103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

HB1469

Introduced 1/31/2023, by Rep. La Shawn K. Ford

SYNOPSIS AS INTRODUCED:

40 ILCS 5/1-160 30 ILCS 805/8.47 new

Amends the General Provisions Article of the Illinois Pension Code. Provides that a Tier 2 participant under the Cook County Article who is a deputy sheriff and a member of the Cook County Police Department is entitled to a retirement annuity upon written application if he or she has attained age 55, has at least 20 years of service credit for service in the position of deputy sheriff, and is otherwise eligible under the Cook County Article. Provides that the retirement annuity granted to such a participant shall be subject to annual increases on the January 1 following the first anniversary of the retirement annuity start date. Makes technical and combining changes to conform the changes made by Public Acts 102-719, 102-813, and 102-956. Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

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STATE MANDATES ACT MAY REQUIRE REIMBURSEMENT

A BILL FOR

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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 5 changing Section 1-160 as follows:

6 (40 ILCS 5/1-160)

7 (Text of Section from P.A. 102-719)

8 Sec. 1-160. Provisions applicable to new hires.

9 (a) The provisions of this Section apply to a person who, on or after January 1, 2011, first becomes a member or a 10 participant under any reciprocal retirement system or pension 11 fund established under this Code, other than a retirement 12 13 system or pension fund established under Article 2, 3, 4, 5, 6, 14 7, 15, or 18 of this Code, notwithstanding any other provision of this Code to the contrary, but do not apply to any 15 16 self-managed plan established under this Code or to anv 17 participant of the retirement plan established under Section 22-101; except that this Section applies to a person who 18 19 elected to establish alternative credits by electing in writing after January 1, 2011, but before August 8, 2011, 20 21 under Section 7-145.1 of this Code. Notwithstanding anything 22 to the contrary in this Section, for purposes of this Section, a person who is a Tier 1 regular employee as defined in Section 23

7-109.4 of this Code or who participated in a retirement 1 2 system under Article 15 prior to January 1, 2011 shall be 3 deemed a person who first became a member or participant prior to January 1, 2011 under any retirement system or pension fund 4 5 subject to this Section. The changes made to this Section by Public Act 98-596 are a clarification of existing law and are 6 intended to be retroactive to January 1, 2011 (the effective 7 date of Public Act 96-889), notwithstanding the provisions of 8 9 Section 1-103.1 of this Code.

10 This Section does not apply to a person who first becomes a noncovered employee under Article 14 11 on or after the 12 implementation date of the plan created under Section 1-161 for that Article, unless that person elects under subsection 13 14 (b) of Section 1-161 to instead receive the benefits provided 15 under this Section and the applicable provisions of that 16 Article.

This Section does not apply to a person who first becomes a member or participant under Article 16 on or after the implementation date of the plan created under Section 1-161 for that Article, unless that person elects under subsection (b) of Section 1-161 to instead receive the benefits provided under this Section and the applicable provisions of that Article.

This Section does not apply to a person who elects under subsection (c-5) of Section 1-161 to receive the benefits under Section 1-161.

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1 This Section does not apply to a person who first becomes a 2 member or participant of an affected pension fund on or after 6 3 months after the resolution or ordinance date, as defined in 4 Section 1-162, unless that person elects under subsection (c) 5 of Section 1-162 to receive the benefits provided under this 6 Section and the applicable provisions of the Article under 7 which he or she is a member or participant.

(b) "Final average salary" means, except as otherwise 8 9 provided in this subsection, the average monthly (or annual) 10 salary obtained by dividing the total salary or earnings 11 calculated under the Article applicable to the member or 12 participant during the 96 consecutive months (or 8 consecutive 13 years) of service within the last 120 months (or 10 years) of 14 service in which the total salary or earnings calculated under 15 the applicable Article was the highest by the number of months 16 (or years) of service in that period. For the purposes of a 17 person who first becomes a member or participant of any retirement system or pension fund to which this Section 18 applies on or after January 1, 2011, in this Code, "final 19 20 average salary" shall be substituted for the following:

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(1) (Blank).

(2) In Articles 8, 9, 10, 11, and 12, "highest average
annual salary for any 4 consecutive years within the last
10 years of service immediately preceding the date of
withdrawal".

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(3) In Article 13, "average final salary".

(4) In Article 14, "final average compensation".

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(5) In Article 17, "average salary".

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(6) In Section 22-207, "wages or salary received by him at the date of retirement or discharge".

A member of the Teachers' Retirement System of the State of Illinois who retires on or after June 1, 2021 and for whom the 2020-2021 school year is used in the calculation of the member's final average salary shall use the higher of the following for the purpose of determining the member's final average salary:

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(A) the amount otherwise calculated under the first paragraph of this subsection; or

13 (B) an amount calculated by the Teachers' Retirement 14 System of the State of Illinois using the average of the 15 monthly (or annual) salary obtained by dividing the total 16 salary or earnings calculated under Article 16 applicable 17 to the member or participant during the 96 months (or 8 years) of service within the last 120 months (or 10 years) 18 service in which the total salary or earnings 19 of 20 calculated under the Article was the highest by the number of months (or years) of service in that period. 21

(b-5) Beginning on January 1, 2011, for all purposes under this Code (including without limitation the calculation of benefits and employee contributions), the annual earnings, salary, or wages (based on the plan year) of a member or participant to whom this Section applies shall not exceed \$106,800; however, that amount shall annually thereafter be increased by the lesser of (i) 3% of that amount, including all previous adjustments, or (ii) one-half the annual unadjusted percentage increase (but not less than zero) in the consumer price index-u for the 12 months ending with the September preceding each November 1, including all previous adjustments.

For the purposes of this Section, "consumer price index-u" 7 8 means the index published by the Bureau of Labor Statistics of 9 the United States Department of Labor that measures the 10 average change in prices of goods and services purchased by 11 all urban consumers, United States city average, all items, 12 1982-84 = 100. The new amount resulting from each annual adjustment shall be determined by the Public Pension Division 13 of the Department of Insurance and made available to the 14 15 boards of the retirement systems and pension funds by November 16 1 of each year.

17 (c) A member or participant is entitled to a retirement annuity upon written application if he or she has attained age 18 67 (age 65, with respect to service under Article 12 that is 19 20 subject to this Section, for a member or participant under Article 12 who first becomes a member or participant under 21 22 Article 12 on or after January 1, 2022 or who makes the 23 election under item (i) of subsection (d-15) of this Section) and has at least 10 years of service credit and is otherwise 24 25 eligible under the requirements of the applicable Article.

A member or participant who has attained age 62 (age 60,

with respect to service under Article 12 that is subject to 1 2 this Section, for a member or participant under Article 12 who 3 first becomes a member or participant under Article 12 on or after January 1, 2022 or who makes the election under item (i) 4 5 of subsection (d-15) of this Section) and has at least 10 years service credit and is otherwise eligible under the 6 of 7 requirements of the applicable Article may elect to receive 8 the lower retirement annuity provided in subsection (d) of 9 this Section.

10 (c-5) A person who first becomes a member or a participant 11 subject to this Section on or after July 6, 2017 (the effective 12 date of Public Act 100-23), notwithstanding any other provision of this Code to the contrary, is entitled to a 13 retirement annuity under Article 8 or Article 11 upon written 14 15 application if he or she has attained age 65 and has at least 16 10 years of service credit and is otherwise eligible under the 17 requirements of Article 8 or Article 11 of this Code, whichever is applicable. 18

19 (c-10) Notwithstanding any other provision of this Code to 20 the contrary, a participant under Article 9 who is (i) subject to this Section, (ii) a deputy sheriff, and (iii) a member of 21 22 the Cook County Police Department is entitled to a retirement 23 annuity upon written application if he or she has attained age 24 55, has at least 20 years of service credit for service in the position of deputy sheriff, and is otherwise eligible under 25 26 Article 9.

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(d) The retirement annuity of a member or participant who 1 2 is retiring after attaining age 62 (age 60, with respect to service under Article 12 that is subject to this Section, for a 3 member or participant under Article 12 who first becomes a 4 5 member or participant under Article 12 on or after January 1, 2022 or who makes the election under item (i) of subsection 6 7 (d-15) of this Section) with at least 10 years of service 8 credit shall be reduced by one-half of 1% for each full month 9 that the member's age is under age 67 (age 65, with respect to 10 service under Article 12 that is subject to this Section, for a 11 member or participant under Article 12 who first becomes a 12 member or participant under Article 12 on or after January 1, 13 2022 or who makes the election under item (i) of subsection 14 (d-15) of this Section).

15 (d-5) The retirement annuity payable under Article 8 or 16 Article 11 to an eligible person subject to subsection (c-5) 17 of this Section who is retiring at age 60 with at least 10 18 years of service credit shall be reduced by one-half of 1% for 19 each full month that the member's age is under age 65.

20 (d-10) Each person who first became a member or 21 participant under Article 8 or Article 11 of this Code on or 22 after January 1, 2011 and prior to July 6, 2017 (the effective 23 date of Public Act 100-23) shall make an irrevocable election 24 either:

(i) to be eligible for the reduced retirement age
 provided in subsections (c-5) and (d-5) of this Section,

the eligibility for which is conditioned upon the member or participant agreeing to the increases in employee contributions for age and service annuities provided in subsection (a-5) of Section 8-174 of this Code (for service under Article 8) or subsection (a-5) of Section 11-170 of this Code (for service under Article 11); or

7 (ii) to not agree to item (i) of this subsection 8 (d-10), in which case the member or participant shall 9 continue to be subject to the retirement age provisions in 10 subsections (c) and (d) of this Section and the employee 11 contributions for age and service annuity as provided in 12 subsection (a) of Section 8-174 of this Code (for service 13 under Article 8) or subsection (a) of Section 11-170 of this Code (for service under Article 11). 14

The election provided for in this subsection shall be made between October 1, 2017 and November 15, 2017. A person subject to this subsection who makes the required election shall remain bound by that election. A person subject to this subsection who fails for any reason to make the required election within the time specified in this subsection shall be deemed to have made the election under item (ii).

(d-15) Each person who first becomes a member or participant under Article 12 on or after January 1, 2011 and prior to January 1, 2022 shall make an irrevocable election either:

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(i) to be eligible for the reduced retirement age

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specified in subsections (c) and (d) of this Section, the 1 2 eligibility for which is conditioned upon the member or 3 participant agreeing to the increase in employee contributions for service annuities 4 specified in 5 subsection (b) of Section 12-150; or

6 (ii) to not agree to item (i) of this subsection 7 (d-15), in which case the member or participant shall not 8 be eligible for the reduced retirement age specified in 9 subsections (c) and (d) of this Section and shall not be 10 subject to the increase in employee contributions for 11 service annuities specified in subsection (b) of Section 12 12-150.

The election provided for in this subsection shall be made between January 1, 2022 and April 1, 2022. A person subject to this subsection who makes the required election shall remain bound by that election. A person subject to this subsection who fails for any reason to make the required election within the time specified in this subsection shall be deemed to have made the election under item (ii).

(e) Any retirement annuity or supplemental annuity shall be subject to annual increases on the January 1 occurring either on or after the attainment of age 67 (age 65, with respect to service under Article 12 that is subject to this Section, for a member or participant under Article 12 who first becomes a member or participant under Article 12 on or after January 1, 2022 or who makes the election under item (i)

of subsection (d-15); and beginning on July 6, 2017 (the 1 2 effective date of Public Act 100-23), age 65 with respect to service under Article 8 or Article 11 for eligible persons 3 who: (i) are subject to subsection (c-5) of this Section; or 4 5 (ii) made the election under item (i) of subsection (d-10) of this Section) or the first anniversary of the annuity start 6 7 date, whichever is later. Each annual increase shall be 8 calculated at 3% or one-half the annual unadjusted percentage 9 increase (but not less than zero) in the consumer price 10 index-u for the 12 months ending with the September preceding 11 each November 1, whichever is less, of the originally granted 12 retirement annuity. If the annual unadjusted percentage change in the consumer price index-u for the 12 months ending with the 13 14 September preceding each November 1 is zero or there is a 15 decrease, then the annuity shall not be increased.

Notwithstanding any other provision of this Code to the 16 17 contrary, the retirement annuity of a participant to whom subsection (c-10) applies shall be subject to annual increases 18 19 on the January 1 following the first anniversary of the 20 annuity start date. Each annual increase shall be calculated 21 at 3% or one-half the annual unadjusted percentage increase 22 (but not less than zero) in the consumer price index-u for the 23 12 months ending with the September preceding each November 1, 24 whichever is less, of the originally granted retirement 25 annuity. If the annual unadjusted percentage change in the consumer price index-u for the 12 months ending with the 26

September preceding each November 1 is zero or there is a decrease, then the annuity shall not be increased.

For the purposes of Section 1-103.1 of this Code, the changes made to this Section by Public Act 102-263 are applicable without regard to whether the employee was in active service on or after August 6, 2021 (the effective date of Public Act 102-263).

8 For the purposes of Section 1-103.1 of this Code, the 9 changes made to this Section by Public Act 100-23 are 10 applicable without regard to whether the employee was in 11 active service on or after July 6, 2017 (the effective date of 12 Public Act 100-23).

13 The initial survivor's or widow's annuity of an (f) 14 otherwise eligible survivor or widow of a retired member or 15 participant who first became a member or participant on or 16 after January 1, 2011 shall be in the amount of 66 2/3% of the 17 retired member's or participant's retirement annuity at the date of death. In the case of the death of a member or 18 participant who has not retired and who first became a member 19 20 or participant on or after January 1, 2011, eligibility for a survivor's or widow's annuity shall be determined by the 21 22 applicable Article of this Code. The initial benefit shall be 23 66 2/3% of the earned annuity without a reduction due to age. A child's annuity of an otherwise eligible child shall be in the 24 25 amount prescribed under each Article if applicable. Any 26 survivor's or widow's annuity shall be increased (1) on each

January 1 occurring on or after the commencement of the 1 2 annuity if the deceased member died while receiving a retirement annuity or (2) in other cases, on each January 1 3 occurring after the first anniversary of the commencement of 4 5 the annuity. Each annual increase shall be calculated at 3% or one-half the annual unadjusted percentage increase (but not 6 7 less than zero) in the consumer price index-u for the 12 months 8 ending with the September preceding each November 1, whichever 9 is less, of the originally granted survivor's annuity. If the 10 annual unadjusted percentage change in the consumer price 11 index-u for the 12 months ending with the September preceding 12 each November 1 is zero or there is a decrease, then the annuity shall not be increased. 13

14 (q) The benefits in Section 14-110 apply if the person is a 15 fire fighter in the fire protection service of a department, a 16 security employee of the Department of Corrections or the 17 Department of Juvenile Justice, or a security employee of the Department of Innovation and Technology, as those terms are 18 defined in subsection (b) and subsection (c) of Section 19 20 14-110. A person who meets the requirements of this Section is entitled to an annuity calculated under the provisions of 21 22 Section 14-110, in lieu of the regular or minimum retirement 23 annuity, only if the person has withdrawn from service with not less than 20 years of eligible creditable service and has 24 25 attained age 60, regardless of whether the attainment of age 26 60 occurs while the person is still in service.

(g-5) The benefits in Section 14-110 apply if the person 1 2 is a State policeman, investigator for the Secretary of State, 3 conservation police officer, investigator for the Department of Revenue or the Illinois Gaming Board, investigator for the 4 5 Office of the Attorney General, Commerce Commission police officer, or arson investigator, as those terms are defined in 6 7 subsection (b) and subsection (c) of Section 14-110. A person who meets the requirements of this Section is entitled to an 8 9 annuity calculated under the provisions of Section 14-110, in 10 lieu of the regular or minimum retirement annuity, only if the 11 person has withdrawn from service with not less than 20 years 12 of eligible creditable service and has attained age 55, regardless of whether the attainment of age 55 occurs while 13 14 the person is still in service.

15 (h) If a person who first becomes a member or a participant 16 of a retirement system or pension fund subject to this Section 17 on or after January 1, 2011 is receiving a retirement annuity or retirement pension under that system or fund and becomes a 18 19 member or participant under any other system or fund created 20 by this Code and is employed on a full-time basis, except for 21 those members or participants exempted from the provisions of 22 this Section under subsection (a) of this Section, then the 23 person's retirement annuity or retirement pension under that system or fund shall be suspended during that employment. Upon 24 25 termination of that employment, the person's retirement 26 annuity or retirement pension payments shall resume and be

recalculated if recalculation is provided for under the
 applicable Article of this Code.

If a person who first becomes a member of a retirement 3 system or pension fund subject to this Section on or after 4 5 January 1, 2012 and is receiving a retirement annuity or retirement pension under that system or fund and accepts on a 6 contractual basis a position to provide services to a 7 8 governmental entity from which he or she has retired, then 9 that person's annuity or retirement pension earned as an 10 active employee of the employer shall be suspended during that 11 contractual service. A person receiving an annuity or 12 retirement pension under this Code shall notify the pension 13 fund or retirement system from which he or she is receiving an 14 annuity or retirement pension, as well as his or her 15 contractual employer, of his or her retirement status before 16 accepting contractual employment. A person who fails to submit 17 such notification shall be quilty of a Class A misdemeanor and required to pay a fine of \$1,000. Upon termination of that 18 19 contractual employment, the person's retirement annuity or 20 retirement pension payments shall resume and, if appropriate, 21 be recalculated under the applicable provisions of this Code.

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(i) (Blank).

(j) In the case of a conflict between the provisions of this Section and any other provision of this Code, the provisions of this Section shall control.

26 (Source: P.A. 101-610, eff. 1-1-20; 102-16, eff. 6-17-21;

1 102-210, eff. 1-1-22; 102-263, eff. 8-6-21; 102-719, eff. 2 5-6-22.)

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(Text of Section from P.A. 102-813)

Sec. 1-160. Provisions applicable to new hires.

5 (a) The provisions of this Section apply to a person who, on or after January 1, 2011, first becomes a member or a 6 7 participant under any reciprocal retirement system or pension fund established under this Code, other than a retirement 8 9 system or pension fund established under Article 2, 3, 4, 5, 6, 10 7, 15, or 18 of this Code, notwithstanding any other provision 11 of this Code to the contrary, but do not apply to any self-managed plan established under this Code or to 12 any 13 participant of the retirement plan established under Section 14 22-101; except that this Section applies to a person who 15 elected to establish alternative credits by electing in 16 writing after January 1, 2011, but before August 8, 2011, under Section 7-145.1 of this Code. Notwithstanding anything 17 18 to the contrary in this Section, for purposes of this Section, 19 a person who is a Tier 1 regular employee as defined in Section 7-109.4 of this Code or who participated in a retirement 20 21 system under Article 15 prior to January 1, 2011 shall be 22 deemed a person who first became a member or participant prior to January 1, 2011 under any retirement system or pension fund 23 24 subject to this Section. The changes made to this Section by Public Act 98-596 are a clarification of existing law and are 25

1 intended to be retroactive to January 1, 2011 (the effective 2 date of Public Act 96-889), notwithstanding the provisions of 3 Section 1-103.1 of this Code.

This Section does not apply to a person who first becomes a noncovered employee under Article 14 on or after the implementation date of the plan created under Section 1-161 for that Article, unless that person elects under subsection (b) of Section 1-161 to instead receive the benefits provided under this Section and the applicable provisions of that Article.

This Section does not apply to a person who first becomes a member or participant under Article 16 on or after the implementation date of the plan created under Section 1-161 for that Article, unless that person elects under subsection (b) of Section 1-161 to instead receive the benefits provided under this Section and the applicable provisions of that Article.

This Section does not apply to a person who elects under subsection (c-5) of Section 1-161 to receive the benefits under Section 1-161.

This Section does not apply to a person who first becomes a member or participant of an affected pension fund on or after 6 months after the resolution or ordinance date, as defined in Section 1-162, unless that person elects under subsection (c) of Section 1-162 to receive the benefits provided under this Section and the applicable provisions of the Article under

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1 which he or she is a member or participant.

2 (b) "Final average salary" means, except as otherwise 3 provided in this subsection, the average monthly (or annual) salary obtained by dividing the total salary or earnings 4 5 calculated under the Article applicable to the member or participant during the 96 consecutive months (or 8 consecutive 6 7 years) of service within the last 120 months (or 10 years) of 8 service in which the total salary or earnings calculated under 9 the applicable Article was the highest by the number of months 10 (or years) of service in that period. For the purposes of a 11 person who first becomes a member or participant of any 12 retirement system or pension fund to which this Section applies on or after January 1, 2011, in this Code, "final 13 average salary" shall be substituted for the following: 14

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(1) (Blank).

16 (2) In Articles 8, 9, 10, 11, and 12, "highest average
17 annual salary for any 4 consecutive years within the last
18 10 years of service immediately preceding the date of
19 withdrawal".

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(3) In Article 13, "average final salary".

(4) In Article 14, "final average compensation".

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(5) In Article 17, "average salary".

23 (6) In Section 22-207, "wages or salary received by
24 him at the date of retirement or discharge".

A member of the Teachers' Retirement System of the State of Illinois who retires on or after June 1, 2021 and for whom the 2020-2021 school year is used in the calculation of the member's final average salary shall use the higher of the following for the purpose of determining the member's final average salary:

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(A) the amount otherwise calculated under the first paragraph of this subsection; or

7 (B) an amount calculated by the Teachers' Retirement 8 System of the State of Illinois using the average of the 9 monthly (or annual) salary obtained by dividing the total 10 salary or earnings calculated under Article 16 applicable 11 to the member or participant during the 96 months (or 8 12 years) of service within the last 120 months (or 10 years) 13 which the total salary or of service in earnings 14 calculated under the Article was the highest by the number 15 of months (or years) of service in that period.

16 (b-5) Beginning on January 1, 2011, for all purposes under 17 this Code (including without limitation the calculation of benefits and employee contributions), the annual earnings, 18 salary, or wages (based on the plan year) of a member or 19 20 participant to whom this Section applies shall not exceed \$106,800; however, that amount shall annually thereafter be 21 22 increased by the lesser of (i) 3% of that amount, including all 23 previous adjustments, or (ii) one-half the annual unadjusted percentage increase (but not less than zero) in the consumer 24 25 price index-u for the 12 months ending with the September 26 preceding each November 1, including all previous adjustments.

For the purposes of this Section, "consumer price index-u" 1 2 means the index published by the Bureau of Labor Statistics of 3 the United States Department of Labor that measures the average change in prices of goods and services purchased by 4 5 all urban consumers, United States city average, all items, 1982-84 = 100. The new amount resulting from each annual 6 7 adjustment shall be determined by the Public Pension Division 8 of the Department of Insurance and made available to the 9 boards of the retirement systems and pension funds by November 10 1 of each year.

11 (c) A member or participant is entitled to a retirement 12 annuity upon written application if he or she has attained age 67 (age 65, with respect to service under Article 12 that is 13 14 subject to this Section, for a member or participant under 15 Article 12 who first becomes a member or participant under 16 Article 12 on or after January 1, 2022 or who makes the 17 election under item (i) of subsection (d-15) of this Section) and has at least 10 years of service credit and is otherwise 18 19 eligible under the requirements of the applicable Article.

A member or participant who has attained age 62 (age 60, with respect to service under Article 12 that is subject to this Section, for a member or participant under Article 12 who first becomes a member or participant under Article 12 on or after January 1, 2022 or who makes the election under item (i) of subsection (d-15) of this Section) and has at least 10 years of service credit and is otherwise eligible under the 1 requirements of the applicable Article may elect to receive 2 the lower retirement annuity provided in subsection (d) of 3 this Section.

(c-5) A person who first becomes a member or a participant 4 5 subject to this Section on or after July 6, 2017 (the effective Public Act 100-23), notwithstanding any other 6 date of 7 provision of this Code to the contrary, is entitled to a retirement annuity under Article 8 or Article 11 upon written 8 9 application if he or she has attained age 65 and has at least 10 10 years of service credit and is otherwise eligible under the requirements of Article 8 or Article 11 of this Code, 11 12 whichever is applicable.

13 (c-10) Notwithstanding any other provision of this Code to 14 the contrary, a participant under Article 9 who is (i) subject 15 to this Section, (ii) a deputy sheriff, and (iii) a member of 16 the Cook County Police Department is entitled to a retirement 17 annuity upon written application if he or she has attained age 55, has at least 20 years of service credit for service in the 18 position of deputy sheriff, and is otherwise eligible under 19 20 Article 9.

(d) The retirement annuity of a member or participant who is retiring after attaining age 62 (age 60, with respect to service under Article 12 that is subject to this Section, for a member or participant under Article 12 who first becomes a member or participant under Article 12 on or after January 1, 2022 or who makes the election under item (i) of subsection

(d-15) of this Section) with at least 10 years of service 1 2 credit shall be reduced by one-half of 1% for each full month 3 that the member's age is under age 67 (age 65, with respect to service under Article 12 that is subject to this Section, for a 4 5 member or participant under Article 12 who first becomes a member or participant under Article 12 on or after January 1, 6 7 2022 or who makes the election under item (i) of subsection 8 (d-15) of this Section).

9 (d-5) The retirement annuity payable under Article 8 or 10 Article 11 to an eligible person subject to subsection (c-5) 11 of this Section who is retiring at age 60 with at least 10 12 years of service credit shall be reduced by one-half of 1% for 13 each full month that the member's age is under age 65.

14 (d-10) Each person who first became a member or 15 participant under Article 8 or Article 11 of this Code on or 16 after January 1, 2011 and prior to July 6, 2017 (the effective 17 date of Public Act 100-23) shall make an irrevocable election 18 either:

19 (i) to be eligible for the reduced retirement age provided in subsections (c-5) and (d-5) of this Section, 20 the eligibility for which is conditioned upon the member 21 22 or participant agreeing to the increases in employee 23 contributions for age and service annuities provided in subsection (a-5) of Section 8-174 of this Code (for 24 service under Article 8) or subsection (a-5) of Section 25 11-170 of this Code (for service under Article 11); or 26

(ii) to not agree to item (i) of this subsection 1 (d-10), in which case the member or participant shall 2 3 continue to be subject to the retirement age provisions in subsections (c) and (d) of this Section and the employee 4 5 contributions for age and service annuity as provided in subsection (a) of Section 8-174 of this Code (for service 6 under Article 8) or subsection (a) of Section 11-170 of 7 this Code (for service under Article 11). 8

9 The election provided for in this subsection shall be made 10 between October 1, 2017 and November 15, 2017. A person 11 subject to this subsection who makes the required election 12 shall remain bound by that election. A person subject to this 13 subsection who fails for any reason to make the required 14 election within the time specified in this subsection shall be 15 deemed to have made the election under item (ii).

16 (d-15) Each person who first becomes a member or 17 participant under Article 12 on or after January 1, 2011 and 18 prior to January 1, 2022 shall make an irrevocable election 19 either:

20 (i) to be eligible for the reduced retirement age specified in subsections (c) and (d) of this Section, the 21 22 eligibility for which is conditioned upon the member or 23 participant agreeing to the increase in employee for service annuities specified contributions 24 in 25 subsection (b) of Section 12-150; or

(ii) to not agree to item (i) of this subsection

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1 (d-15), in which case the member or participant shall not 2 be eligible for the reduced retirement age specified in 3 subsections (c) and (d) of this Section and shall not be 4 subject to the increase in employee contributions for 5 service annuities specified in subsection (b) of Section 6 12-150.

7 The election provided for in this subsection shall be made 8 between January 1, 2022 and April 1, 2022. A person subject to 9 this subsection who makes the required election shall remain 10 bound by that election. A person subject to this subsection 11 who fails for any reason to make the required election within 12 the time specified in this subsection shall be deemed to have 13 made the election under item (ii).

(e) Any retirement annuity or supplemental annuity shall 14 15 be subject to annual increases on the January 1 occurring 16 either on or after the attainment of age 67 (age 65, with 17 respect to service under Article 12 that is subject to this Section, for a member or participant under Article 12 who 18 19 first becomes a member or participant under Article 12 on or after January 1, 2022 or who makes the election under item (i) 20 of subsection (d-15); and beginning on July 6, 2017 (the 21 22 effective date of Public Act 100-23), age 65 with respect to 23 service under Article 8 or Article 11 for eligible persons who: (i) are subject to subsection (c-5) of this Section; or 24 25 (ii) made the election under item (i) of subsection (d-10) of 26 this Section) or the first anniversary of the annuity start

date, whichever is later. Each annual increase shall be 1 2 calculated at 3% or one-half the annual unadjusted percentage 3 increase (but not less than zero) in the consumer price index-u for the 12 months ending with the September preceding 4 5 each November 1, whichever is less, of the originally granted retirement annuity. If the annual unadjusted percentage change 6 7 in the consumer price index-u for the 12 months ending with the 8 September preceding each November 1 is zero or there is a 9 decrease, then the annuity shall not be increased.

10 Notwithstanding any other provision of this Code to the 11 contrary, the retirement annuity of a participant to whom 12 subsection (c-10) applies shall be subject to annual increases 13 on the January 1 following the first anniversary of the 14 annuity start date. Each annual increase shall be calculated at 3% or one-half the annual unadjusted percentage increase 15 16 (but not less than zero) in the consumer price index-u for the 17 12 months ending with the September preceding each November 1, whichever is less, of the originally granted retirement 18 19 annuity. If the annual unadjusted percentage change in the 20 consumer price index-u for the 12 months ending with the September preceding each November 1 is zero or there is a 21 22 decrease, then the annuity shall not be increased.

For the purposes of Section 1-103.1 of this Code, the changes made to this Section by Public Act 102-263 are applicable without regard to whether the employee was in active service on or after August 6, 2021 (the effective date - 25 - LRB103 00152 RPS 45157 b

1 of Public Act 102-263).

For the purposes of Section 1-103.1 of this Code, the changes made to this Section by Public Act 100-23 are applicable without regard to whether the employee was in active service on or after July 6, 2017 (the effective date of Public Act 100-23).

7 (f) The initial survivor's or widow's annuity of an 8 otherwise eligible survivor or widow of a retired member or 9 participant who first became a member or participant on or 10 after January 1, 2011 shall be in the amount of 66 2/3% of the 11 retired member's or participant's retirement annuity at the 12 date of death. In the case of the death of a member or participant who has not retired and who first became a member 13 or participant on or after January 1, 2011, eligibility for a 14 survivor's or widow's annuity shall be determined by the 15 16 applicable Article of this Code. The initial benefit shall be 17 66 2/3% of the earned annuity without a reduction due to age. A child's annuity of an otherwise eligible child shall be in the 18 amount prescribed under each Article if applicable. Any 19 20 survivor's or widow's annuity shall be increased (1) on each January 1 occurring on or after the commencement of the 21 22 annuity if the deceased member died while receiving a 23 retirement annuity or (2) in other cases, on each January 1 occurring after the first anniversary of the commencement of 24 25 the annuity. Each annual increase shall be calculated at 3% or 26 one-half the annual unadjusted percentage increase (but not

less than zero) in the consumer price index-u for the 12 months ending with the September preceding each November 1, whichever is less, of the originally granted survivor's annuity. If the annual unadjusted percentage change in the consumer price index-u for the 12 months ending with the September preceding each November 1 is zero or there is a decrease, then the annuity shall not be increased.

8 (q) The benefits in Section 14-110 apply only if the 9 person is a State policeman, a fire fighter in the fire 10 protection service of a department, a conservation police 11 officer, an investigator for the Secretary of State, an arson 12 investigator, a Commerce Commission police officer, investigator for the Department of Revenue or the Illinois 13 Gaming Board, a security employee of the Department of 14 Corrections or the Department of Juvenile Justice, or a 15 16 security employee of the Department of Innovation and 17 Technology, as those terms are defined in subsection (b) and subsection (c) of Section 14-110. A person who meets the 18 requirements of this Section is entitled to an annuity 19 20 calculated under the provisions of Section 14-110, in lieu of the regular or minimum retirement annuity, only if the person 21 22 has withdrawn from service with not less than 20 years of 23 eligible creditable service and has attained age 60, regardless of whether the attainment of age 60 occurs while 24 25 the person is still in service.

26

(q-5) The benefits in Section 14-110 apply if the person

1 is a State policeman, investigator for the Secretary of State, 2 conservation police officer, investigator for the Department 3 of Revenue or the Illinois Gaming Board, investigator for the Office of the Attorney General, Commerce Commission police 4 5 officer, or arson investigator, as those terms are defined in subsection (b) and subsection (c) of Section 14-110. A person 6 7 who meets the requirements of this Section is entitled to an 8 annuity calculated under the provisions of Section 14-110, in 9 lieu of the regular or minimum retirement annuity, only if the person has withdrawn from service with not less than 20 years 10 11 of eligible creditable service and has attained age 55, 12 regardless of whether the attainment of age 55 occurs while 13 the person is still in service.

(h) If a person who first becomes a member or a participant 14 15 of a retirement system or pension fund subject to this Section 16 on or after January 1, 2011 is receiving a retirement annuity 17 or retirement pension under that system or fund and becomes a member or participant under any other system or fund created 18 by this Code and is employed on a full-time basis, except for 19 20 those members or participants exempted from the provisions of this Section under subsection (a) of this Section, then the 21 22 person's retirement annuity or retirement pension under that 23 system or fund shall be suspended during that employment. Upon termination of that employment, the person's retirement 24 annuity or retirement pension payments shall resume and be 25 recalculated if recalculation is provided for under the 26

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1 applicable Article of this Code.

If a person who first becomes a member of a retirement 2 3 system or pension fund subject to this Section on or after January 1, 2012 and is receiving a retirement annuity or 4 5 retirement pension under that system or fund and accepts on a contractual basis a position to provide services to a 6 7 governmental entity from which he or she has retired, then 8 that person's annuity or retirement pension earned as an 9 active employee of the employer shall be suspended during that 10 contractual service. A person receiving an annuity or 11 retirement pension under this Code shall notify the pension 12 fund or retirement system from which he or she is receiving an 13 annuity or retirement pension, as well as his or her 14 contractual employer, of his or her retirement status before 15 accepting contractual employment. A person who fails to submit 16 such notification shall be quilty of a Class A misdemeanor and 17 required to pay a fine of \$1,000. Upon termination of that contractual employment, the person's retirement annuity or 18 19 retirement pension payments shall resume and, if appropriate, 20 be recalculated under the applicable provisions of this Code.

21

(i) (Blank).

(j) In the case of a conflict between the provisions of this Section and any other provision of this Code, the provisions of this Section shall control.

25 (Source: P.A. 101-610, eff. 1-1-20; 102-16, eff. 6-17-21;
26 102-210, eff. 1-1-22; 102-263, eff. 8-6-21; 102-813, eff.

1 5-13-22.)

2

3

(Text of Section from P.A. 102-956)

Sec. 1-160. Provisions applicable to new hires.

4 (a) The provisions of this Section apply to a person who, 5 on or after January 1, 2011, first becomes a member or a 6 participant under any reciprocal retirement system or pension fund established under this Code, other than a retirement 7 system or pension fund established under Article 2, 3, 4, 5, 6, 8 9 7, 15, or 18 of this Code, notwithstanding any other provision 10 of this Code to the contrary, but do not apply to any 11 self-managed plan established under this Code or to any participant of the retirement plan established under Section 12 22-101; except that this Section applies to a person who 13 elected to establish alternative credits by electing in 14 15 writing after January 1, 2011, but before August 8, 2011, 16 under Section 7-145.1 of this Code. Notwithstanding anything to the contrary in this Section, for purposes of this Section, 17 18 a person who is a Tier 1 regular employee as defined in Section 7-109.4 of this Code or who participated in a retirement 19 system under Article 15 prior to January 1, 2011 shall be 20 21 deemed a person who first became a member or participant prior 22 to January 1, 2011 under any retirement system or pension fund subject to this Section. The changes made to this Section by 23 24 Public Act 98-596 are a clarification of existing law and are intended to be retroactive to January 1, 2011 (the effective 25

date of Public Act 96-889), notwithstanding the provisions of
 Section 1-103.1 of this Code.

This Section does not apply to a person who first becomes a noncovered employee under Article 14 on or after the implementation date of the plan created under Section 1-161 for that Article, unless that person elects under subsection (b) of Section 1-161 to instead receive the benefits provided under this Section and the applicable provisions of that Article.

10 This Section does not apply to a person who first becomes a 11 member or participant under Article 16 on or after the 12 implementation date of the plan created under Section 1-161 13 for that Article, unless that person elects under subsection 14 (b) of Section 1-161 to instead receive the benefits provided 15 under this Section and the applicable provisions of that 16 Article.

This Section does not apply to a person who elects under subsection (c-5) of Section 1-161 to receive the benefits under Section 1-161.

This Section does not apply to a person who first becomes a member or participant of an affected pension fund on or after 6 months after the resolution or ordinance date, as defined in Section 1-162, unless that person elects under subsection (c) of Section 1-162 to receive the benefits provided under this Section and the applicable provisions of the Article under which he or she is a member or participant.

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"Final average salary" means, except as otherwise 1 (b) 2 provided in this subsection, the average monthly (or annual) salary obtained by dividing the total salary or earnings 3 calculated under the Article applicable to the member or 4 5 participant during the 96 consecutive months (or 8 consecutive years) of service within the last 120 months (or 10 years) of 6 7 service in which the total salary or earnings calculated under 8 the applicable Article was the highest by the number of months 9 (or years) of service in that period. For the purposes of a 10 person who first becomes a member or participant of any 11 retirement system or pension fund to which this Section 12 applies on or after January 1, 2011, in this Code, "final average salary" shall be substituted for the following: 13

14

(1) (Blank).

15 (2) In Articles 8, 9, 10, 11, and 12, "highest average
16 annual salary for any 4 consecutive years within the last
17 10 years of service immediately preceding the date of
18 withdrawal".

19

(3) In Article 13, "average final salary".

20 (4) In Article 14, "final average compensation".

21

(5) In Article 17, "average salary".

(6) In Section 22-207, "wages or salary received by
him at the date of retirement or discharge".

A member of the Teachers' Retirement System of the State of Illinois who retires on or after June 1, 2021 and for whom the 2020-2021 school year is used in the calculation of the

1 member's final average salary shall use the higher of the 2 following for the purpose of determining the member's final 3 average salary:

4 (A) the amount otherwise calculated under the first 5 paragraph of this subsection; or

6 (B) an amount calculated by the Teachers' Retirement 7 System of the State of Illinois using the average of the 8 monthly (or annual) salary obtained by dividing the total 9 salary or earnings calculated under Article 16 applicable 10 to the member or participant during the 96 months (or 8 11 years) of service within the last 120 months (or 10 years) 12 service in which the total salary or of earnings 13 calculated under the Article was the highest by the number 14 of months (or years) of service in that period.

(b-5) Beginning on January 1, 2011, for all purposes under 15 16 this Code (including without limitation the calculation of 17 benefits and employee contributions), the annual earnings, salary, or wages (based on the plan year) of a member or 18 19 participant to whom this Section applies shall not exceed 20 \$106,800; however, that amount shall annually thereafter be increased by the lesser of (i) 3% of that amount, including all 21 22 previous adjustments, or (ii) one-half the annual unadjusted 23 percentage increase (but not less than zero) in the consumer price index-u for the 12 months ending with the September 24 preceding each November 1, including all previous adjustments. 25 26 For the purposes of this Section, "consumer price index-u"

means the index published by the Bureau of Labor Statistics of 1 2 the United States Department of Labor that measures the 3 average change in prices of goods and services purchased by all urban consumers, United States city average, all items, 4 5 1982-84 = 100. The new amount resulting from each annual adjustment shall be determined by the Public Pension Division 6 7 of the Department of Insurance and made available to the 8 boards of the retirement systems and pension funds by November 9 1 of each year.

10 (c) A member or participant is entitled to a retirement 11 annuity upon written application if he or she has attained age 12 67 (age 65, with respect to service under Article 12 that is subject to this Section, for a member or participant under 13 14 Article 12 who first becomes a member or participant under Article 12 on or after January 1, 2022 or who makes the 15 16 election under item (i) of subsection (d-15) of this Section) 17 and has at least 10 years of service credit and is otherwise eligible under the requirements of the applicable Article. 18

19 A member or participant who has attained age 62 (age 60, 20 with respect to service under Article 12 that is subject to this Section, for a member or participant under Article 12 who 21 22 first becomes a member or participant under Article 12 on or 23 after January 1, 2022 or who makes the election under item (i) of subsection (d-15) of this Section) and has at least 10 years 24 25 service credit and is otherwise eligible under the of 26 requirements of the applicable Article may elect to receive 1 the lower retirement annuity provided in subsection (d) of 2 this Section.

3 (c-5) A person who first becomes a member or a participant subject to this Section on or after July 6, 2017 (the effective 4 date of Public Act 100-23), 5 notwithstanding any other provision of this Code to the contrary, is entitled to a 6 retirement annuity under Article 8 or Article 11 upon written 7 application if he or she has attained age 65 and has at least 8 9 10 years of service credit and is otherwise eligible under the requirements of Article 8 or Article 11 of this Code, 10 11 whichever is applicable.

12 (c-10) Notwithstanding any other provision of this Code to 13 the contrary, a participant under Article 9 who is (i) subject 14 to this Section, (ii) a deputy sheriff, and (iii) a member of the Cook County Police Department is entitled to a retirement 15 16 annuity upon written application if he or she has attained age 17 55, has at least 20 years of service credit for service in the position of deputy sheriff, and is otherwise eligible under 18 19 Article 9.

(d) The retirement annuity of a member or participant who is retiring after attaining age 62 (age 60, with respect to service under Article 12 that is subject to this Section, for a member or participant under Article 12 who first becomes a member or participant under Article 12 on or after January 1, 2022 or who makes the election under item (i) of subsection (d-15) of this Section) with at least 10 years of service

credit shall be reduced by one-half of 1% for each full month that the member's age is under age 67 (age 65, with respect to service under Article 12 that is subject to this Section, for a member or participant under Article 12 who first becomes a member or participant under Article 12 on or after January 1, 2022 or who makes the election under item (i) of subsection (d-15) of this Section).

8 (d-5) The retirement annuity payable under Article 8 or 9 Article 11 to an eligible person subject to subsection (c-5) 10 of this Section who is retiring at age 60 with at least 10 11 years of service credit shall be reduced by one-half of 1% for 12 each full month that the member's age is under age 65.

13 (d-10) Each person who first became a member or 14 participant under Article 8 or Article 11 of this Code on or 15 after January 1, 2011 and prior to July 6, 2017 (the effective 16 date of Public Act 100-23) shall make an irrevocable election 17 either:

(i) to be eligible for the reduced retirement age 18 19 provided in subsections (c-5) and (d-5) of this Section, 20 the eligibility for which is conditioned upon the member 21 or participant agreeing to the increases in employee 22 contributions for age and service annuities provided in 23 subsection (a-5) of Section 8-174 of this Code (for service under Article 8) or subsection (a-5) of Section 24 25 11-170 of this Code (for service under Article 11); or 26 (ii) to not agree to item (i) of this subsection

(d-10), in which case the member or participant shall
continue to be subject to the retirement age provisions in
subsections (c) and (d) of this Section and the employee
contributions for age and service annuity as provided in
subsection (a) of Section 8-174 of this Code (for service
under Article 8) or subsection (a) of Section 11-170 of
this Code (for service under Article 11).

8 The election provided for in this subsection shall be made 9 between October 1, 2017 and November 15, 2017. A person 10 subject to this subsection who makes the required election 11 shall remain bound by that election. A person subject to this 12 subsection who fails for any reason to make the required 13 election within the time specified in this subsection shall be 14 deemed to have made the election under item (ii).

15 (d-15) Each person who first becomes a member or 16 participant under Article 12 on or after January 1, 2011 and 17 prior to January 1, 2022 shall make an irrevocable election 18 either:

(i) to be eligible for the reduced retirement age 19 20 specified in subsections (c) and (d) of this Section, the eligibility for which is conditioned upon the member or 21 22 participant agreeing to the increase in emplovee for service annuities specified 23 contributions in subsection (b) of Section 12-150; or 24

(ii) to not agree to item (i) of this subsection
(d-15), in which case the member or participant shall not

be eligible for the reduced retirement age specified in subsections (c) and (d) of this Section and shall not be subject to the increase in employee contributions for service annuities specified in subsection (b) of Section 12-150.

6 The election provided for in this subsection shall be made 7 between January 1, 2022 and April 1, 2022. A person subject to 8 this subsection who makes the required election shall remain 9 bound by that election. A person subject to this subsection 10 who fails for any reason to make the required election within 11 the time specified in this subsection shall be deemed to have 12 made the election under item (ii).

13 (e) Any retirement annuity or supplemental annuity shall 14 be subject to annual increases on the January 1 occurring 15 either on or after the attainment of age 67 (age 65, with 16 respect to service under Article 12 that is subject to this 17 Section, for a member or participant under Article 12 who first becomes a member or participant under Article 12 on or 18 after January 1, 2022 or who makes the election under item (i) 19 20 of subsection (d-15); and beginning on July 6, 2017 (the effective date of Public Act 100-23), age 65 with respect to 21 22 service under Article 8 or Article 11 for eligible persons 23 who: (i) are subject to subsection (c-5) of this Section; or (ii) made the election under item (i) of subsection (d-10) of 24 25 this Section) or the first anniversary of the annuity start date, whichever is later. Each annual increase shall be 26

calculated at 3% or one-half the annual unadjusted percentage 1 2 increase (but not less than zero) in the consumer price 3 index-u for the 12 months ending with the September preceding each November 1, whichever is less, of the originally granted 4 5 retirement annuity. If the annual unadjusted percentage change in the consumer price index-u for the 12 months ending with the 6 September preceding each November 1 is zero or there is a 7 8 decrease, then the annuity shall not be increased.

9 Notwithstanding any other provision of this Code to the 10 contrary, the retirement annuity of a participant to whom 11 subsection (c-10) applies shall be subject to annual increases 12 on the January 1 following the first anniversary of the annuity start date. Each annual increase shall be calculated 13 14 at 3% or one-half the annual unadjusted percentage increase (but not less than zero) in the consumer price index-u for the 15 16 12 months ending with the September preceding each November 1, 17 whichever is less, of the originally granted retirement annuity. If the annual unadjusted percentage change in the 18 19 consumer price index-u for the 12 months ending with the 20 September preceding each November 1 is zero or there is a 21 decrease, then the annuity shall not be increased.

For the purposes of Section 1-103.1 of this Code, the changes made to this Section by Public Act 102-263 are applicable without regard to whether the employee was in active service on or after August 6, 2021 (the effective date of Public Act 102-263).

For the purposes of Section 1-103.1 of this Code, the changes made to this Section by Public Act 100-23 are applicable without regard to whether the employee was in active service on or after July 6, 2017 (the effective date of Public Act 100-23).

(f) The initial survivor's or widow's annuity of an 6 otherwise eligible survivor or widow of a retired member or 7 8 participant who first became a member or participant on or 9 after January 1, 2011 shall be in the amount of 66 2/3% of the 10 retired member's or participant's retirement annuity at the 11 date of death. In the case of the death of a member or 12 participant who has not retired and who first became a member 13 or participant on or after January 1, 2011, eligibility for a survivor's or widow's annuity shall be determined by the 14 applicable Article of this Code. The initial benefit shall be 15 16 66 2/3% of the earned annuity without a reduction due to age. A 17 child's annuity of an otherwise eligible child shall be in the amount prescribed under each Article if applicable. Any 18 survivor's or widow's annuity shall be increased (1) on each 19 20 January 1 occurring on or after the commencement of the annuity if the deceased member died while receiving a 21 22 retirement annuity or (2) in other cases, on each January 1 23 occurring after the first anniversary of the commencement of the annuity. Each annual increase shall be calculated at 3% or 24 25 one-half the annual unadjusted percentage increase (but not 26 less than zero) in the consumer price index-u for the 12 months

ending with the September preceding each November 1, whichever is less, of the originally granted survivor's annuity. If the annual unadjusted percentage change in the consumer price index-u for the 12 months ending with the September preceding each November 1 is zero or there is a decrease, then the annuity shall not be increased.

7 (g) The benefits in Section 14-110 apply only if the 8 person is a State policeman, a fire fighter in the fire 9 protection service of a department, a conservation police 10 officer, an investigator for the Secretary of State, an 11 investigator for the Office of the Attorney General, an arson 12 investigator, a Commerce Commission police officer, investigator for the Department of Revenue or the Illinois 13 Gaming Board, a security employee of the Department of 14 Corrections or the Department of Juvenile Justice, or a 15 16 security employee of the Department of Innovation and 17 Technology, as those terms are defined in subsection (b) and subsection (c) of Section 14-110. A person who meets the 18 requirements of this Section is entitled to an annuity 19 20 calculated under the provisions of Section 14-110, in lieu of the regular or minimum retirement annuity, only if the person 21 22 has withdrawn from service with not less than 20 years of 23 eligible creditable service and has attained age 60, regardless of whether the attainment of age 60 occurs while 24 25 the person is still in service.

26

(q-5) The benefits in Section 14-110 apply if the person

1 is a State policeman, investigator for the Secretary of State, 2 conservation police officer, investigator for the Department 3 of Revenue or the Illinois Gaming Board, investigator for the Office of the Attorney General, Commerce Commission police 4 5 officer, or arson investigator, as those terms are defined in subsection (b) and subsection (c) of Section 14-110. A person 6 7 who meets the requirements of this Section is entitled to an 8 annuity calculated under the provisions of Section 14-110, in 9 lieu of the regular or minimum retirement annuity, only if the person has withdrawn from service with not less than 20 years 10 11 of eligible creditable service and has attained age 55, 12 regardless of whether the attainment of age 55 occurs while 13 the person is still in service.

(h) If a person who first becomes a member or a participant 14 15 of a retirement system or pension fund subject to this Section 16 on or after January 1, 2011 is receiving a retirement annuity 17 or retirement pension under that system or fund and becomes a member or participant under any other system or fund created 18 by this Code and is employed on a full-time basis, except for 19 20 those members or participants exempted from the provisions of this Section under subsection (a) of this Section, then the 21 22 person's retirement annuity or retirement pension under that 23 system or fund shall be suspended during that employment. Upon termination of that employment, the person's retirement 24 annuity or retirement pension payments shall resume and be 25 recalculated if recalculation is provided for under the 26

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1 applicable Article of this Code.

If a person who first becomes a member of a retirement 2 3 system or pension fund subject to this Section on or after January 1, 2012 and is receiving a retirement annuity or 4 5 retirement pension under that system or fund and accepts on a contractual basis a position to provide services to a 6 7 governmental entity from which he or she has retired, then 8 that person's annuity or retirement pension earned as an 9 active employee of the employer shall be suspended during that 10 contractual service. A person receiving an annuity or 11 retirement pension under this Code shall notify the pension 12 fund or retirement system from which he or she is receiving an 13 annuity or retirement pension, as well as his or her 14 contractual employer, of his or her retirement status before 15 accepting contractual employment. A person who fails to submit 16 such notification shall be quilty of a Class A misdemeanor and 17 required to pay a fine of \$1,000. Upon termination of that contractual employment, the person's retirement annuity or 18 19 retirement pension payments shall resume and, if appropriate, 20 be recalculated under the applicable provisions of this Code.

21

(i) (Blank).

(j) In the case of a conflict between the provisions of this Section and any other provision of this Code, the provisions of this Section shall control.

25 (Source: P.A. 101-610, eff. 1-1-20; 102-16, eff. 6-17-21;
26 102-210, eff. 1-1-22; 102-263, eff. 8-6-21; 102-956, eff.

HB1469 - 43 - LRB103 00152 RPS 45157 b 1 5-27-22.) Section 90. The State Mandates Act is amended by adding 2 Section 8.47 as follows: 3 4 (30 ILCS 805/8.47 new) Sec. 8.47. Exempt mandate. Notwithstanding Sections 6 and 5 6 8 of this Act, no reimbursement by the State is required for the implementation of any mandate created by this amendatory 7 8 Act of the 103rd General Assembly. 9 Section 99. Effective date. This Act takes effect upon

10 becoming law.