

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.)