

SB2390



99TH GENERAL ASSEMBLY

State of Illinois

2015 and 2016

SB2390

Introduced 2/3/2016, by Sen. Mattie Hunter

SYNOPSIS AS INTRODUCED:

40 ILCS 5/17-128.1 new

Amends the Chicago Teacher Article of the Illinois Pension Code. Provides that the Chicago Board of Education shall levy a property tax annually at a rate that will produce an amount equal to the amount of member contributions to the Fund during the fiscal year 2 years prior to the year for which the tax is levied, subject to a maximum rate of .78%. Provides that the Board of Education shall use the proceeds of the tax for the purpose of making employer contributions to the Chicago Teachers' Pension Fund. Effective immediately.

LRB099 17123 EFG 41481 b

FISCAL NOTE ACT
MAY APPLY

HOUSING
AFFORDABILITY
IMPACT NOTE ACT
MAY APPLY

PENSION IMPACT
NOTE ACT MAY
APPLY

A BILL FOR

1 AN ACT in relation to 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 17-128.1 as follows:

6 (40 ILCS 5/17-128.1 new)

7 Sec. 17-128.1. Tax Levy. Contribution from taxes. The Board
8 of Education shall levy a tax annually at a rate on the dollar
9 of the value, as equalized or assessed by the Department of
10 Revenue, of all taxable property in the City, which, when
11 extended, will produce the following sums: for the fiscal and
12 school year 2018 and each subsequent year, an amount equal to
13 the amount of member contributions during the fiscal and school
14 year 2 years prior to the year for which the annual applicable
15 tax is levied; provided, however that the tax shall be levied
16 at a rate not to exceed .78% upon the equalized assessed value
17 of all taxable property in the City, based on the Board of
18 Education's estimate of that value for the year for which the
19 tax is levied.

20 As used in this Section, "member contributions" means and
21 includes all contributions paid into the Fund by members or
22 made on behalf of members by the Board of Education for service
23 retirement and disability retirement pensions, for survivors'

1 and children's pensions, and for automatic annual increases in
2 pensions; provided, however, that any member contributions
3 that are made by the Board of Education on behalf of its
4 employees shall be treated as member contributions for purposes
5 of this Section for the fiscal year for which the Board of
6 Education incurred the obligation to make such contributions.

7 Proceeds of this tax shall be used by the Board of
8 Education for the purpose of making employer contributions to
9 the Fund under Section 17-129. This tax shall be known as the
10 Public School Teachers' Pension and Retirement Fund and Pension
11 Contribution Tax.

12 Section 99. Effective date. This Act takes effect upon
13 becoming law.