

Personnel and Pensions Committee

Filed: 5/6/2010

14

15

16

09600SB1642ham001

LRB096 08015 AMC 41305 a

1 AMENDMENT TO SENATE BILL 1642 AMENDMENT NO. . Amend Senate Bill 1642 by replacing 2 3 everything after the enacting clause with the following: "Section 5. The Illinois Pension Code is amended by 4 changing Sections 6-210, 9-157, 9-169, and 12-190.3 as follows: 5 6 (40 ILCS 5/6-210) (from Ch. 108 1/2, par. 6-210) 7 Sec. 6-210. Credit allowed for service in department. Service rendered by a fireman, as a regularly 8 appointed and sworn policeman of the city shall be included, 9 10 for the purposes of this Article, as if such service were 11 rendered as a fireman of the city. Salary received by a fireman 12 for any such service as a policeman shall be considered, for 13 the purposes of this Article, as salary received as a fireman.

Any annuity payable to a fireman under this Article shall be

reduced by any pension or annuity payable to him from any

policemen's other pension fund or annuity and benefit fund in

- 1 operation in the city, and any member entering service after
- 2 January 1, 2011 shall not be given service credit in this fund
- 3 for any period of time in which the member is in receipt of
- 4 retirement benefits from any annuity and benefit fund in
- 5 operation in the city.
- Any policeman who becomes a fireman, subsequent to July 1,
- 7 1935, may contribute to the fund an amount equal to the sum
- 8 which would have accumulated to his credit from deductions from
- 9 salary for annuity purposes if he had been contributing to the
- 10 fund such sums as he contributed for annuity purposes to the
- 11 policemen's annuity and benefit fund, and no credit for periods
- of service rendered by him in the police department shall be
- 13 allowed, under this Article, except as to such periods for
- 14 which he made contributions to the policemen's annuity and
- benefit fund, provided he has made the payments required by
- 16 this Article.
- 17 (Source: P.A. 81-1536.)
- 18 (40 ILCS 5/9-157) (from Ch. 108 1/2, par. 9-157)
- 19 Sec. 9-157. Ordinary disability benefit. An employee while
- 20 under age 65 and prior to January 1, 1979, or while under age
- 21 70 and after January 1, 1979, but prior to January 1, 1987, and
- regardless of age on or after January 1, 1987, who becomes
- 23 disabled after becoming a contributor to the fund as the result
- of any cause other than injury incurred in the performance of
- 25 an act of duty is entitled to ordinary disability benefit

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1 during such disability, after the first 30 days thereof.

No employee who becomes disabled and whose disability commences during any period of absence from duty without pay other than on paid vacation may receive ordinary disability benefit until he recovers from such disability and performs the duties of his position in the service for at least 15 consecutive days, Sundays and holidays excepted, after his recovery from such disability.

The benefit shall not be allowed unless application therefor is made while the disability exists, nor for any period of disability before 30 days before the application for such benefit is made. The foregoing limitations do not apply if the board finds from satisfactory evidence presented to it that there was reasonable cause for delay in filing such application within such periods of time.

The first payment shall be made not later than one month after the benefit is granted and each subsequent payment shall be made not later than one month after the last preceding payment.

The disability benefit prescribed herein shall cease when the first of the following dates shall occur and the employee, if still disabled, shall thereafter be entitled to such annuity as is otherwise provided in this Article:

- (a) the date disability ceases.
- 25 (b) the date the disabled employee attains age 65 for 26 disability commencing prior to January 1, 1979.

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

- 1 the date the disabled employee attains 65 (C) disability commencing prior to attainment of age 60 in the 2 3 service and after January 1, 1979.
 - (d) the date the disabled employee attains the age of 70 for disability commencing after attainment of age 60 in the service and after January 1, 1979.
 - (e) the date the payments of the benefit shall exceed in the aggregate, throughout the employee's service, a period equal to 1/4 of the total service rendered prior to the date of disability but in no event more than 5 years. In computing such total service any period during which the employee received ordinary disability benefit and any period of absence from duty other than paid vacation shall be excluded.

Any employee whose duty disability benefit was terminated on or after January 1, 1979 by reason of his attainment of age 65 and who continues to be disabled after age 65 may elect before July 1, 1986 to have such benefits resumed beginning at the time of such termination and continuing until termination is required under this Section as amended by this amendatory Act of 1985. The amount payable to any employee for such resumed benefit for any period shall be reduced by the amount of any retirement annuity paid to such employee under this Article for the same period of time or by any refund paid in lieu of annuity.

Any employee whose disability benefit was terminated on or after January 1, 1987 by reason of his attainment of age 70,

and who continues to be disabled after age 70, may elect before March 31, 1988, to have such benefits resumed beginning at the time of such termination and continuing until termination is required under this Section as amended by this amendatory Act of 1987. The amount payable to any employee for such resumed benefit for any period shall be reduced by the amount of any retirement annuity paid to such employee under this Article for the same period of time or by any refund paid in lieu of annuity.

Ordinary disability benefit shall be 50% of the employee's salary at the date of disability. Instead of all amounts ordinarily contributed by an employee and by the county for age and service annuity and widow's annuity based on the salary at date of disability, the county shall contribute sums equal to such amounts for any period during which the employee receives ordinary disability and such is deemed for annuity and refund purposes as amounts contributed by him. The county shall also contribute 1/2 of 1% salary deductions required as a contribution from the employee under Section 9-133.

An employee who has withdrawn from service or was laid off for any reason, who is absent from service thereafter for 60 days or more who re-enters the service subsequent to such absence is not entitled to ordinary disability benefit unless he renders at least 6 months of service subsequent to the date of such last re-entry.

26 (Source: P.A. 85-964.)

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- 1 (40 ILCS 5/9-169) (from Ch. 108 1/2, par. 9-169)
- Sec. 9-169. Financing Tax levy.
 - (a) The county board shall levy a tax annually upon all taxable property in the county at the rate that will produce a sum which, when added to the amounts deducted from the salaries of the employees or otherwise contributed by them is sufficient for the requirements of this Article.

For the years before 1962 the tax rate shall be as provided in "The 1925 Act". For the years 1962 and 1963 the tax rate shall be not more than .0200 per cent; for the years 1964 and 1965 the tax rate shall be not more than .0202 per cent; for the years 1966 and 1967 the tax rate shall be not more than .0207 per cent; for the year 1968 the tax rate shall be not more than .0220 per cent; for the year 1969 the tax rate shall be not more than .0233 per cent; for the year 1970 the tax rate shall be not more than .0255 per cent; for the year 1971 the tax rate shall be not more than .0268 per cent of the value, as equalized or assessed by the Department of Revenue upon all taxable property in the county. Beginning with the year 1972 and for each year thereafter the county shall levy a tax annually at a rate on the dollar of the value, as equalized or assessed by the Department of Revenue of all taxable property within the county that will produce, when extended, not to exceed an amount equal to the total amount of contributions made by the employees to the fund in the calendar year 2 years

5

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

1 prior to the year for which the annual applicable tax is levied

2 multiplied by .8 for the years 1972 through 1976; by .8 for the

year 1977; by .87 for the year 1978; by .94 for the year 1979;

4 by 1.02 for the year 1980 and by 1.10 for the year 1981 and by

1.18 for the year 1982 and by 1.36 for the year 1983 and by 1.54

for the year 1984 and for each year thereafter.

This tax shall be levied and collected in like manner with the general taxes of the county, and shall be in addition to all other taxes which the county is authorized to levy upon the aggregate valuation of all taxable property within the county and shall be exclusive of and in addition to the amount of tax the county is authorized to levy for general purposes under any laws which may limit the amount of tax which the county may levy for general purposes. The county clerk, in reducing tax levies under any Act concerning the levy and extension of taxes, shall not consider this tax as a part of the general tax levy for county purposes, and shall not include it within any limitation of the per cent of the assessed valuation upon which taxes are required to be extended for the county. It is lawful to extend this tax in addition to the general county rate fixed by statute, without being authorized as additional by a vote of the people of the county.

Revenues derived from this tax shall be paid to the treasurer of the county and held by him for the benefit of the fund.

If the payments on account of taxes are insufficient during

- 1 any year to meet the requirements of this Article, the county
- 2 may issue tax anticipation warrants against the current tax
- 3 levy.
- 4 (b) By January 10, annually, the board shall notify the
- 5 county board of the requirement of this Article that this tax
- 6 shall be levied. The board shall make an annual determination
- of the required county contributions, and shall certify the
- 8 results thereof to the county board.
- 9 (c) The various sums to be contributed by the county board
- 10 and allocated for the purposes of this Article and any interest
- 11 to be contributed by the county shall be taken from the revenue
- derived from this tax or as otherwise provided in this Section
- 13 and no money of the county derived from any source other than
- 14 the levy and collection of this tax or the sale of tax
- 15 anticipation warrants, except state or federal funds
- 16 contributed for annuity and benefit purposes for employees of a
- 17 county department of public aid under "The Illinois Public Aid
- 18 Code", approved April 11, 1967, as now or hereafter amended,
- 19 may be used to provide revenue for the fund.
- 20 If it is not possible or practicable for the county to make
- 21 contributions for age and service annuity and widow's annuity
- 22 concurrently with the employee contributions made for such
- 23 purposes, such county shall make such contributions as soon as
- 24 possible and practicable thereafter with interest thereon at
- 25 the effective rate until the time it shall be made.
- 26 (d) With respect to employees whose wages are funded as

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

participants under the Comprehensive Employment and Training Act of 1973, as amended (P.L. 93-203, 87 Stat. 839, P.L. 93-567, 88 Stat. 1845), hereinafter referred to as CETA, subsequent to October 1, 1978, and in instances where the board has elected to establish a manpower program reserve, the board shall compute the amounts necessary to be credited to the manpower program reserves established and maintained as herein provided, and shall make a periodic determination of the amount of required contributions from the County to the reserve to be reimbursed by the federal government in accordance with rules and regulations established by the Secretary of the United States Department of Labor or his designee, and certify the results thereof to the County Board. Any such amounts shall become a credit to the County and will be used to reduce the amount which the County would otherwise contribute during succeeding years for all employees.

(e) In lieu of establishing a manpower program reserve with respect to employees whose wages are funded as participants under the Comprehensive Employment and Training Act of 1973, as authorized by subsection (d), the board may elect to establish a special County contribution rate for all such employees. If this option is elected, the County shall contribute to the Fund from federal funds provided under the Comprehensive Employment and Training Act program at the special rate so established and such contributions shall become a credit to the County and be used to reduce the amount which the County would otherwise

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

1 contribute during succeeding years for all employees.

- (f) In lieu of levying all or a portion of the tax required under this Section in any year, the county may deposit with the county treasurer no later than March 1 of that year for the benefit of the fund, to be held in accordance with this Article, an amount that, together with the taxes levied under this Section for that year, is not less than the amount of the county contributions for that year as certified by the board to the county board. The deposit may be derived from any source legally available for that purpose, including, but not limited to, the proceeds of county borrowings. The making of a deposit shall satisfy fully the requirements of this Section for that year to the extent of the amounts so deposited. Amounts deposited under this subsection (f) may be used by the fund for any of the purposes for which the proceeds of the tax levied under this Section may be used, including the payment of any amount that is otherwise required by this Article to be paid from the proceeds of that tax.
- (Source: P.A. 95-369, eff. 8-23-07.) 19
- 2.0 (40 ILCS 5/12-190.3) (from Ch. 108 1/2, par. 12-190.3)
- Sec. 12-190.3. Fraud. Any person who knowingly makes any 21 false statement or falsifies or permits to be falsified any 22 23 record of this Fund in any attempt to defraud the Fund is 24 quilty of a Class A misdemeanor.
- 25 None of the benefits provided for in this Article shall be

- paid to any person who is convicted of any misdemeanor or 1
- felony relating to or arising out of or in connection with any 2
- 3 attempt to defraud the Fund.
- 4 This Section shall not operate to impair any contract or
- 5 vested right previously acquired under any law or laws
- continued in this Article, nor to preclude the right to a 6
- 7 refund.
- (Source: P.A. 86-1488.) 8
- 9 Section 99. Effective date. This Act takes effect upon
- becoming law.". 10