



101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

HB3860

Introduced 10/17/2019, by Rep. Allen Skillicorn - Blaine Wilhour

SYNOPSIS AS INTRODUCED:

40 ILCS 5/1-155 new
30 ILCS 805/8.43 new

Amends the General Provisions Article of the Illinois Pension Code. Provides that the retirement annuity or supplemental annuity for a participant, member, or annuitant in any pension fund or retirement system under the Code shall be subject to annual increases equal to the annual unadjusted percentage increase in the consumer price index-u for the 12 months ending with the September preceding each November 1. Provides that the changes apply without regard to whether the participant is in active service on or after the effective date of the amendatory Act. Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

LRB101 13344 RPS 62187 b

FISCAL NOTE ACT
MAY APPLY

PENSION IMPACT
NOTE ACT MAY
APPLY

STATE MANDATES
ACT MAY REQUIRE
REIMBURSEMENT

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 Section 1-155 as follows:

6 (40 ILCS 5/1-155 new)

7 Sec. 1-155. Calculation of annual increase in annuity.

8 (a) As used in this Section:

9 "Consumer price index-u" means the index published by the
10 Bureau of Labor Statistics of the United States Department of
11 Labor that measures the average change in prices of goods and
12 services purchased by all urban consumers, United States city
13 average, all items, 1982-84 = 100. The new amount resulting
14 from each annual adjustment shall be determined by the Public
15 Pension Division of the Department of Insurance and made
16 available to the boards of the retirement systems and pension
17 funds by November 1 of each year.

18 (b) Notwithstanding any other provision of this Code,
19 including Sections 1-160 and 1-161, the retirement annuity or
20 supplemental annuity for a participant, member, or annuitant in
21 any pension fund or retirement system under this Code shall be
22 subject to annual increases equal to the annual unadjusted
23 percentage increase in the consumer price index-u (but not less

1 than zero) for the 12 months ending with the September
2 preceding each November 1.

3 (c) Notwithstanding Section 1-103.1, this Section applies
4 without regard to whether a participant or member is in active
5 service on or after the effective date of this amendatory Act
6 of the 101st General Assembly.

7 Section 90. The State Mandates Act is amended by adding
8 Section 8.43 as follows:

9 (30 ILCS 805/8.43 new)

10 Sec. 8.43. Exempt mandate. Notwithstanding Sections 6 and 8
11 of this Act, no reimbursement by the State is required for the
12 implementation of any mandate created by this amendatory Act of
13 the 101st General Assembly.

14 Section 99. Effective date. This Act takes effect upon
15 becoming law.