



100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

HB4940

by Rep. Thomas M. Bennett

SYNOPSIS AS INTRODUCED:

40 ILCS 5/3-144.7 new
40 ILCS 5/4-138.7 new

Amends the Downstate Police and Downstate Firefighter Articles of the Illinois Pension Code. Provides that, subject to appropriation, beginning with fiscal year 2019, a municipality that has a fund created after July 1, 2012 may apply to the Department of Insurance for reimbursement for administrative costs associated with the creation and administration of the fund, including, but not limited to, legal fees, actuarial analyses, continuing education for board members, and other qualified costs, as determined by the Department of Insurance. Provides that reimbursement may only be made for administrative costs associated with the first 5 years after the fund is created. Provides that a municipality that established a fund pursuant to a referendum is not eligible for reimbursement. Authorizes rulemaking. Effective immediately.

LRB100 16364 RPS 31492 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 adding
5 Sections 3-144.7 and 4-138.7 as follows:

6 (40 ILCS 5/3-144.7 new)

7 Sec. 3-144.7. Reimbursement for certain administrative
8 costs. Subject to appropriation, beginning with fiscal year
9 2019, a municipality that has a fund under this Article that
10 was established after July 1, 2012 may apply to the Department
11 of Insurance for reimbursement for administrative costs
12 associated with the establishment and administration of that
13 fund, including, but not limited to, legal fees, actuarial
14 analyses, continuing education for board members, and other
15 qualified costs, as determined by the Department of Insurance.
16 Reimbursement under this Section may only be made for
17 administrative costs associated with the first 5 years after
18 the establishment of the fund. This Section does not apply to a
19 municipality that established a fund pursuant to a referendum
20 held under Section 3-145. The Department of Insurance shall
21 adopt rules to implement this Section.

22 (40 ILCS 5/4-138.7 new)

1 Sec. 4-138.7. Reimbursement for certain administrative
2 costs. Subject to appropriation, beginning with fiscal year
3 2019, a municipality that has a fund under this Article that
4 was established after July 1, 2012 may apply to the Department
5 of Insurance for reimbursement for administrative costs
6 associated with the establishment and administration of that
7 fund, including, but not limited to, legal fees, actuarial
8 analyses, continuing education for board members, and other
9 qualified costs, as determined by the Department of Insurance.
10 Reimbursement under this Section may only be made for
11 administrative costs associated with the first 5 years after
12 the establishment of the fund. This Section does not apply to a
13 municipality that established a fund pursuant to a referendum
14 held under Section 4-141. The Department of Insurance shall
15 adopt rules to implement this Section.

16 Section 99. Effective date. This Act takes effect upon
17 becoming law.