

SB2972



99TH GENERAL ASSEMBLY

State of Illinois

2015 and 2016

SB2972

Introduced 2/18/2016, by Sen. Don Harmon

SYNOPSIS AS INTRODUCED:

40 ILCS 5/7-166

from Ch. 108 1/2, par. 7-166

Amends the Illinois Municipal Retirement Fund (IMRF) Article of the Illinois Pension Code, allows a participant who is terminating service to elect a separation benefit rather than a retirement annuity if his or her annuity would be less than \$100 (now \$30) per month. Effective January 1, 2017.

LRB099 18190 EFG 42558 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 changing
5 Section 7-166 as follows:

6 (40 ILCS 5/7-166) (from Ch. 108 1/2, par. 7-166)

7 Sec. 7-166. Separation benefits - Eligibility. Separation
8 benefits shall be payable as hereinafter set forth:

9 1. Upon separation from the service of all
10 participating municipalities and instrumentalities thereof
11 and participating instrumentalities, any participating
12 employee who, on the date of application for such benefit,
13 is not entitled to a retirement annuity shall be entitled
14 to a separation benefit.

15 2. Upon separation from the service of all
16 participating municipalities and instrumentalities thereof
17 and participating instrumentalities, any participating
18 employee who, on the date of application for such benefit,
19 is entitled to a retirement annuity of less than \$100 ~~\$30~~
20 per month for life may elect to take a separation benefit
21 in lieu of the retirement annuity.

22 3. Upon separation from the service of all
23 participating municipalities and instrumentalities thereof

1 and participating instrumentalities, any participating
2 employee who, on the date of application for such benefit,
3 is entitled to a retirement annuity, but wishes instead to
4 use the amounts to his or her credit in the Fund to
5 purchase credit in another retirement plan, may elect to
6 take a separation benefit in lieu of the retirement
7 annuity.

8 (Source: P.A. 91-887, eff. 7-6-00; 92-424, eff. 8-17-01.)

9 Section 99. Effective date. This Act takes effect January
10 1, 2017.