



## 96TH GENERAL ASSEMBLY

### State of Illinois

2009 and 2010

SB3404

Introduced 2/10/2010, by Sen. Kwame Raoul

#### SYNOPSIS AS INTRODUCED:

See Index

Amends the State Employees Group Insurance Act of 1971. Provides that eligibility to participate in the program of health benefits for community college benefit recipients and community college dependent beneficiaries shall be determined by the appropriate community college and the determination will be provided to the State Universities Retirement System (was, determined by the State Universities Retirement System). Provides that nothing in provisions concerning the program of health benefits for community college benefit recipients and community college dependent beneficiaries and contribution to the Community College Health Insurance Security Fund establishes a duty on the part of the State Universities Retirement System to certify, verify, audit, or otherwise ensure the appropriateness or adequacy of the information received from the community colleges. Amends the Illinois Pension Code. Requires that all pension funds and retirement systems established under the Code be administered in a manner required to satisfy the applicable qualification requirements for a qualified governmental plan, as provided by the U.S. Internal Revenue Code. Specifies that provisions concerning approval of travel or educational missions do not apply to expenses necessarily incurred in the State of Illinois for attending board or board committee meetings or for carrying out duties as a trustee of the retirement system, pension fund, or investment board. Makes changes concerning an annual report to the Governor identifying economic opportunity investments made by pension funds. Makes changes concerning the appointment and election of trustees of the Board of Trustees of the State Universities Retirement System. Effective immediately.

LRB096 17906 AMC 33274 b

FISCAL NOTE ACT  
MAY APPLY

PENSION IMPACT  
NOTE ACT MAY  
APPLY

A BILL FOR

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 State Employees Group Insurance Act of 1971  
5 is amended by changing Sections 6.9 and 6.10 as follows:

6 (5 ILCS 375/6.9)

7 Sec. 6.9. Health benefits for community college benefit  
8 recipients and community college dependent beneficiaries.

9 (a) Purpose. It is the purpose of this amendatory Act of  
10 1997 to establish a uniform program of health benefits for  
11 community college benefit recipients and their dependent  
12 beneficiaries under the administration of the Department of  
13 Central Management Services.

14 (b) Creation of program. Beginning July 1, 1999, the  
15 Department of Central Management Services shall be responsible  
16 for administering a program of health benefits for community  
17 college benefit recipients and community college dependent  
18 beneficiaries under this Section. The State Universities  
19 Retirement System and the boards of trustees of the various  
20 community college districts shall cooperate with the  
21 Department in this endeavor.

22 (c) Eligibility. All community college benefit recipients  
23 and community college dependent beneficiaries shall be

1 eligible to participate in the program established under this  
2 Section, without any interruption or delay in coverage or  
3 limitation as to pre-existing medical conditions. Eligibility  
4 to participate shall be determined by the appropriate community  
5 college and the determination will be provided to the State  
6 Universities Retirement System. The State Universities  
7 Retirement System may rely on this information in making  
8 deductions from annuity payments for premiums. Eligibility  
9 information shall be communicated to the Department of Central  
10 Management Services in a format acceptable to the Department.

11 (d) Coverage. The health benefit coverage provided under  
12 this Section shall be a program of health, dental, and vision  
13 benefits.

14 The program of health benefits under this Section may  
15 include any or all of the benefit limitations, including but  
16 not limited to a reduction in benefits based on eligibility for  
17 federal medicare benefits, that are provided under subsection  
18 (a) of Section 6 of this Act for other health benefit programs  
19 under this Act.

20 (e) Insurance rates and premiums. The Director shall  
21 determine the insurance rates and premiums for community  
22 college benefit recipients and community college dependent  
23 beneficiaries. Rates and premiums may be based in part on age  
24 and eligibility for federal Medicare coverage. The Director  
25 shall also determine premiums that will allow for the  
26 establishment of an actuarially sound reserve for this program.

1           The cost of health benefits under the program shall be paid  
2 as follows:

3           (1) For a community college benefit recipient, up to  
4 75% of the total insurance rate shall be paid from the  
5 Community College Health Insurance Security Fund.

6           (2) The balance of the rate of insurance, including the  
7 entire premium for any coverage for community college  
8 dependent beneficiaries that has been elected, shall be  
9 paid by deductions authorized by the community college  
10 benefit recipient to be withheld from his or her monthly  
11 annuity or benefit payment from the State Universities  
12 Retirement System; except that (i) if the balance of the  
13 cost of coverage exceeds the amount of the monthly annuity  
14 or benefit payment, the difference shall be paid directly  
15 to the State Universities Retirement System by the  
16 community college benefit recipient, and (ii) all or part  
17 of the balance of the cost of coverage may, at the option  
18 of the board of trustees of the community college district,  
19 be paid to the State Universities Retirement System by the  
20 board of the community college district from which the  
21 community college benefit recipient retired. The State  
22 Universities Retirement System shall promptly deposit all  
23 moneys withheld by or paid to it under this subdivision  
24 (e)(2) into the Community College Health Insurance  
25 Security Fund. These moneys shall not be considered assets  
26 of the State Universities Retirement System.

1           (f)    Financing.    All    revenues    arising    from    the  
2    administration of the health benefit program established under  
3    this Section shall be deposited into the Community College  
4    Health Insurance Security Fund, which is hereby created as a  
5    nonappropriated trust fund to be held outside the State  
6    Treasury, with the State Treasurer as custodian. Any interest  
7    earned on moneys in the Community College Health Insurance  
8    Security Fund shall be deposited into the Fund.

9           Moneys in the Community College Health Insurance Security  
10   Fund shall be used only to pay the costs of the health benefit  
11   program established under this Section, including associated  
12   administrative costs and the establishment of a program  
13   reserve. Beginning January 1, 1999, the Department of Central  
14   Management Services may make expenditures from the Community  
15   College Health Insurance Security Fund for those costs.

16          (g)    Contract for benefits. The Director shall by contract,  
17   self-insurance, or otherwise make available the program of  
18   health benefits for community college benefit recipients and  
19   their community college dependent beneficiaries that is  
20   provided for in this Section. The contract or other arrangement  
21   for the provision of these health benefits shall be on terms  
22   deemed by the Director to be in the best interest of the State  
23   of Illinois and the community college benefit recipients based  
24   on, but not limited to, such criteria as administrative cost,  
25   service capabilities of the carrier or other contractor, and  
26   the costs of the benefits.

1 (h) Continuation of program. It is the intention of the  
2 General Assembly that the program of health benefits provided  
3 under this Section be maintained on an ongoing, affordable  
4 basis. The program of health benefits provided under this  
5 Section may be amended by the State and is not intended to be a  
6 pension or retirement benefit subject to protection under  
7 Article XIII, Section 5 of the Illinois Constitution.

8 (i) Other health benefit plans. A health benefit plan  
9 provided by a community college district (other than a  
10 community college district subject to Article VII of the Public  
11 Community College Act) under the terms of a collective  
12 bargaining agreement in effect on or prior to the effective  
13 date of this amendatory Act of 1997 shall continue in force  
14 according to the terms of that agreement, unless otherwise  
15 mutually agreed by the parties to that agreement and the  
16 affected retiree. A community college benefit recipient or  
17 community college dependent beneficiary whose coverage under  
18 such a plan expires shall be eligible to begin participating in  
19 the program established under this Section without any  
20 interruption or delay in coverage or limitation as to  
21 pre-existing medical conditions.

22 This Act does not prohibit any community college district  
23 from offering additional health benefits for its retirees or  
24 their dependents or survivors.

25 (j) Nothing in this Section establishes a duty on the part  
26 of the State Universities Retirement System to certify, verify,

1 audit, or otherwise ensure the appropriateness or adequacy of  
2 the information received from the community colleges.

3 (Source: P.A. 90-497, eff. 8-18-97; 90-655, eff. 7-30-98.)

4 (5 ILCS 375/6.10)

5 Sec. 6.10. Contributions to the Community College Health  
6 Insurance Security Fund.

7 (a) Beginning January 1, 1999, every active contributor of  
8 the State Universities Retirement System (established under  
9 Article 15 of the Illinois Pension Code) who (1) is a full-time  
10 employee of a community college district (other than a  
11 community college district subject to Article VII of the Public  
12 Community College Act) or an association of community college  
13 boards and (2) is not an employee as defined in Section 3 of  
14 this Act shall make contributions toward the cost of community  
15 college annuitant and survivor health benefits at the rate of  
16 0.50% of salary.

17 These contributions shall be deducted by the employer and  
18 paid to the State Universities Retirement System as service  
19 agent for the Department of Central Management Services. The  
20 System may use the same processes for collecting the  
21 contributions required by this subsection that it uses to  
22 collect the contributions received from those employees under  
23 Section 15-157 of the Illinois Pension Code. An employer may  
24 agree to pick up or pay the contributions required under this  
25 subsection on behalf of the employee; such contributions shall

1 be deemed to have been paid by the employee.

2 The State Universities Retirement System shall promptly  
3 deposit all moneys collected under this subsection (a) into the  
4 Community College Health Insurance Security Fund created in  
5 Section 6.9 of this Act. The moneys collected under this  
6 Section shall be used only for the purposes authorized in  
7 Section 6.9 of this Act and shall not be considered to be  
8 assets of the State Universities Retirement System.  
9 Contributions made under this Section are not transferable to  
10 other pension funds or retirement systems and are not  
11 refundable upon termination of service.

12 (b) Beginning January 1, 1999, every community college  
13 district (other than a community college district subject to  
14 Article VII of the Public Community College Act) or association  
15 of community college boards that is an employer under the State  
16 Universities Retirement System shall contribute toward the  
17 cost of the community college health benefits provided under  
18 Section 6.9 of this Act an amount equal to 0.50% of the salary  
19 paid to its full-time employees who participate in the State  
20 Universities Retirement System and are not members as defined  
21 in Section 3 of this Act.

22 These contributions shall be paid by the employer to the  
23 State Universities Retirement System as service agent for the  
24 Department of Central Management Services. The System may use  
25 the same processes for collecting the contributions required by  
26 this subsection that it uses to collect the contributions



1 received from those employers under Section 15-155 of the  
2 Illinois Pension Code.

3 The State Universities Retirement System shall promptly  
4 deposit all moneys collected under this subsection (b) into the  
5 Community College Health Insurance Security Fund created in  
6 Section 6.9 of this Act. The moneys collected under this  
7 Section shall be used only for the purposes authorized in  
8 Section 6.9 of this Act and shall not be considered to be  
9 assets of the State Universities Retirement System.  
10 Contributions made under this Section are not transferable to  
11 other pension funds or retirement systems and are not  
12 refundable upon termination of service.

13 The Department of Healthcare and Family Services, or any  
14 successor agency designated to procure healthcare contracts  
15 pursuant to this Act, is authorized to establish funds,  
16 separate accounts provided by any bank or banks as defined by  
17 the Illinois Banking Act, or separate accounts provided by any  
18 savings and loan association or associations as defined by the  
19 Illinois Savings and Loan Act of 1985 to be held by the  
20 Director, outside the State treasury, for the purpose of  
21 receiving the transfer of moneys from the Community College  
22 Health Insurance Security Fund. The Department may promulgate  
23 rules further defining the methodology for the transfers. Any  
24 interest earned by moneys in the funds or accounts shall inure  
25 to the Community College Health Insurance Security Fund. The  
26 transferred moneys, and interest accrued thereon, shall be used

1 exclusively for transfers to administrative service  
2 organizations or their financial institutions for payments of  
3 claims to claimants and providers under the self-insurance  
4 health plan. The transferred moneys, and interest accrued  
5 thereon, shall not be used for any other purpose including, but  
6 not limited to, reimbursement of administration fees due the  
7 administrative service organization pursuant to its contract  
8 or contracts with the Department.

9 (c) On or before November 15 of each year, the Board of  
10 Trustees of the State Universities Retirement System shall  
11 certify to the Governor, the Director of Central Management  
12 Services, and the State Comptroller its estimate of the total  
13 amount of contributions to be paid under subsection (a) of this  
14 Section for the next fiscal year. Beginning in fiscal year  
15 2008, the amount certified shall be decreased or increased each  
16 year by the amount that the actual active employee  
17 contributions either fell short of or exceeded the estimate  
18 used by the Board in making the certification for the previous  
19 fiscal year. The State Universities Retirement System shall  
20 calculate the amount of actual active employee contributions in  
21 fiscal years 1999 through 2005. Based upon this calculation,  
22 the fiscal year 2008 certification shall include an amount  
23 equal to the cumulative amount that the actual active employee  
24 contributions either fell short of or exceeded the estimate  
25 used by the Board in making the certification for those fiscal  
26 years. The certification shall include a detailed explanation

1 of the methods and information that the Board relied upon in  
2 preparing its estimate. As soon as possible after the effective  
3 date of this Section, the Board shall submit its estimate for  
4 fiscal year 1999.

5 (d) Beginning in fiscal year 1999, on the first day of each  
6 month, or as soon thereafter as may be practical, the State  
7 Treasurer and the State Comptroller shall transfer from the  
8 General Revenue Fund to the Community College Health Insurance  
9 Security Fund 1/12 of the annual amount appropriated for that  
10 fiscal year to the State Comptroller for deposit into the  
11 Community College Health Insurance Security Fund under Section  
12 1.4 of the State Pension Funds Continuing Appropriation Act.

13 (e) Except where otherwise specified in this Section, the  
14 definitions that apply to Article 15 of the Illinois Pension  
15 Code apply to this Section.

16 (f) Nothing in this Section establishes a duty on the part  
17 of the State Universities Retirement System to certify, verify,  
18 audit, or otherwise ensure the appropriateness or adequacy of  
19 the contributions made by or information received from the  
20 community colleges.

21 (Source: P.A. 94-839, eff. 6-6-06; 95-632, eff. 9-25-07.)

22 Section 10. The Illinois Pension Code is amended by by  
23 adding Section 1-117.1 and changing Sections 1-150, 1A-108.5,  
24 and 15-159 as follows:

1 (40 ILCS 5/1-117.1 new)

2 Sec. 1-117.1. Qualified governmental plan. All pension  
3 funds and retirement systems established under this Code shall  
4 be administered in a manner required to satisfy the applicable  
5 qualification requirements for a qualified governmental plan,  
6 as provided by the U.S. Internal Revenue Code. If a statutory  
7 provision affecting a pension fund or retirement system  
8 conflicts with a qualification requirement in Section 401 of  
9 the U.S. Internal Revenue Code or the pension fund's or  
10 retirement system's status as a governmental plan under Section  
11 414(d) of the U.S. Internal Revenue Code with consequent  
12 federal regulations, then the provision is either ineffective  
13 or must be interpreted to conform with the federal  
14 qualification requirements and allow the pension fund or  
15 retirement system plan to retain its qualified status.

16 (40 ILCS 5/1-150)

17 Sec. 1-150. Approval of travel or educational mission. The  
18 expenses for travel or educational missions of a board member  
19 of a retirement system, pension fund, or investment board  
20 created under this Code, except those whose investments are  
21 restricted by Section 1-113.2 of this Code, must be approved by  
22 a majority of the board prior to the travel or educational  
23 mission. This Section does not apply to expenses necessarily  
24 incurred in the State of Illinois for attending board or board  
25 committee meetings or for carrying out duties as a trustee of

1 the retirement system, pension fund, or investment board.

2 (Source: P.A. 96-6, eff. 4-3-09.)

3 (40 ILCS 5/1A-108.5)

4 Sec. 1A-108.5. Economic opportunity investments.

5 (a) For the purposes of this Section:

6 "Economic opportunity investment" means a qualified  
7 investment, managed passively or actively by the pension fund,  
8 that promotes economic development within the State of Illinois  
9 by providing financially prudent investment opportunities in  
10 or through the use of (a) Illinois businesses or (b)  
11 Illinois-based projects that promote the economy of the State  
12 or a region of the State, including without limitation  
13 promotion of venture capital programs, coal and other natural  
14 resource development, tourism development, infrastructure  
15 development, real estate development, and job development  
16 within the State of Illinois, while producing a competitive  
17 rate of return commensurate with the risk of investment.

18 "Illinois business" means a business, including an  
19 investment adviser, that is headquartered in Illinois.

20 "Illinois-based project" means an individual project of a  
21 business, including the provision of products and investment  
22 and other services to the pension fund, that will result in the  
23 conduct of business within the State, the employment of  
24 individuals within the State, or the acquisition of real  
25 property located within the State.

1 (b) It is the public policy of the State of Illinois to  
2 encourage the pension funds, and any State entity investing  
3 funds on behalf of pension funds, to promote the economy of  
4 Illinois through the use of economic opportunity investments to  
5 the greatest extent feasible within the bounds of financial and  
6 fiduciary prudence.

7 (c) Each pension fund, except pension funds created under  
8 Articles 3 and 4 of this Code, shall submit a report to the  
9 Governor and the General Assembly by January ~~September~~ 1 of  
10 each year, beginning in 2011 ~~2009~~, that identifies the economic  
11 opportunity investments made by the fund, the primary location  
12 of the business or project, the percentage of the fund's assets  
13 in economic opportunity investments, and the actions that the  
14 fund has undertaken to ~~increase the use of~~ economic opportunity  
15 investments to the greatest extent feasible within the bounds  
16 of financial and fiduciary prudence.

17 (d) Pension funds created under Articles 2, 14, 15, 16, and  
18 18 of this Act, and any State agency investing funds on behalf  
19 of those pension funds, must make reasonable efforts to invest  
20 in economic opportunity investments.

21 (e) In making economic opportunity investments, trustees  
22 and fiduciaries must comply with the relevant requirements and  
23 restrictions set forth in Sections 1-109, 1-109.1, 1-109.2,  
24 1-110, and 1-111 of this Code. Economic opportunity investments  
25 that otherwise comply with this Code shall not be deemed  
26 imprudent solely because they are investments in an Illinois

1 business or Illinois-based project.

2 (Source: P.A. 96-753, eff. 8-25-09.)

3 (40 ILCS 5/15-159) (from Ch. 108 1/2, par. 15-159)

4 Sec. 15-159. Board created.

5 (a) A board of trustees constituted as provided in this  
6 Section shall administer this System. The board shall be known  
7 as the Board of Trustees of the State Universities Retirement  
8 System.

9 (b) Until July 1, 1995, the Board of Trustees shall be  
10 constituted as follows:

11 Two trustees shall be members of the Board of Trustees of  
12 the University of Illinois, one shall be a member of the Board  
13 of Trustees of Southern Illinois University, one shall be a  
14 member of the Board of Trustees of Chicago State University,  
15 one shall be a member of the Board of Trustees of Eastern  
16 Illinois University, one shall be a member of the Board of  
17 Trustees of Governors State University, one shall be a member  
18 of the Board of Trustees of Illinois State University, one  
19 shall be a member of the Board of Trustees of Northeastern  
20 Illinois University, one shall be a member of the Board of  
21 Trustees of Northern Illinois University, one shall be a member  
22 of the Board of Trustees of Western Illinois University, and  
23 one shall be a member of the Illinois Community College Board,  
24 selected in each case by their respective boards, and 2 shall  
25 be participants of the system appointed by the Governor for a 6

1 year term with the first appointment made pursuant to this  
2 amendatory Act of 1984 to be effective September 1, 1985, and  
3 one shall be a participant appointed by the Illinois Community  
4 College Board for a 6 year term, and one shall be a participant  
5 appointed by the Board of Trustees of the University of  
6 Illinois for a 6 year term, and one shall be a participant or  
7 annuitant of the system who is a senior citizen age 60 or older  
8 appointed by the Governor for a 6 year term with the first  
9 appointment to be effective September 1, 1985.

10 The terms of all trustees holding office under this  
11 subsection (b) on June 30, 1995 shall terminate at the end of  
12 that day and the Board shall thereafter be constituted as  
13 provided in subsection (c).

14 (c) Beginning July 1, 1995, the Board of Trustees shall be  
15 constituted as follows:

16 The Board shall consist of 9 trustees appointed by the  
17 Governor. Two of the trustees, designated at the time of  
18 appointment, shall be participants of the System. Two of the  
19 trustees, designated at the time of appointment, shall be  
20 annuitants of the System who are receiving retirement annuities  
21 under this Article. The 5 remaining trustees may, but need not,  
22 be participants or annuitants of the System.

23 The term of office of trustees appointed under this  
24 subsection (c) shall be 6 years, beginning on July 1. However,  
25 of the initial trustees appointed under this subsection (c), 3  
26 shall be appointed for terms of 2 years, 3 shall be appointed



1 for terms of 4 years, and 3 shall be appointed for terms of 6  
2 years, to be designated by the Governor at the time of  
3 appointment.

4 The terms of all trustees holding office under this  
5 subsection (c) on the effective date of this amendatory Act of  
6 the 96th General Assembly shall terminate on that effective  
7 date. The Governor shall make nominations for appointment under  
8 this Section within 60 days after the effective date of this  
9 amendatory Act of the 96th General Assembly. A trustee sitting  
10 on the board on the effective date of this amendatory Act of  
11 the 96th General Assembly may not hold over in office for more  
12 than 90 days after the effective date of this amendatory Act of  
13 the 96th General Assembly. Nothing in this Section shall  
14 prevent the Governor from making a temporary appointment or  
15 nominating a trustee holding office on the day before the  
16 effective date of this amendatory Act of the 96th General  
17 Assembly.

18 (d) Beginning on the 90th day after the effective date of  
19 this amendatory Act of the 96th General Assembly, the Board of  
20 Trustees shall be constituted as follows:

21 (1) The Chairperson of the Board of Higher Education,  
22 who shall act as president ~~chairperson~~ of this Board.

23 (2) Four trustees appointed by the Governor with the  
24 advice and consent of the Senate who may not be members of  
25 the system or hold an elective State office and who shall  
26 serve for a term of 6 years, except that the terms of the

1 initial appointees under this subsection (d) shall be as  
2 follows: 2 for a term of 3 years, expiring on June 30, 2012  
3 and 2 for a term of 6 years, expiring on June 30, 2015.

4 (3) Four active participants of the system to be  
5 elected from the contributing membership of the system by  
6 the contributing members, no more than 2 of which may be  
7 from any of the University of Illinois campuses, who shall  
8 serve for a term of 6 years, except that the terms of the  
9 initial electees shall be as follows: 2 for a term of 3  
10 years and 2 for a term of 6 years.

11 (4) Two annuitants of the system who have been  
12 annuitants for at least one full year, to be elected from  
13 and by the annuitants of the system, no more than one of  
14 which may be from any of the University of Illinois  
15 campuses, who shall serve for a term of 6 years, except  
16 that the terms of the initial electees shall be as follows:  
17 one for a term of 3 years and one for a term of 6 years.

18 For the purposes of this Section, the Governor may make a  
19 nomination and the Senate may confirm the nominee in advance of  
20 the commencement of the nominee's term of office.

21 (e) The 6 elected trustees shall be elected within 90 days  
22 after the effective date of this amendatory Act of the 96th  
23 General Assembly for a term beginning on the 90th day after the  
24 effective date of this amendatory Act. Trustees shall be  
25 elected thereafter as terms expire for a 6-year term beginning  
26 July 1 ~~15~~ next following their election, and such election

1 shall be concluded ~~held~~ on May 1, or on May 2 when May 1 falls  
2 on a Sunday. The board may establish rules for the election of  
3 trustees to implement the provisions of this amendatory Act of  
4 the 96th General Assembly and for future elections. Candidates  
5 for the participating trustee shall be nominated by petitions  
6 in writing, signed by not less than 400 participants with their  
7 addresses shown opposite their names. Candidates for the  
8 annuitant trustee shall be nominated by petitions in writing,  
9 signed by not less than 100 annuitants with their addresses  
10 shown opposite their names. If there is more than one qualified  
11 nominee for each elected trustee position, then the board shall  
12 conduct a secret ballot election ~~by mail~~ for that trustee, in  
13 accordance with rules as established by the board. If there is  
14 only one qualified person nominated by petition for each  
15 elected trustee position, then the election as required by this  
16 Section shall not be conducted for that trustee and the board  
17 shall declare such nominee duly elected. A vacancy occurring in  
18 the elective membership of the board shall be filled with a  
19 qualified person for the remainder of the unexpired term by the  
20 elected trustees serving on the board ~~for the remainder of the~~  
21 ~~term~~.

22 (f) A vacancy occurring in the appointed membership of ~~on~~  
23 the board of trustees caused by resignation, death, expiration  
24 of term of office, or other reason shall be filled by a  
25 qualified person appointed by the Governor for the remainder of  
26 the unexpired term.

1 (g) Trustees (other than the trustees incumbent on June 30,  
2 1995 or as provided in subsection (c) of this Section) shall  
3 continue in office until their respective successors are  
4 appointed and have qualified, except that a trustee appointed  
5 to one of the participant positions shall be disqualified  
6 immediately upon the termination of his or her status as a  
7 participant and a trustee appointed to one of the annuitant  
8 positions shall be disqualified immediately upon the  
9 termination of his or her status as an annuitant receiving a  
10 retirement annuity.

11 (h) Each trustee must take an oath of office before a  
12 notary public of this State and shall qualify as a trustee upon  
13 the presentation to the board of a certified copy of the oath.  
14 The oath must state that the person will diligently and  
15 honestly administer the affairs of the retirement system, and  
16 will not knowingly violate or wilfully permit to be violated  
17 any provisions of this Article.

18 Each trustee shall serve without compensation but shall be  
19 reimbursed for expenses necessarily incurred in attending  
20 board meetings and carrying out his or her duties as a trustee  
21 or officer of the system.

22 (i) This amendatory Act of 1995 is intended to supersede  
23 the changes made to this Section by Public Act 89-4.

24 (Source: P.A. 96-6, eff. 4-3-09; revised 4-14-09.)

25 Section 99. Effective date. This Act takes effect upon  
26 becoming law.

1 INDEX

2 Statutes amended in order of appearance

3 5 ILCS 375/6.9

4 5 ILCS 375/6.10

5 40 ILCS 5/1-117.1 new

6 40 ILCS 5/1-150

7 40 ILCS 5/1A-108.5

8 40 ILCS 5/15-159 from Ch. 108 1/2, par. 15-159