

## 96TH GENERAL ASSEMBLY State of Illinois 2009 and 2010 SB2360

Introduced 2/27/2009, by Sen. Kirk W. Dillard

## SYNOPSIS AS INTRODUCED:

40 ILCS 5/3-111 30 ILCS 805/8.33 new from Ch. 108 1/2, par. 3-111

Amends the Downstate Police Article of the Illinois Pension Code to increase the pensions of persons with over 20 years of service. Increases the maximum pension from 75% to 80% of salary. Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

LRB096 10724 AMC 20908 b

FISCAL NOTE ACT
MAY APPLY

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

  Section 3-111 as follows:
- 6 (40 ILCS 5/3-111) (from Ch. 108 1/2, par. 3-111)
- 7 Sec. 3-111. Pension.
- (a) A police officer age 50 or more with 20 or more years 8 9 of creditable service, who is not a participant in the self-managed plan under Section 3-109.3 and who is no longer in 10 service as a police officer, shall receive a pension of 1/2 of 11 the salary attached to the rank held by the officer on the 12 13 police force for one year immediately prior to retirement or, 14 beginning July 1, 1987 for persons terminating service on or after that date, the salary attached to the rank held on the 15 16 last day of service or for one year prior to the last day, 17 whichever is greater. The pension shall be increased by 5%  $\frac{2.5\%}{2.5\%}$ of such salary for each additional year of service over 20 18 19 years of service through 26 30 years of service, to a maximum 20 of 80% 75% of such salary.
- 21 The changes made to this subsection (a) by this amendatory 22 Act of the 91st General Assembly apply to all pensions that 23 become payable under this subsection on or after January 1,

1999. All pensions payable under this subsection that began on or after January 1, 1999 and before the effective date of this amendatory Act shall be recalculated, and the amount of the increase accruing for that period shall be payable to the pensioner in a lump sum. The changes made to this subsection (a) by this amendatory Act of the 96th General Assembly apply to all pensions that become payable under this subsection on or after the effective date of this amendatory Act of the 96th General Assembly.

- (a-5) No pension in effect on or granted after June 30, 1973 shall be less than \$200 per month. Beginning July 1, 1987, the minimum retirement pension for a police officer having at least 20 years of creditable service shall be \$400 per month, without regard to whether or not retirement occurred prior to that date. If the minimum pension established in Section 3-113.1 is greater than the minimum provided in this subsection, the Section 3-113.1 minimum controls.
- (b) A police officer mandatorily retired from service due to age by operation of law, having at least 8 but less than 20 years of creditable service, shall receive a pension equal to 2 1/2% of the salary attached to the rank he or she held on the police force for one year immediately prior to retirement or, beginning July 1, 1987 for persons terminating service on or after that date, the salary attached to the rank held on the last day of service or for one year prior to the last day, whichever is greater, for each year of creditable service.

A police officer who retires or is separated from service having at least 8 years but less than 20 years of creditable service, who is not mandatorily retired due to age by operation of law, and who does not apply for a refund of contributions at his or her last separation from police service, shall receive a pension upon attaining age 60 equal to 2.5% of the salary attached to the rank held by the police officer on the police force for one year immediately prior to retirement or, beginning July 1, 1987 for persons terminating service on or after that date, the salary attached to the rank held on the last day of service or for one year prior to the last day, whichever is greater, for each year of creditable service.

(c) A police officer no longer in service who has at least one but less than 8 years of creditable service in a police pension fund but meets the requirements of this subsection (c) shall be eligible to receive a pension from that fund equal to 2.5% of the salary attached to the rank held on the last day of service under that fund or for one year prior to that last day, whichever is greater, for each year of creditable service in that fund. The pension shall begin no earlier than upon attainment of age 60 (or upon mandatory retirement from the fund by operation of law due to age, if that occurs before age 60) and in no event before the effective date of this amendatory Act of 1997.

In order to be eligible for a pension under this subsection (c), the police officer must have at least 8 years of

- 1 creditable service in a second police pension fund under this
- 2 Article and be receiving a pension under subsection (a) or (b)
- 3 of this Section from that second fund. The police officer need
- 4 not be in service on or after the effective date of this
- 5 amendatory Act of 1997.
- 6 (Source: P.A. 90-460, eff. 8-17-97; 91-939, eff. 2-1-01.)
- 7 Section 90. The State Mandates Act is amended by adding
- 8 Section 8.33 as follows:
- 9 (30 ILCS 805/8.33 new)
- Sec. 8.33. Exempt mandate. Notwithstanding Sections 6 and 8
- of this Act, no reimbursement by the State is required for the
- implementation of any mandate created by this amendatory Act of
- the 96th General Assembly.
- 14 Section 99. Effective date. This Act takes effect upon
- 15 becoming law.