



97TH GENERAL ASSEMBLY

State of Illinois

2011 and 2012

HB5865

Introduced 2/16/2012, by Rep. Chapin Rose

SYNOPSIS AS INTRODUCED:

40 ILCS 5/24-105.1

Amends the Deferred Compensation Article of the Illinois Pension Code. Provides that to the extent that federal law or regulations have been changed to allow plans established under Section 457 of the Internal Revenue Code to be amended to allow designated Roth contributions and in-plan rollovers to designated Roth accounts, the Department of Central Management Services and units of local government with such plans shall within a reasonable time amend their plans accordingly.

LRB097 17969 EFG 63192 b

FISCAL NOTE ACT
MAY APPLY

PENSION IMPACT
NOTE ACT MAY
APPLY

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 changing
5 Section 24-105.1 as follows:

6 (40 ILCS 5/24-105.1)

7 Sec. 24-105.1. Changes in federal law.

8 (a) To the extent that federal law or regulations which
9 require a governmental employer to own the assets of its
10 deferred compensation plan are changed to allow plans
11 established under Section 457 of the Internal Revenue Code to
12 hold their assets in trust, a custodial account, an annuity
13 contract, an insurance contract or some other contract, the
14 Department of Central Management Services and units of local
15 government with plans established under Section 24-107 shall
16 within a reasonable time amend their plans accordingly.

17 (b) To the extent that federal law or regulations have been
18 changed to allow plans established under Section 457 of the
19 Internal Revenue Code to be amended to allow designated Roth
20 contributions and in-plan rollovers to designated Roth
21 accounts, the Department of Central Management Services and
22 units of local government with plans established under Section
23 24-107 shall within a reasonable time amend their plans

1 accordingly.

2 (Source: P.A. 89-478, eff. 6-18-96.)