

HB3081



97TH GENERAL ASSEMBLY

State of Illinois

2011 and 2012

HB3081

Introduced 2/23/2011, by Rep. David Harris

SYNOPSIS AS INTRODUCED:

40 ILCS 5/1-161 new

Amends the Illinois Pension Code. Decreases the amount of the annual increases in benefits to which current and future annuitants, participants, and survivors of the State-funded pension and retirement systems are entitled. Effective immediately.

LRB097 08650 JDS 48779 b

FISCAL NOTE ACT
MAY APPLY

PENSION IMPACT
NOTE ACT MAY
APPLY

A BILL FOR

1 AN ACT concerning public employee benefits.

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

4 Section 5. The Illinois Pension Code is amended by adding
5 Section 1-161 as follows:

6 (40 ILCS 5/1-161 new)

7 Sec. 1-161. Annual increases for annuitants, participants,
8 and survivors in the State-funded systems. Notwithstanding any
9 other provision of this Code, neither an annuitant or
10 participant in a retirement system or pension fund established
11 under Article 2, 14, 15, 16, or 18 of this Code nor a survivor
12 of such a person may, beginning on the effective date of this
13 Section, receive an annual increase in a benefit provided under
14 this Code in an amount that is greater than: (i) in the case of
15 persons who were annuitants, participants, or survivors in one
16 of the affected funds or systems before January 1, 2011, 2% of
17 the benefit then being received compounded annually and (2) in
18 the case of persons who became participants after January 1,
19 2011, 2% or one-half the annual unadjusted percentage increase
20 (but not less than zero) in the consumer price index-u for the
21 12 months ending with the September preceding each November 1,
22 whichever is less, of the originally granted benefit.

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