



Rep. Kathleen Willis

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10100HB2502ham001

LRB101 08689 RPS 56596 a

1 AMENDMENT TO HOUSE BILL 2502

2 AMENDMENT NO. _____. Amend House Bill 2502 by replacing
3 everything after the enacting clause with the following:

4 "Section 5. The Illinois Pension Code is amended by adding
5 Sections 4-108.7 and 6-227.1 as follows:

6 (40 ILCS 5/4-108.7 new)

7 Sec. 4-108.7. Transfer of creditable service from the
8 Firemen's Annuity and Benefit Fund of Chicago. Until 6 months
9 after the effective date of this amendatory Act of the 101st
10 General Assembly, any active participant in a fund established
11 under this Article may transfer to that fund creditable service
12 accumulated under Article 6 of this Code upon payment to the
13 Article 4 fund, within 5 years after the date of application,
14 of an amount equal to the difference between the amount of
15 employee and employer contributions transferred to the Article
16 4 fund under Section 6-227.1 and the amounts determined by the

1 Article 4 fund in accordance with this Section, plus interest
2 on that difference at the actuarially assumed rate, compounded
3 annually, from the date of service to the date of payment.

4 The Article 4 fund must determine the firefighter's payment
5 required to establish creditable service under this Section by
6 taking into account the appropriate actuarial assumptions,
7 including without limitation the firefighter's service, age,
8 and salary history; the level of funding of the Article 4 fund;
9 and any other factors that the Article 4 fund determines to be
10 relevant. For this purpose, the firefighter's required payment
11 should result in no significant increase to the Article 4
12 fund's unfunded actuarial accrued liability determined as of
13 the most recent actuarial valuation, based on the same
14 assumptions and methods used to develop and report the Article
15 4 fund's actuarial accrued liability and actuarial value of
16 assets under Statement No. 25 of Governmental Accounting
17 Standards Board or any subsequent applicable Statement.

18 (40 ILCS 5/6-227.1 new)

19 Sec. 6-227.1. Transfer of creditable service to Article 4.

20 (a) Until 6 months after the effective date of this
21 amendatory Act of the 101st General Assembly, any active
22 participant in an Article 4 pension fund may apply for transfer
23 of creditable service accumulated in the Firemen's Annuity and
24 Benefit Fund of Chicago to any Article 4 pension fund. Such
25 creditable service shall be transferred only upon payment by

1 the Firemen's Annuity and Benefit Fund of Chicago to the
2 Article 4 fund of an amount equal to:

3 (1) the amounts accumulated to the credit of the
4 applicant on the books of the fund on the date of transfer;

5 (2) employer contributions in an amount equal to the
6 amount determined under subparagraph (1); and

7 (3) any interest paid by the applicant in order to
8 reinstate service.

9 Participation in the Firemen's Annuity and Benefit Fund of
10 Chicago as to any credits transferred under this Section shall
11 terminate on the date of transfer.

12 (b) An active participant in an Article 4 pension fund
13 applying for a transfer of creditable service under subsection
14 (a) may reinstate credits and creditable service terminated
15 upon receipt of a refund by payment to the Article 4 pension
16 fund of the amount of the refund with interest thereon at the
17 actuarially assumed rate, compounded annually, from the date of
18 the refund to the date of payment.

19 Section 90. The State Mandates Act is amended by adding
20 Section 8.43 as follows:

21 (30 ILCS 805/8.43 new)

22 Sec. 8.43. Exempt mandate. Notwithstanding Sections 6 and 8
23 of this Act, no reimbursement by the State is required for the
24 implementation of any mandate created by this amendatory Act of

1 the 101st General Assembly.

2 Section 99. Effective date. This Act takes effect upon
3 becoming law.".