

## 94TH GENERAL ASSEMBLY State of Illinois 2005 and 2006 HB1042

Introduced 02/03/05, by Rep. Jack D. Franks

## SYNOPSIS AS INTRODUCED:

40 ILCS 5/16-143

from Ch. 108 1/2, par. 16-143

Amends the Downstate Teacher Article of the Illinois Pension Code. Provides that an eligible child may continue to receive benefits until age 23 (was, age 22) if he or she is a full-time student. Effective immediately.

LRB094 07872 AMC 38053 b

FISCAL NOTE ACT MAY APPLY

PENSION IMPACT NOTE ACT MAY APPLY 2

3

18

19

20

21

22

23

24

25

26

27

1 AN ACT concerning public employee benefits.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Illinois Pension Code is amended by changing
- 5 Section 16-143 as follows:
- 6 (40 ILCS 5/16-143) (from Ch. 108 1/2, par. 16-143)
- Sec. 16-143. Survivors' benefits other conditions and limitations. The benefits provided under Sections 16-141 and 16-142, shall be subject to the following further conditions and limitations:
- (1) The period during which a member was in receipt of a disability or occupational disability benefit shall be considered as creditable service at the annual salary rate on which the member last made contributions.
- 15 (2) All service prior to July 24, 1959, for which 16 creditable service is granted towards a retirement annuity 17 shall be considered as creditable service.
  - (3) No benefits shall be payable unless a member, or a disabled member, returning to service, has made contributions to the system for at least one month after July 24, 1959, except that an annuitant must have contributed to the system for at least 1 year of creditable service after July 24, 1959.
  - (4) Creditable service under the State Employees'
    Retirement System of Illinois, the State Universities
    Retirement System and the Public School Teachers' Pension and
    Retirement Fund of Chicago shall be considered in determining
    whether the member has met the creditable service requirement.
- 28 (5) If an eligible beneficiary qualifies for a survivors'
  29 benefit because of pension credits established by the
  30 participant or annuitant in another system covered by Article
  31 20, and the combined survivors' benefits exceed the highest
  32 survivors' benefit payable by either system based upon the

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

combined pension credits, the survivors' benefit payable by this system shall be reduced to that amount which when added to the survivors' benefit payable by the other system would equal this highest survivors' benefit. If the other system has a similar provision for adjustment of the survivors' benefit, the respective proportional survivors' benefits shall be reduced proportionately according to the ratio which the amount of each proportional survivors' benefit bears to the aggregate of all proportional survivors' benefits. If a survivors' benefit is payable by another system covered by Article 20, and the survivor elects to waive the monthly survivors' benefit and accept a lump sum payment or death benefit in lieu of the monthly survivors' benefit, this system shall, for the purpose adjusting the monthly survivors' benefit under this paragraph, assume that the survivor had been entitled to a monthly survivors' benefit which, in accordance with actuarial tables of this system, is the actuarial equivalent of the amount of the lump sum payment or death benefit.

(6) Remarriage of a surviving spouse prior to attainment of age 55 that occurs before the effective date of this amendatory Act of the 91st General Assembly shall terminate his or her survivors' benefits.

The change made to this item (6) by this amendatory Act of the 91st General Assembly applies without regard to whether the deceased member or annuitant was in service on or after the effective date of this amendatory Act of the 91st General Assembly.

(7) The benefits payable to an eligible child shall terminate when the eligible child marries, dies, or attains age 18 (age 23 22 if a full-time student); except that benefits payable to a dependent disabled eligible child shall terminate only when the eligible child dies or ceases to be disabled.

(Source: P.A. 90-448, eff. 8-16-97; 91-887, eff. 7-6-00.)

34 Section 99. Effective date. This Act takes effect upon 35 becoming law.