

96TH GENERAL ASSEMBLY State of Illinois 2009 and 2010 HB2422

Introduced 2/19/2009, by Rep. Michael J. Zalewski

SYNOPSIS AS INTRODUCED:

40 ILCS 5/6-210.1

from Ch. 108 1/2, par. 6-210.1

40 ILCS 5/6-210.2

40 ILCS 5/8-172.1

30 ILCS 805/8.33 new

Amends the Chicago Firefighter Article of the Illinois Pension Code. Allows a fireman who was employed by the Chicago Fire Department and either (i) did not participate in a pension fund under the Code or (ii) participated in the pension fund established under the Chicago Municipal Article, terminated that service, and received a refund to establish the service under the Chicago Firefighter Article. Makes other changes. Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

LRB096 08603 AMC 18726 b

FISCAL NOTE ACT MAY APPLY

PENSION IMPACT NOTE ACT MAY APPLY STATE MANDATES ACT MAY REQUIRE REIMBURSEMENT

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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

 Sections 6-210.1, 6-210.2, and 8-172.1 as follows:
- 6 (40 ILCS 5/6-210.1) (from Ch. 108 1/2, par. 6-210.1)
- Sec. 6-210.1. Credit for former employment with the fire department.
- 9 (a) Any fireman who (1) accumulated service credit in the Article 8 fund for service as an employee of the Chicago Fire 10 Department and (2) has terminated that Article 8 service credit 11 and received a refund of contributions therefor, may establish 12 service credit in this Fund for all or any part of that period 13 14 of service under the Article 8 fund by making written application to the Board by January 1, 2010 2005 and paying to 15 16 this Fund (i) employee contributions based upon the actual 17 salary received and the rates in effect for members of this Fund at the time of such service, plus (ii) interest thereon 18 19 calculated as follows:
 - (1) For applications received by the Board before July 14, 1995, interest shall be calculated on the amount of employee contributions determined under item (i) above, at the rate of 4% per annum, compounded annually, from the

date of termination of such service to the date of payment.

(2) For applications received by the Board on or after July 14, 1995, interest shall be calculated on the amount of employee contributions determined under item (i) above, at the rate of 4% per annum, compounded annually, from the first date of the period for which credit is being established under this subsection (a) to the date of payment.

A fireman who (1) retired on or after January 16, 2004 and on or before the effective date of this amendatory Act of the 93rd General Assembly and (2) files an application to establish service credit under this subsection (a) before January 1, 2005, shall have his or her pension recalculated prospectively to include the service credit established under this subsection (a).

(b) A fireman who, at any time during the period 1970 through 1983, was an employee of the Chicago Fire Department but did not participate in any pension fund subject to this Code with respect to that employment may establish service credit in this Fund for all or any part of that employment by making written application to the Board by January 1, 2010 2005 and paying to this Fund (i) employee contributions based upon the actual salary received and the rates in effect for members of this Fund at the time of that employment, plus (ii) interest thereon calculated at the rate of 4% per annum, compounded annually, from the first date of the employment for which

- credit is being established under this subsection (b) to the date of payment.
- (c) (Blank). A fireman may pay the contributions required
 for service credit under this Section established on or after
 July 14, 1995 in the form of payroll deductions, in accordance
 with such procedures and limitations as may be established by
 Board rule and any applicable rules or ordinances of the
 employer.
- 9 (d) Employer contributions shall be transferred as 10 provided in Sections 6-210.2 and 8-172.1. The employer shall 11 not be responsible for making any additional employer 12 contributions for any credit established under this Section.
- 13 (Source: P.A. 93-654, eff. 1-16-04; 93-917, eff. 8-12-04.)
- 14 (40 ILCS 5/6-210.2)
- 15 6-210.2. City contributions for paramedics. 16 Municipality credits computed and credited under Article 8 for all firemen who (1) accumulated service credit in the Article 8 17 fund for service as a paramedic, (2) have terminated that 18 Article 19 service 8 credit and received а refund 20 contributions, and (3) are participants in this Article 6 fund 21 on the effective date of this amendatory Act of the 96th 93rd 22 General Assembly shall be transferred by the Article 8 fund to this Fund, together with interest at the rate of 11% per annum, 23 24 compounded annually, to the date of the transfer, as provided in Section 8-172.1 of this Code. These city contributions shall 25

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- 1 be credited to the individual fireman only if he or she pays
- for prior service as a paramedic in full to this Fund.
- 3 (Source: P.A. 93-654, eff. 1-16-04.)
- 4 (40 ILCS 5/8-172.1)
- Sec. 8-172.1. Transfer of city contributions for paramedics.
- 7 (a) Municipality credits computed and credited under this 8 Article 8 for all persons who (1) accumulated service credit in 9 this Article 8 fund for service as a paramedic, (2) have 10 terminated that Article 8 service credit and received a refund 11 of contributions, and (3) are participants in the Article 6 12 fund on the effective date of this amendatory Act of the 96th 1.3 93rd General Assembly shall be transferred by this Article 8 14 fund to the Article 6 fund together with interest at the rate 15 of 11% per annum, compounded annually, to the date of transfer. 16 The city shall not be responsible for making any additional employer contributions to the Fund to replace the amounts 17 transferred under this Section. 18
 - (b) Municipality credits computed and credited under this Article 8 for all persons who (1) accumulated service credit in this Article 8 fund for service as a paramedic, (2) have terminated that Article 8 service credit and received a refund of contributions, and (3) are not participants in the Article 6 fund on the effective date of this amendatory Act of the 93rd General Assembly shall be used as provided in Section 8-172.

- 1 (Source: P.A. 93-654, eff. 1-16-04.)
- 2 Section 90. The State Mandates Act is amended by adding
- 3 Section 8.33 as follows:
- 4 (30 ILCS 805/8.33 new)
- 5 Sec. 8.33. Exempt mandate. Notwithstanding Sections 6 and 8
- of this Act, no reimbursement by the State is required for the
- 7 <u>implementation of any mandate created by this amendatory Act of</u>
- 8 <u>the 96th General Assembly.</u>
- 9 Section 99. Effective date. This Act takes effect upon
- 10 becoming law.