



PAYROLL BULLETIN

To: All State Agencies, Boards and Commissions
From: Steven L. Valasek, Director of State Accounting
Date: July 12, 2002
Subject: Early Retirement Incentive (ERI) - Payroll Deduction Types/Codes
Number: 3-02

Public Act 92-0566 offers employees an Early Retirement Incentive (ERI). To facilitate this new legislation, the Office of the Comptroller has created several new payroll deduction types/codes to allow for the purchase of additional retirement service credit. These codes are effective August 1, 2002.

The new deduction types/codes (listed below), should be placed in one of the twenty (20) miscellaneous type/code fields on the tape layout.

<u>Deduction Type</u>	<u>Deduction Code</u>	<u>Explanation</u>
B	SER	Pre-Tax: purchasing additional Credit (ERI) for State Employees' Retirement System
B	SLS	Pre-Tax: purchasing credit for lump sum (vacation/sick) For State Employees' Retirement System
4	SLS	Post Tax: purchasing credit for lump sum (vacation/sick) for State Employees' Retirement System
B	TER	Pre-Tax: purchasing additional credit (ERI) for Teacher's Retirement System

The total amounts are to be included in the current trailer (15-015 for Teacher's Retirement or 82-082 for State Employee's Retirement). A separate trailer should not be created.

NO REVERSALS ARE TO BE MADE AGAINST THE NEW PAYROLL DEDUCTION TYPES/CODES. All refunds or adjustments will be processed and distributed by the corresponding retirement system.

All other optional service purchase from the member's lump sum salary payment (such as qualifying periods or military credit) should continue to be reported to State Employee's Retirement System using the miscellaneous deduction type/codes of B082(pre-tax) or 4082(post tax).

If you have any questions regarding the authorization or calculation of any optional retirement service purchase, please contact your retirement system representative. If you have any questions regarding the completion of the payroll voucher or magnetic tape, please contact Nancy Smith at the Comptroller's Office (217-782-4758). Agencies may access this and other Payroll, SAMS and Accounting Bulletins on the Comptroller's website at www.ioc.state.il.us under Resource Library. Agencies may reproduce this bulletin as needed for internal distribution purposes.