



101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

HB2071

by Rep. Michael J. Zalewski

SYNOPSIS AS INTRODUCED:

40 ILCS 5/9-179.4 new
30 ILCS 805/8.43 new

Amends the Cook County Article of the Illinois Pension Code. Provides that a participant may establish service credit and earnings credit for periods of furlough beginning on or after December 1, 2017 and ending on or before November 30, 2018 if the participant applies before December 31, 2019, makes a specified contribution, and meets other criteria. Provides that a participant may establish earnings credit for periods of salary reduction beginning on or after December 1, 2017 and ending on or before November 30, 2018 if the participant applies before December 31, 2019, makes a specified contribution, and meets other criteria. Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

LRB101 04625 RPS 49633 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 9-179.4 as follows:

6 (40 ILCS 5/9-179.4 new)

7 Sec. 9-179.4. Service for periods of furlough or salary
8 reduction.

9 (a) A participant may establish service credit and earnings
10 credit for periods of furlough beginning on or after December
11 1, 2017 and ending on or before November 30, 2018. To receive
12 this credit, the participant must (i) apply in writing to the
13 Fund before December 31, 2019; (ii) not receive compensation
14 from the county for any furlough period; and (iii) make, on an
15 after-tax basis, employee contributions required under this
16 Article based on his or her salary during the periods of
17 furlough, plus an amount determined by the Board to be equal to
18 the employer's normal cost of the benefit, plus compounded
19 interest at the actuarially assumed rate from the date of
20 furlough to the date of payment. The participant shall provide,
21 at the time of application, written certification from the
22 county providing the total number of furlough days a
23 participant has been required to take.

1 (b) A participant may establish earnings credit for periods
2 of salary reduction beginning on or after December 1, 2017 and
3 ending on or before November 30, 2018. To receive this credit,
4 the participant must: (1) apply in writing to the Fund before
5 December 31, 2019; and (2) make, on an after-tax basis,
6 employee contributions required under this Article based on the
7 reduction in salary, plus an amount determined by the Board to
8 be equal to the employer's normal cost of the benefit, plus
9 compounded interest at the actuarially assumed rate from the
10 date of reduction in salary to the date of payment. The
11 participant shall provide, at the time of application, written
12 certification from the county providing the total reduction in
13 salary per pay period for each pay period with a reduction in
14 salary.

15 Section 90. The State Mandates Act is amended by adding
16 Section 8.43 as follows:

17 (30 ILCS 805/8.43 new)

18 Sec. 8.43. Exempt mandate. Notwithstanding Sections 6 and 8
19 of this Act, no reimbursement by the State is required for the
20 implementation of any mandate created by this amendatory Act of
21 the 101st General Assembly.

22 Section 99. Effective date. This Act takes effect upon
23 becoming law.