

1 AN ACT in relation to 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  
5 changing Section 14-110 as follows:

6 (40 ILCS 5/14-110) (from Ch. 108 1/2, par. 14-110)  
7 Sec. 14-110. Alternative retirement annuity.

8 (a) Any member who has withdrawn from service with not  
9 less than 20 years of eligible creditable service and has  
10 attained age 55, and any member who has withdrawn from  
11 service with not less than 25 years of eligible creditable  
12 service and has attained age 50, regardless of whether the  
13 attainment of either of the specified ages occurs while the  
14 member is still in service, shall be entitled to receive at  
15 the option of the member, in lieu of the regular or minimum  
16 retirement annuity, a retirement annuity computed as  
17 follows:

18 (i) for periods of service as a noncovered  
19 employee, 2 1/4% of final average compensation for each  
20 of the first 10 years of creditable service, 2 1/2% for  
21 each year above 10 years to and including 20 years of  
22 creditable service, and 2 3/4% for each year of  
23 creditable service above 20 years; and

24 (ii) for periods of eligible creditable service as  
25 a covered employee, 1.67% of final average compensation  
26 for each of the first 10 years of such service, 1.90% for  
27 each of the next 10 years of such service, 2.10% for each  
28 year of such service in excess of 20 but not exceeding  
29 30, and 2.30% for each year in excess of 30.

30 Such annuity shall be subject to a maximum of 75% of  
31 final average compensation. These rates shall not be

1 applicable to any service performed by a member as a covered  
2 employee which is not eligible creditable service. Service  
3 as a covered employee which is not eligible creditable  
4 service shall be subject to the rates and provisions of  
5 Section 14-108.

6 (b) For the purpose of this Section, "eligible  
7 creditable service" means creditable service resulting from  
8 service in one or more of the following positions:

- 9 (1) State policeman;
- 10 (2) fire fighter in the fire protection service of  
11 a department;
- 12 (3) air pilot;
- 13 (4) special agent;
- 14 (5) investigator for the Secretary of State;
- 15 (6) conservation police officer;
- 16 (7) investigator for the Department of Revenue;
- 17 (8) security employee of the Department of Human  
18 Services;
- 19 (9) Central Management Services security police  
20 officer;
- 21 (10) security employee of the Department of  
22 Corrections;
- 23 (11) dangerous drugs investigator;
- 24 (12) investigator for the Department of State  
25 Police;
- 26 (13) investigator for the Office of the Attorney  
27 General;
- 28 (14) controlled substance inspector;
- 29 (15) investigator for the Office of the State's  
30 Attorneys Appellate Prosecutor;
- 31 (16) Commerce Commission police officer;
- 32 (17) arson investigator.

33 A person employed in one of the positions specified in  
34 this subsection is entitled to eligible creditable service

1 for service credit earned under this Article while undergoing  
2 the basic police training course approved by the Illinois Law  
3 Enforcement Training Standards Board, if completion of that  
4 training is required of persons serving in that position.  
5 For the purposes of this Code, service during the required  
6 basic police training course shall be deemed performance of  
7 the duties of the specified position, even though the person  
8 is not a sworn peace officer at the time of the training.

9 (c) For the purposes of this Section:

10 (1) The term "state policeman" includes any title  
11 or position in the Department of State Police that is  
12 held by an individual employed under the State Police  
13 Act.

14 (2) The term "fire fighter in the fire protection  
15 service of a department" includes all officers in such  
16 fire protection service including fire chiefs and  
17 assistant fire chiefs.

18 (3) The term "air pilot" includes any employee  
19 whose official job description on file in the Department  
20 of Central Management Services, or in the department by  
21 which he is employed if that department is not covered by  
22 the Personnel Code, states that his principal duty is the  
23 operation of aircraft, and who possesses a pilot's  
24 license; however, the change in this definition made by  
25 this amendatory Act of 1983 shall not operate to exclude  
26 any noncovered employee who was an "air pilot" for the  
27 purposes of this Section on January 1, 1984. The term  
28 "air pilot" also includes any person employed by the  
29 Illinois Department of Transportation in the position of  
30 flight safety coordinator or Bureau Chief of Air  
31 Operations.

32 (4) The term "special agent" means any person who  
33 by reason of employment by the Division of Narcotic  
34 Control, the Bureau of Investigation or, after July 1,

1 1977, the Division of Criminal Investigation, the  
2 Division of Internal Investigation, the Division of  
3 Operations, or any other Division or organizational  
4 entity in the Department of State Police is vested by law  
5 with duties to maintain public order, investigate  
6 violations of the criminal law of this State, enforce the  
7 laws of this State, make arrests and recover property.  
8 The term "special agent" includes any title or position  
9 in the Department of State Police that is held by an  
10 individual employed under the State Police Act.

11 (5) The term "investigator for the Secretary of  
12 State" means any person employed by the Office of the  
13 Secretary of State and vested with such investigative  
14 duties as render him ineligible for coverage under the  
15 Social Security Act by reason of Sections 218(d)(5)(A),  
16 218(d)(8)(D) and 218(1)(1) of that Act.

17 A person who became employed as an investigator for  
18 the Secretary of State between January 1, 1967 and  
19 December 31, 1975, and who has served as such until  
20 attainment of age 60, either continuously or with a  
21 single break in service of not more than 3 years  
22 duration, which break terminated before January 1, 1976,  
23 shall be entitled to have his retirement annuity  
24 calculated in accordance with subsection (a),  
25 notwithstanding that he has less than 20 years of credit  
26 for such service.

27 (6) The term "Conservation Police Officer" means  
28 any person employed by the Division of Law Enforcement of  
29 the Department of Natural Resources and vested with such  
30 law enforcement duties as render him ineligible for  
31 coverage under the Social Security Act by reason of  
32 Sections 218(d)(5)(A), 218(d)(8)(D), and 218(1)(1) of  
33 that Act. The term "Conservation Police Officer"  
34 includes the positions of Chief Conservation Police

1 Administrator and Assistant Conservation Police  
2 Administrator.

3 (7) The term "investigator for the Department of  
4 Revenue" means any person employed by the Department of  
5 Revenue and vested with such investigative duties as  
6 render him ineligible for coverage under the Social  
7 Security Act by reason of Sections 218(d)(5)(A),  
8 218(d)(8)(D) and 218(1)(1) of that Act.

9 (8) The term "security employee of the Department  
10 of Human Services" means any person employed by the  
11 Department of Human Services who is employed at the  
12 Chester Mental Health Center and has daily contact with  
13 the residents thereof, or who is a mental health police  
14 officer. "Mental health police officer" means any person  
15 employed by the Department of Human Services in a  
16 position pertaining to the Department's mental health and  
17 developmental disabilities functions who is vested with  
18 such law enforcement duties as render the person  
19 ineligible for coverage under the Social Security Act by  
20 reason of Sections 218(d)(5)(A), 218(d)(8)(D) and  
21 218(1)(1) of that Act.

22 (9) "Central Management Services security police  
23 officer" means any person employed by the Department of  
24 Central Management Services who is vested with such law  
25 enforcement duties as render him ineligible for coverage  
26 under the Social Security Act by reason of Sections  
27 218(d)(5)(A), 218(d)(8)(D) and 218(1)(1) of that Act.

28 (10) The term "security employee of the Department  
29 of Corrections" means any employee of the Department of  
30 Corrections or the former Department of Personnel, and  
31 any member or employee of the Prisoner Review Board, who  
32 has daily contact with inmates by working within a  
33 correctional facility or who is a parole officer or an  
34 employee who has direct contact with committed persons in

1 the performance of his or her job duties.

2 (11) The term "dangerous drugs investigator" means  
3 any person who is employed as such by the Department of  
4 Human Services.

5 (12) The term "investigator for the Department of  
6 State Police" means a person employed by the Department  
7 of State Police who is vested under Section 4 of the  
8 Narcotic Control Division Abolition Act with such law  
9 enforcement powers as render him ineligible for coverage  
10 under the Social Security Act by reason of Sections  
11 218(d)(5)(A), 218(d)(8)(D) and 218(1)(1) of that Act.

12 (13) "Investigator for the Office of the Attorney  
13 General" means any person who is employed as such by the  
14 Office of the Attorney General and is vested with such  
15 investigative duties as render him ineligible for  
16 coverage under the Social Security Act by reason of  
17 Sections 218(d)(5)(A), 218(d)(8)(D) and 218(1)(1) of that  
18 Act. For the period before January 1, 1989, the term  
19 includes all persons who were employed as investigators  
20 by the Office of the Attorney General, without regard to  
21 social security status.

22 (14) "Controlled substance inspector" means any  
23 person who is employed as such by the Department of  
24 Professional Regulation and is vested with such law  
25 enforcement duties as render him ineligible for coverage  
26 under the Social Security Act by reason of Sections  
27 218(d)(5)(A), 218(d)(8)(D) and 218(1)(1) of that Act.  
28 The term "controlled substance inspector" includes the  
29 Program Executive of Enforcement and the Assistant  
30 Program Executive of Enforcement.

31 (15) The term "investigator for the Office of the  
32 State's Attorneys Appellate Prosecutor" means a person  
33 employed in that capacity on a full time basis under the  
34 authority of Section 7.06 of the State's Attorneys

1 Appellate Prosecutor's Act.

2 (16) "Commerce Commission police officer" means any  
3 person employed by the Illinois Commerce Commission who  
4 is vested with such law enforcement duties as render him  
5 ineligible for coverage under the Social Security Act by  
6 reason of Sections 218(d)(5)(A), 218(d)(8)(D), and  
7 218(1)(1) of that Act.

8 (17) "Arson investigator" means any person who is  
9 employed as such by the Office of the State Fire Marshal  
10 and is vested with such law enforcement duties as render  
11 the person ineligible for coverage under the Social  
12 Security Act by reason of Sections 218(d)(5)(A),  
13 218(d)(8)(D), and 218(1)(1) of that Act. A person who  
14 was employed as an arson investigator on January 1, 1995  
15 and is no longer in service but not yet receiving a  
16 retirement annuity may convert his or her creditable  
17 service for employment as an arson investigator into  
18 eligible creditable service by paying to the System the  
19 difference between the employee contributions actually  
20 paid for that service and the amounts that would have  
21 been contributed if the applicant were contributing at  
22 the rate applicable to persons with the same social  
23 security status earning eligible creditable service on  
24 the date of application.

25 (d) A security employee of the Department of  
26 Corrections, and a security employee of the Department of  
27 Human Services who is not a mental health police officer,  
28 shall not be eligible for the alternative retirement annuity  
29 provided by this Section unless he or she meets the following  
30 minimum age and service requirements at the time of  
31 retirement:

32 (i) 25 years of eligible creditable service and age  
33 55; or

34 (ii) beginning January 1, 1987, 25 years of

1 eligible creditable service and age 54, or 24 years of  
2 eligible creditable service and age 55; or

3 (iii) beginning January 1, 1988, 25 years of  
4 eligible creditable service and age 53, or 23 years of  
5 eligible creditable service and age 55; or

6 (iv) beginning January 1, 1989, 25 years of  
7 eligible creditable service and age 52, or 22 years of  
8 eligible creditable service and age 55; or

9 (v) beginning January 1, 1990, 25 years of eligible  
10 creditable service and age 51, or 21 years of eligible  
11 creditable service and age 55; or

12 (vi) beginning January 1, 1991, 25 years of  
13 eligible creditable service and age 50, or 20 years of  
14 eligible creditable service and age 55.

15 Persons who have service credit under Article 16 of this  
16 Code for service as a security employee of the Department of  
17 Corrections in a position requiring certification as a  
18 teacher may count such service toward establishing their  
19 eligibility under the service requirements of this Section;  
20 but such service may be used only for establishing such  
21 eligibility, and not for the purpose of increasing or  
22 calculating any benefit.

23 (e) If a member enters military service while working in  
24 a position in which eligible creditable service may be  
25 earned, and returns to State service in the same or another  
26 such position, and fulfills in all other respects the  
27 conditions prescribed in this Article for credit for military  
28 service, such military service shall be credited as eligible  
29 creditable service for the purposes of the retirement annuity  
30 prescribed in this Section.

31 (f) For purposes of calculating retirement annuities  
32 under this Section, periods of service rendered after  
33 December 31, 1968 and before October 1, 1975 as a covered  
34 employee in the position of special agent, conservation



1 police officer, mental health police officer, or investigator  
2 for the Secretary of State, shall be deemed to have been  
3 service as a noncovered employee, provided that the employee  
4 pays to the System prior to retirement an amount equal to (1)  
5 the difference between the employee contributions that would  
6 have been required for such service as a noncovered employee,  
7 and the amount of employee contributions actually paid, plus  
8 (2) if payment is made after July 31, 1987, regular interest  
9 on the amount specified in item (1) from the date of service  
10 to the date of payment.

11 For purposes of calculating retirement annuities under  
12 this Section, periods of service rendered after December 31,  
13 1968 and before January 1, 1982 as a covered employee in the  
14 position of investigator for the Department of Revenue shall  
15 be deemed to have been service as a noncovered employee,  
16 provided that the employee pays to the System prior to  
17 retirement an amount equal to (1) the difference between the  
18 employee contributions that would have been required for such  
19 service as a noncovered employee, and the amount of employee  
20 contributions actually paid, plus (2) if payment is made  
21 after January 1, 1990, regular interest on the amount  
22 specified in item (1) from the date of service to the date of  
23 payment.

24 (g) A State policeman may elect, not later than January  
25 1, 1990, to establish eligible creditable service for up to  
26 10 years of his service as a policeman under Article 3, by  
27 filing a written election with the Board, accompanied by  
28 payment of an amount to be determined by the Board, equal to  
29 (i) the difference between the amount of employee and  
30 employer contributions transferred to the System under  
31 Section 3-110.5, and the amounts that would have been  
32 contributed had such contributions been made at the rates  
33 applicable to State policemen, plus (ii) interest thereon at  
34 the effective rate for each year, compounded annually, from

1 the date of service to the date of payment.

2 Subject to the limitation in subsection (i), a State  
3 policeman may elect, not later than July 1, 1993, to  
4 establish eligible creditable service for up to 10 years of  
5 his service as a member of the County Police Department under  
6 Article 9, by filing a written election with the Board,  
7 accompanied by payment of an amount to be determined by the  
8 Board, equal to (i) the difference between the amount of  
9 employee and employer contributions transferred to the System  
10 under Section 9-121.10 and the amounts that would have been  
11 contributed had those contributions been made at the rates  
12 applicable to State policemen, plus (ii) interest thereon at  
13 the effective rate for each year, compounded annually, from  
14 the date of service to the date of payment.

15 (h) Subject to the limitation in subsection (i), a State  
16 policeman or investigator for the Secretary of State may  
17 elect to establish eligible creditable service for up to 12  
18 years of his service as a policeman under Article 5, by  
19 filing a written election with the Board on or before January  
20 31, 1992, and paying to the System by January 31, 1994 an  
21 amount to be determined by the Board, equal to (i) the  
22 difference between the amount of employee and employer  
23 contributions transferred to the System under Section 5-236,  
24 and the amounts that would have been contributed had such  
25 contributions been made at the rates applicable to State  
26 policemen, plus (ii) interest thereon at the effective rate  
27 for each year, compounded annually, from the date of service  
28 to the date of payment.

29 Subject to the limitation in subsection (i), a State  
30 policeman, conservation police officer, or investigator for  
31 the Secretary of State may elect to establish eligible  
32 creditable service for up to 10 years of service as a  
33 sheriff's law enforcement employee under Article 7, by filing  
34 a written election with the Board on or before January 31,

1 1993, and paying to the System by January 31, 1994 an amount  
2 to be determined by the Board, equal to (i) the difference  
3 between the amount of employee and employer contributions  
4 transferred to the System under Section 7-139.7, and the  
5 amounts that would have been contributed had such  
6 contributions been made at the rates applicable to State  
7 policemen, plus (ii) interest thereon at the effective rate  
8 for each year, compounded annually, from the date of service  
9 to the date of payment.

10 (i) The total amount of eligible creditable service  
11 established by any person under subsections (g), (h), (j),  
12 (k), and (l) of this Section shall not exceed 12 years.

13 (j) Subject to the limitation in subsection (i), an  
14 investigator for the Office of the State's Attorneys  
15 Appellate Prosecutor or a controlled substance inspector may  
16 elect to establish eligible creditable service for up to 10  
17 years of his service as a policeman under Article 3 or a  
18 sheriff's law enforcement employee under Article 7, by filing  
19 a written election with the Board, accompanied by payment of  
20 an amount to be determined by the Board, equal to (1) the  
21 difference between the amount of employee and employer  
22 contributions transferred to the System under Section 3-110.6  
23 or 7-139.8, and the amounts that would have been contributed  
24 had such contributions been made at the rates applicable to  
25 State policemen, plus (2) interest thereon at the effective  
26 rate for each year, compounded annually, from the date of  
27 service to the date of payment.

28 (k) Subject to the limitation in subsection (i) of this  
29 Section, an alternative formula employee may elect to  
30 establish eligible creditable service for periods spent as a  
31 full-time law enforcement officer or full-time corrections  
32 officer employed by the federal government or by a state or  
33 local government located outside of Illinois, for which  
34 credit is not held in any other public employee pension fund

1 or retirement system. To obtain this credit, the applicant  
2 must file a written application with the Board by March 31,  
3 1998, accompanied by evidence of eligibility acceptable to  
4 the Board and payment of an amount to be determined by the  
5 Board, equal to (1) employee contributions for the credit  
6 being established, based upon the applicant's salary on the  
7 first day as an alternative formula employee after the  
8 employment for which credit is being established and the  
9 rates then applicable to alternative formula employees, plus  
10 (2) an amount determined by the Board to be the employer's  
11 normal cost of the benefits accrued for the credit being  
12 established, plus (3) regular interest on the amounts in  
13 items (1) and (2) from the first day as an alternative  
14 formula employee after the employment for which credit is  
15 being established to the date of payment.

16 (1) Subject to the limitation in subsection (i), a  
17 security employee of the Department of Corrections may elect,  
18 not later than July 1, 1998, to establish eligible creditable  
19 service for up to 10 years of his or her service as a  
20 policeman under Article 3, by filing a written election with  
21 the Board, accompanied by payment of an amount to be  
22 determined by the Board, equal to (i) the difference between  
23 the amount of employee and employer contributions transferred  
24 to the System under Section 3-110.5, and the amounts that  
25 would have been contributed had such contributions been made  
26 at the rates applicable to security employees of the  
27 Department of Corrections, plus (ii) interest thereon at the  
28 effective rate for each year, compounded annually, from the  
29 date of service to the date of payment.

30 (Source: P.A. 90-32, eff. 6-27-97; 91-357, eff. 7-29-99;  
31 91-760, eff. 1-1-01.)

32 Section 99. Effective date. This Act takes effect upon  
33 becoming law.