

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 adding
5 Section 3-110.11 and 5-237.5 as follows:

6 (40 ILCS 5/3-110.11 new)

7 Sec. 3-110.11. Transfer of creditable service from Article
8 5 fund. For a period of 60 days after the effective date of
9 this Section, a person may transfer to a fund established under
10 this Article up to 10 years of creditable service accumulated
11 under Article 5 of this Code upon payment to the fund of an
12 amount to be determined by the board, equal to (i) the
13 difference between the amount of employee and employer
14 contributions transferred to the fund under Section 5-237.5 and
15 the amounts that would have been contributed had such
16 contributions been made at the rates applicable to an employee
17 under this Article, plus (ii) interest thereon at the
18 actuarially assumed rate, compounded annually, from the date of
19 service to the date of payment.

20 (40 ILCS 5/5-237.5 new)

21 Sec. 5-237.5. Transfer of creditable service to Article 3
22 fund.

1 (a) Any person who is an active participant in a pension
2 fund established under Article 3 of this Code may, for a period
3 of 60 days after the effective date of this Section, apply for
4 transfer of his or her credits and creditable service
5 accumulated in this Fund to that Article 3 fund. Upon receipt
6 of a written application to make this transfer, the Fund shall
7 pay to the Article 3 fund an amount consisting of:

8 (1) the amounts credited to the applicant through
9 employee contributions, plus accumulated interest; plus

10 (2) an amount representing municipality contributions,
11 equal to the amount determined under item (1); plus

12 (3) any interest paid to the Fund in order to reinstate
13 credits and creditable service under subsection (b).

14 Participation in this Fund shall terminate on the date of the
15 transfer.

16 (b) As part of a transfer under subsection (a), a person
17 may reinstate credits and creditable service that was
18 terminated upon receipt of a refund, by paying to the Fund the
19 amount of the refund plus interest thereon at the actuarially
20 assumed rate, compounded annually, from the date of the refund
21 to the date of payment.

22 Section 90. The State Mandates Act is amended by adding
23 Section 8.35 as follows:

24 (30 ILCS 805/8.35 new)

1 Sec. 8.35. Exempt mandate. Notwithstanding Sections 6 and 8
2 of this Act, no reimbursement by the State is required for the
3 implementation of any mandate created by this amendatory Act of
4 the 97th General Assembly.

5 Section 99. Effective date. This Act takes effect upon
6 becoming law.