



## 95TH GENERAL ASSEMBLY

### State of Illinois

#### 2007 and 2008

#### SB1598

Introduced 2/9/2007, by Sen. Larry K. Bomke - John O. Jones -  
Chris Lauzen - Dave Syverson

#### SYNOPSIS AS INTRODUCED:

New Act  
40 ILCS 5/1-124 new  
30 ILCS 805/8.31 new

Creates the Pension Funding and Investments Act. Requires pension plan providers to provide statements to members of a plan that include (1) the actuarial value of the assets and liabilities of the plan, (2) the extent to which the plan is funded, (3) the plan's funding policy, and (4) asset allocations based on the percentage of overall plan assets. Provides that, if a request is made by a contributing employer or labor organization, then a pension plan provider must make available (1) copies of all actuary reports received by the pension plan provider for a plan year and (2) copies of all financial reports prepared by fiduciaries of the pension plan provider. Amends the Illinois Pension Code. Requires a retirement system or pension fund established under the Code to provide a statement to each member and annuitant that includes (1) the actuarial value of the assets and liabilities of the system or fund, (2) the extent to which the system or fund is funded, (3) the extent to which funding is required under this Code, and (4) asset allocations based on the percentage of overall assets of the system or fund. Provides that, if a request is made by a contributing employer or labor organization, then a retirement system or pension fund must make available (1) copies of all actuary reports received by the system or fund for the State fiscal year and (2) copies of all financial reports prepared by fiduciaries of the retirement system or pension fund. Effective immediately.

LRB095 07102 AMC 27228 b

FISCAL NOTE ACT  
MAY APPLY

PENSION IMPACT  
NOTE ACT MAY  
APPLY

STATE MANDATES  
ACT MAY REQUIRE  
REIMBURSEMENT

A BILL FOR

1 AN ACT concerning pensions.

2 **Be it enacted by the People of the State of Illinois,**  
3 **represented in the General Assembly:**

4 Section 1. Short title. This Act may be cited as the  
5 Pension Funding and Investments Act.

6 Section 5. Definition. For the purposes of this Act:

7 "Pension plan provider" means a person who administers  
8 pension plans, transacts business within the State of Illinois,  
9 and has enrolled at least one member in the plan who is  
10 domiciled within the State of Illinois.

11 "Person" means any natural individual, firm, partnership,  
12 association, joint stock company, joint venture, limited  
13 liability company, or public or private corporation.

14 Section 10. Disclosures required.

15 (a) Within 90 days after the close of a plan year, a  
16 pension plan provider must provide a statement to each member  
17 of a plan that includes (1) the actuarial value of the assets  
18 and liabilities of the plan, (2) the extent to which the plan  
19 is funded, (3) the plan's funding policy, and (4) asset  
20 allocations based on the percentage of overall plan assets.

21 (b) If a request is made by a contributing employer or  
22 labor organization, then, within 30 days after receipt of the

1 request, a pension plan provider must make available (1) copies  
2 of all actuary reports received by the pension plan provider  
3 for a plan year and (2) copies of all financial reports  
4 prepared by fiduciaries of the pension plan provider, including  
5 investment managers and advisors and plan service providers.

6 Section 80. The Illinois Pension Code is amended by adding  
7 Section 1-124 as follows:

8 (40 ILCS 5/1-124 new)

9 Sec. 1-124. Additional statements required.

10 (a) Within 90 days after the close of the State fiscal  
11 year, a retirement system or pension fund established under  
12 this Code must provide a statement to each member and annuitant  
13 that includes (1) the actuarial value of the assets and  
14 liabilities of the system or fund, (2) the extent to which the  
15 system or fund is funded, (3) the extent to which funding is  
16 required under this Code, and (4) asset allocations based on  
17 the percentage of overall assets of the system or fund.

18 (b) If a request is made by a contributing employer or  
19 labor organization, then, within 30 days after receipt of the  
20 request, a retirement system or pension fund must make  
21 available (1) copies of all actuary reports received by the  
22 system or fund for the State fiscal year and (2) copies of all  
23 financial reports prepared by fiduciaries of the retirement  
24 system or pension fund, including investment managers and

1 investment advisors and plan service providers.

2 Section 90. The State Mandates Act is amended by adding  
3 Section 8.31 as follows:

4 (30 ILCS 805/8.31 new)

5 Sec. 8.31. Exempt mandate. Notwithstanding Sections 6 and 8  
6 of this Act, no reimbursement by the State is required for the  
7 implementation of any mandate created by this amendatory Act of  
8 the 95th General Assembly.

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