



94TH GENERAL ASSEMBLY

State of Illinois

2005 and 2006

HB0770

Introduced 2/1/2005, by Rep. Edward J. Acevedo

SYNOPSIS AS INTRODUCED:

40 ILCS 5/6-128

from Ch. 108 1/2, par. 6-128

30 ILCS 805/8.29 new

Amends the Chicago Firefighter Article of the Illinois Pension Code to increase the retirement annuity formula to 3.0% of average salary for each completed year of service or remaining fraction thereof, subject to a maximum of 75% of average salary. Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

LRB094 05969 EFG 36025 b

FISCAL NOTE ACT
MAY APPLY

PENSION IMPACT
NOTE ACT MAY
APPLY

STATE MANDATES
ACT MAY REQUIRE
REIMBURSEMENT

1 AN ACT in relation to 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 changing
5 Section 6-128 as follows:

6 (40 ILCS 5/6-128) (from Ch. 108 1/2, par. 6-128)

7 Sec. 6-128. Alternative annuity for future entrants.

8 (a) A future entrant who withdraws on or after July 21,
9 1959, after completing at least 23 years of service, and for
10 whom the annuity otherwise provided in this Article is less
11 than that stated in this Section, has a right to receive
12 annuity as follows:

13 If he is age 53 or more on withdrawal, his annuity after
14 withdrawal, shall be equal to 50% of his average salary.

15 An employee who reaches compulsory retirement age and who
16 has less than 23 years of service shall be entitled to a
17 minimum annuity equal to an amount determined by the product of
18 (1) his years of service and (2) 2% of his average salary.

19 An employee who remains in service after qualifying for
20 annuity under this Section shall have added to this annuity an
21 additional 1% of average salary for each completed year of
22 service or fraction thereof rendered until July 21, 1959, and
23 an additional 1% for a total of 2% of average salary from July
24 21, 1959. Each future entrant who has completed 23 years of
25 service before reaching age 53 shall have added to this annuity
26 1% of average salary for each completed year of service or
27 fraction thereof in excess of 23 years up to age 53.

28 (b) In lieu of the annuity provided in the foregoing
29 provisions of this Section any future entrant who withdraws
30 from the service either (i) after December 31, 1983 with at
31 least 22 years of service credit and having attained age 52 in
32 the service, or (ii) after December 31, 1984 with at least 21

1 years of service credit and having attained age 51 in the
2 service, or (iii) after December 31, 1985 with at least 20
3 years of service credit and having attained age 50 in the
4 service, or (iv) after December 31, 1990 with at least 20 years
5 of service regardless of age, may elect to receive an annuity,
6 to begin not earlier than upon attainment of age 50 if under
7 that age at withdrawal, computed as follows: an annuity equal
8 to 50% of average salary, plus additional annuity equal to 2%
9 of average salary for each completed year of service or
10 fraction thereof rendered after his completion of the minimum
11 number of years of service required for him to be eligible
12 under this subsection (b). However, the annuity provided under
13 this subsection (b) may not exceed 75% of average salary.

14 (c) In lieu of the annuity provided in any other provision
15 of this Section, a future entrant who withdraws from service
16 after the effective date of this amendatory Act of the 93rd
17 General Assembly with at least 20 years of service may elect to
18 receive an annuity, to begin no earlier than upon attainment of
19 age 50 if under that age at withdrawal, equal to 50% of average
20 salary plus 2.5% of average salary for each completed year of
21 service or fraction thereof over 20, but not to exceed 75% of
22 average salary.

23 (c-1) In lieu of the annuity provided in any other
24 provision of this Section, a future entrant who withdraws from
25 service after the effective date of this amendatory Act of the
26 94th General Assembly with at least 20 years of service may
27 elect to receive an annuity, to begin no earlier than upon
28 attainment of age 50 if under that age at withdrawal, equal to
29 3.0% of average salary for each completed year of service or
30 remaining fraction thereof, but not to exceed 75% of average
31 salary.

32 (d) For the purpose of this Section, "average salary" means
33 the average of the highest 4 consecutive years of salary within
34 the last 10 years of service.

35 (Source: P.A. 93-654, eff. 1-16-04.)

1 Section 90. The State Mandates Act is amended by adding
2 Section 8.29 as follows:

3 (30 ILCS 805/8.29 new)

4 Sec. 8.29. Exempt mandate. Notwithstanding Sections 6 and 8
5 of this Act, no reimbursement by the State is required for the
6 implementation of any mandate created by this amendatory Act of
7 the 94th General Assembly.

8 Section 99. Effective date. This Act takes effect upon
9 becoming law.