**Section 1650.1124 Income Tax Reporting**

For tax reporting of income received pursuant to a QILDRO, if the alternate payee is the annuitant's spouse or former spouse, the System will report income to the recipient and the nontaxable portion of the member's benefit will be allocated pro rata between the annuitant and the alternate payee. However, if the alternate payee is the annuitant's child or other dependent, the System will report income received by the child or other dependent to the annuitant, and the nontaxable portion of the member's benefit will be allocated to the annuitant.

(Source: Amended at 39 Ill. Reg. 5259, effective March 20, 2015)