
26 Fund upon the basis of the actual salary received from such



1 organizations at the percentage rates in effect during such  
2 periods for certified positions with such Employer. To the  
3 extent the actual salary exceeds the regular salary, which  
4 shall be defined as the salary rate, as calculated by the  
5 Board, in effect for the teacher's regular position in  
6 teaching service on September 1, 1983 or on the effective  
7 date of the leave with the organization, whichever is  
8 later, the organization shall pay to the Fund the  
9 employer's normal cost as set by the Board on the  
10 increment.

11 (5) Except as otherwise provides in this paragraph (5),  
12 for ~~For~~ time spent in the military service, teachers  
13 entitled to and desiring credit therefor shall contribute  
14 the amount required for each year of service or fraction  
15 thereof at the rates in force (a) at the date of  
16 appointment, or (b) on return to teaching service as a  
17 regularly certified teacher, as the case may be; provided  
18 such rates shall not be less than \$450 per year of service.  
19 These conditions shall apply unless an Employer elects to  
20 and does pay into the Fund the amount which would have been  
21 due from such person had he been employed as a teacher  
22 during such time. In the case of credit for military  
23 service not during the pension period, the teacher must  
24 also pay to the Fund an amount determined by the Board to  
25 be equal to the employer's normal cost of the benefits  
26 accrued from such service, plus interest thereon at the

1       rate of 5% per year, compounded annually, from the date the  
2       teacher last became a participant in this Fund or November  
3       19, 1991, whichever is later, of appointment to the date of  
4       payment.

5               Beginning on the effective date of this amendatory Act  
6       of the 95th General Assembly, the contributions specified  
7       in this paragraph (5) are required for a member to  
8       establish credit for military service served during the  
9       pension period only if the period of military service ends  
10       before the effective date of this amendatory Act of the  
11       95th General Assembly; however, a member must pay the  
12       contributions specified in this paragraph (5) in order to  
13       establish credit for any military service served outside  
14       the pension period. The changes in the required  
15       contributions and interest for military service credit  
16       made by this amendatory Act of the 95th General Assembly do  
17       not entitle any person to a refund of contributions or  
18       interest already paid.

19               The changes to this Section made by Public Act 87-795  
20       shall apply not only to persons who on or after its  
21       effective date are in service under the Fund, but also to  
22       persons whose status as a teacher terminated prior to that  
23       date, whether or not the person is an annuitant on that  
24       date. In the case of an annuitant who applies for credit  
25       allowable under this Section for a period of military  
26       service that did not immediately follow employment, and who

1 has made the required contributions for such credit, the  
2 annuity shall be recalculated to include the additional  
3 service credit, with the increase taking effect on the date  
4 the Fund received written notification of the annuitant's  
5 intent to purchase the credit, if payment of all the  
6 required contributions is made within 60 days of such  
7 notice, or else on the first annuity payment date following  
8 the date of payment of the required contributions. In  
9 calculating the automatic annual increase for an annuity  
10 that has been recalculated under this Section, the increase  
11 attributable to the additional service allowable under  
12 this amendatory Act of 1991 shall be included in the  
13 calculation of automatic annual increases accruing after  
14 the effective date of the recalculation.

15 The total credit for military service shall not exceed  
16 5 years, except that any teacher who on July 1, 1963, had  
17 validated credit for more than 5 years of military service  
18 shall be entitled to the total amount of such credit.

19 (6) A maximum of 244 unused sick days credited to his  
20 account by an Employer on the date of termination of  
21 employment. Members, upon verification of unused sick  
22 days, may add this service time to total creditable  
23 service.

24 (7) In all cases where time spent on leave is  
25 creditable and no payroll deductions therefor are made by  
26 an Employer, persons desiring service credit shall make the

1 required contributions directly to the Fund.

2 (8) For time lost without pay due to layoff and  
3 curtailment of the school term from June 6 through June 21,  
4 1976, as provided in item (e) of the first paragraph of  
5 this Section, persons who were contributors on the days  
6 immediately preceding such layoff shall receive credit  
7 upon paying to the Fund a contribution based on the rates  
8 of compensation and employee contributions in effect at the  
9 time of such layoff, together with an additional amount  
10 equal to 12.2% of the compensation computed for such period  
11 of layoff, plus interest on the entire amount at 5% per  
12 annum from January 1, 1978 to the date of payment. If such  
13 contribution is paid, salary for pension purposes for any  
14 year in which such a layoff occurred shall include the  
15 compensation recognized for purposes of computing that  
16 contribution.

17 (9) For time spent after June 30, 1982, as a  
18 nonsalaried member of the Board of Education, if required  
19 to resign from an administrative or teaching position in  
20 order to qualify as a member of the Board of Education, an  
21 administrator or teacher desiring credit therefor shall  
22 pay the required contributions at the rates and salaries in  
23 effect during such periods as though the member were in  
24 service.

25 Effective September 1, 1974, the interest charged for  
26 validation of service described in paragraphs (2) through (5)

1 of this Section shall be compounded annually at a rate of 5%  
2 commencing one year after the termination of the leave or  
3 return to service.

4 (Source: P.A. 92-599, eff. 6-28-02.)

5 Section 90. The State Mandates Act is amended by adding  
6 Section 8.31 as follows:

7 (30 ILCS 805/8.31 new)

8 Sec. 8.31. Exempt mandate. Notwithstanding Sections 6 and 8  
9 of this Act, no reimbursement by the State is required for the  
10 implementation of any mandate created by this amendatory Act of  
11 the 95th General Assembly.

12 Section 99. Effective date. This Act takes effect upon  
13 becoming law.