



## 94TH GENERAL ASSEMBLY

### State of Illinois

2005 and 2006

HB0819

Introduced 2/2/2005, by Rep. John D'Amico

#### SYNOPSIS AS INTRODUCED:

40 ILCS 5/6-164.3 new

40 ILCS 5/6-167

30 ILCS 805/8.29 new

from Ch. 108 1/2, par. 6-167

Amends the Chicago Firefighter Article of the Illinois Pension Code. Provides for noncompounded 3% automatic annual increases in all widow's annuities (other than term annuities). Increases the required contribution for widow's annuity by 0.5% of salary. Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

LRB094 05970 EFG 36026 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 6-164.3 and changing Section 6-167 as follows:

6 (40 ILCS 5/6-164.3 new)

7 Sec. 6-164.3. Automatic annual increase in widow's  
8 annuity.

9 (a) Every widow's annuity, other than a term annuity, shall  
10 be increased on January 1, 2006 or the January 1 occurring on  
11 or immediately after the first anniversary of the deceased  
12 fireman's death, whichever occurs later, and on each subsequent  
13 January 1, by an amount equal to 3% of the original amount of  
14 the annuity.

15 (b) Limitations on the maximum amount of widow's annuity  
16 imposed under this Article do not apply to the annual increases  
17 provided under this Section.

18 (c) The increases provided under this Section do apply to  
19 minimum widow's annuities. The increases provided under this  
20 Section do not apply to term annuities.

21 (40 ILCS 5/6-167) (from Ch. 108 1/2, par. 6-167)

22 Sec. 6-167. Contributions for widow's annuity. Until  
23 January 1, 2006, 1.5% of salary and beginning January 1, 2006,  
24 2.0% of salary ~~Beginning on the effective date and prior to~~  
25 ~~September 1, 1957, 1% of each payment of salary of not more~~  
26 ~~than \$3,000 of each employee and beginning September 1, 1957,~~  
27 ~~1% of each payment of salary of not more than \$6,000 of each~~  
28 ~~present employee and future entrant shall be deducted and~~  
29 ~~contributed to the fund for widow's annuity. After September 1,~~  
30 ~~1967 and prior to January 1, 1976, 1%, and beginning January 1,~~  
31 ~~1976, 1 1/2% of salary without limitation shall be deducted~~

1 from the pay of each present employee and future entrant and  
2 contributed to the fund for widow's annuity. The deduction  
3 shall be made at the time the payments of salary are payable  
4 and shall continue during the service of the employee.

5 Concurrently with each contribution, the city shall  
6 contribute 2% of each payment of salary.

7 Each contribution by the employee and the city shall be  
8 allocated to the accounts of and credited to the employee for  
9 widow's annuity.

10 (Source: P.A. 79-633.)

11 Section 90. The State Mandates Act is amended by adding  
12 Section 8.29 as follows:

13 (30 ILCS 805/8.29 new)

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

18 Section 99. Effective date. This Act takes effect upon  
19 becoming law.