95TH GENERAL ASSEMBLY

State of Illinois

2007 and 2008

HB5548

by Rep. Joseph M. Lyons

SYNOPSIS AS INTRODUCED:

40	ILCS	5/6-128	from	Ch.	108	1/2,	par.	6-128
40	ILCS	5/6-140	from	Ch.	108	1/2,	par.	6-140
40	ILCS	5/6-144	from	Ch.	108	1/2,	par.	6-144
40	ILCS	5/6-151	from	Ch.	108	1/2,	par.	6-151
30	ILCS	805/8.32 new						

Amends the Chicago Firefighter Article of the Illinois Pension Code to increase the maximum retirement annuity, duty disability benefit, and duty death benefit from 75% to 80% of salary. Also makes technical changes. Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

LRB095 18218 AMC 44302 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:

Section 5. The Illinois Pension Code is amended by changing
Sections 6-128, 6-140, 6-144, and 6-151 as follows:

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

7

Sec. 6-128. <u>Alternative annuity for future entrants.</u>

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.

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

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

5 (b) In lieu of the annuity provided in the foregoing provisions of this Section any future entrant who withdraws 6 7 from the service either (i) after December 31, 1983 with at least 22 years of service credit and having attained age 52 in 8 the service, or (ii) after December 31, 1984 with at least 21 9 10 years of service credit and having attained age 51 in the 11 service, or (iii) after December 31, 1985 with at least 20 12 years of service credit and having attained age 50 in the service, or (iv) after December 31, 1990 with at least 20 years 13 of service regardless of age, may elect to receive an annuity, 14 15 to begin not earlier than upon attainment of age 50 if under 16 that age at withdrawal, computed as follows: an annuity equal 17 to 50% of average salary, plus additional annuity equal to 2% of average salary for each completed year of service or 18 fraction thereof rendered after his completion of the minimum 19 20 number of years of service required for him to be eligible under this subsection (b). However, the annuity provided under 21 22 this subsection (b) may not exceed 75% of average salary.

(c) In lieu of the annuity provided in any other provision of this Section, a future entrant who withdraws from service after the effective date of this amendatory Act of the 93rd General Assembly with at least 20 years of service may elect to

HB5548

receive an annuity, to begin no earlier than upon attainment of age 50 if under that age at withdrawal, equal to 50% of average salary plus 2.5% of average salary for each completed year of service or fraction thereof over 20, but not to exceed <u>80%</u> 75% of average salary <u>(75% if the last day of service is before the</u> <u>effective date of this amendatory Act of the 95th General</u> <u>Assembly</u>.

8 (d) For the purpose of this Section, "average salary" means 9 the average of the highest 4 consecutive years of salary within 10 the last 10 years of service.

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

12 (40 ILCS 5/6-140) (from Ch. 108 1/2, par. 6-140)

13 Sec. 6-140. Death in the line of duty.

(a) The annuity for the widow of a fireman whose death 14 15 results from the performance of an act or acts of duty shall be 16 an amount equal to the following specified percentage 50% of the current annual salary attached to the classified position 17 to which the fireman was certified at the time of his death: 18 50% until January 1, 1973; 75% and 75% thereof after December 19 20 31, 1972 and until the effective date of this amendatory Act of 21 the 95th General Assembly; and 80% on and after that effective 22 date.

23 Unless the performance of an act or acts of duty results 24 directly in the death of the fireman, or prevents him from 25 subsequently resuming active service in the fire department,

HB5548

1 the annuity herein provided shall not be paid; nor shall such 2 annuities be paid unless the widow was the wife of the fireman 3 at the time of the act or acts of duty which resulted in his 4 death.

5 (b) The changes made to this Section by Public Act 92-50 this amendatory Act of the 92nd General Assembly apply without 6 7 regard to whether the deceased fireman was in service on or 8 after the effective date of that this amendatory Act. In the 9 case of a widow receiving an annuity under this Section that 10 has been reduced to 40% of current salary because the fireman, 11 had he lived, would have attained the age prescribed for 12 compulsory retirement, the annuity shall be restored to the amount provided in subsection (a), with the increase beginning 13 to accrue on the later of January 1, 2001 or the day the 14 15 annuity first became payable.

16 <u>The changes made to this Section by this amendatory Act of</u> 17 <u>the 95th General Assembly apply without regard to whether the</u> 18 <u>deceased fireman was in service on or after the effective date</u> 19 <u>of this amendatory Act.</u>

20 (Source: P.A. 92-50, eff. 7-12-01.)

21	(40 ILCS 5/6-144) (from Ch. 108 1/2, par. 6-144)
22	Sec. 6-144. <u>Maximum annuity to fireman.</u> No annuity in
23	excess of $\underline{80\%}$ $\overline{75\%}$ of the highest salary received by the fireman
24	concerned (75% if the last day of service is before the
25	effective date of this amendatory Act of the 95th General

- 5 - LRB095 18218 AMC 44302 b

Assembly) shall be granted or paid to him, except to the extent that the annuity may exceed that amount such 75% under the provisions of Section 6-164 of this Article.

4 (Source: P.A. 77-1353.)

5 (40 ILCS 5/6-151) (from Ch. 108 1/2, par. 6-151)

Sec. 6-151. <u>Duty disability.</u>

7 (a) An active fireman who is or becomes disabled on or 8 after the effective date as the result of a specific injury, or 9 of cumulative injuries, or of specific sickness incurred in or 10 resulting from an act or acts of duty, shall have the right to 11 receive duty disability benefit during any period of such 12 disability for which he does not receive or have a right to receive salary, equal to 80% 75% of his salary at the time the 13 14 disability is allowed (75% if the disability is allowed before 15 the effective date of this amendatory Act of the 95th General 16 Assembly). However, beginning January 1, 1994, no duty disability benefit that has been payable under this Section for 17 at least 10 years shall be less than 50% of the current salary 18 19 attached from time to time to the rank and grade held by the 20 fireman at the time of his removal from the Department payroll, 21 regardless of whether that removal occurred before the 22 effective date of this amendatory Act of 1993.

23 <u>(b)</u> Whenever an active fireman is or becomes so injured or 24 sick, as to require medical or hospital attention, the chief 25 officer of the fire department of the city shall file, or cause

HB5548

6

to be filed, with the board a report of the nature and cause of 1 2 his disability, together with the certificate or report of the physician attending or treating, or who attended or treated the 3 fireman, and a copy of any hospital record concerning the 4 5 disability. Any injury or sickness not reported to the board in 6 time to permit the board's physician to examine the fireman 7 before his recovery, and any injury or sickness for which a physician's report or copy of the hospital record is not on 8 9 file with the board shall not be considered for the payment of 10 duty disability benefit.

11 (c) Such fireman shall also receive a child's disability 12 benefit of \$30 per month on account of each unmarried child, 13 the issue of the fireman or legally adopted by him, who is less 14 than 18 years of age or handicapped and dependent upon the 15 fireman for support. The total amount of child's disability 16 benefit shall not exceed 25% of his salary at the time the 17 disability is allowed.

18 <u>(d)</u> The first payment of duty disability or child's 19 disability benefit shall be made not later than one month after 20 the benefit is granted. Each subsequent payment shall be made 21 not later than one month after the date of the latest payment.

Duty disability benefit shall be payable during the period of the disability until the fireman reaches the age of compulsory retirement. Child's disability benefit shall be paid to such a fireman during the period of disability until such child or children attain age 18 or marries, whichever

HB5548

HB5548	- 7 -	LRB095 18218 AMC 44302 b
--------	-------	--------------------------

event occurs first; except that attainment of age 18 by a child who is so physically or mentally handicapped as to be dependent upon the fireman for support, shall not render the child ineligible for child's disability benefit. The fireman shall thereafter receive such annuity or annuities as are provided for him in accordance with other provisions of this Article. (Source: P.A. 95-279, eff. 1-1-08.)

8 Section 90. The State Mandates Act is amended by adding 9 Section 8.32 as follows:

10 (30 ILCS 805/8.32 new)

11 Sec. 8.32. Exempt mandate. Notwithstanding Sections 6 and 8

12 of this Act, no reimbursement by the State is required for the

13 implementation of any mandate created by this amendatory Act of

14 the 95th General Assembly.

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