



Sen. John J. Cullerton

**Filed: 5/10/2017**

10000SB0366sam001

LRB100 05091 MJP 26175 a

1 AMENDMENT TO SENATE BILL 366

2 AMENDMENT NO. \_\_\_\_\_. Amend Senate Bill 366 by replacing  
3 everything after the enacting clause with the following:

4 "Section 5. The Illinois Pension Code is amended by  
5 changing Section 17-127 as follows:

6 (40 ILCS 5/17-127) (from Ch. 108 1/2, par. 17-127)

7 Sec. 17-127. Financing; revenues for the Fund.

8 (a) The revenues for the Fund shall consist of: (1) amounts  
9 paid into the Fund by contributors thereto and from employer  
10 contributions and State appropriations in accordance with this  
11 Article; (2) amounts contributed to the Fund by an Employer;  
12 (3) amounts contributed to the Fund pursuant to any law now in  
13 force or hereafter to be enacted; (4) contributions from any  
14 other source; and (5) the earnings on investments.

15 (b) The General Assembly finds that for many years the  
16 State has contributed to the Fund an annual amount that is

1 between 20% and 30% of the amount of the annual State  
2 contribution to the Article 16 retirement system, and the  
3 General Assembly declares that it is its goal and intention to  
4 continue this level of contribution to the Fund in the future.

5 (c) Beginning in State fiscal year 1999, the State shall  
6 include in its annual contribution to the Fund an additional  
7 amount equal to 0.544% of the Fund's total teacher payroll;  
8 except that this additional contribution need not be made in a  
9 fiscal year if the Board has certified in the previous fiscal  
10 year that the Fund is at least 90% funded, based on actuarial  
11 determinations. These additional State contributions are  
12 intended to offset a portion of the cost to the Fund of the  
13 increases in retirement benefits resulting from this  
14 amendatory Act of 1998.

15 (d) In addition to any other contribution required under  
16 this Article, including the contribution required under  
17 subsection (c), the State shall contribute to the Fund the  
18 following amounts:

19 (1) For State fiscal year 2017, the State shall  
20 contribute \$215,200,000.

21 (2) For State fiscal year 2018, the State shall  
22 contribute \$221,300,000.

23 (3) Beginning in State fiscal year 2019, the State  
24 shall contribute for each fiscal year an amount to be  
25 determined by the Fund, equal to the employer normal cost  
26 for that fiscal year, plus the amount allowed pursuant to

1 paragraph (3) of Section 17-142.1, to defray health  
2 insurance costs.

3 (e) The Board shall determine the amount of State  
4 contributions required for each fiscal year on the basis of the  
5 actuarial tables and other assumptions adopted by the Board and  
6 the recommendations of the actuary. On or before November 1 of  
7 each year, beginning November 1, 2017, the Board shall submit  
8 to the State Actuary, the Governor, and the General Assembly a  
9 proposed certification of the amount of the required State  
10 contribution to the Fund for the next fiscal year, along with  
11 all of the actuarial assumptions, calculations, and data upon  
12 which that proposed certification is based.

13 On or before January 1 of each year, beginning January 1,  
14 2018, the State Actuary shall issue a preliminary report  
15 concerning the proposed certification and identifying, if  
16 necessary, recommended changes in actuarial assumptions that  
17 the Board must consider before finalizing its certification of  
18 the required State contributions.

19 (f) On or before January 15, 2018 and each January 15  
20 thereafter, the Board shall certify to the Governor and the  
21 General Assembly the amount of the required State contribution  
22 for the next fiscal year. The certification shall include a  
23 copy of the actuarial recommendations upon which it is based  
24 and shall specifically identify the Fund's projected employer  
25 normal cost for that fiscal year. The Board's certification  
26 must note any deviations from the State Actuary's recommended

1 changes, the reason or reasons for not following the State  
2 Actuary's recommended changes, and the fiscal impact of not  
3 following the State Actuary's recommended changes on the  
4 required State contribution.

5 For the purposes of this Article, including issuing  
6 vouchers, and for the purposes of subsection (h) of Section 1.1  
7 of the State Pension Funds Continuing Appropriation Act, the  
8 State contribution specified for State fiscal years 2017 and  
9 2018 shall be deemed to have been certified, by operation of  
10 law and without official action by the Board or the State  
11 Actuary, in the amount provided in subsection (d) of this  
12 Section.

13 (g) Beginning in State fiscal year 2017, on the 15th day of  
14 each month, or as soon thereafter as may be practicable, the  
15 Board shall submit vouchers for payment of State contributions  
16 to the Fund, in a total monthly amount of one-twelfth of the  
17 required annual State contribution under subsection (d). These  
18 vouchers shall be paid by the State Comptroller and Treasurer  
19 by warrants drawn on the funds appropriated to the Fund for  
20 that fiscal year. If in any month the amount remaining  
21 unexpended from all other State appropriations to the Fund for  
22 the applicable fiscal year is less than the amount lawfully  
23 vouchered under this subsection, the difference shall be paid  
24 from the Common School Fund under the continuing appropriation  
25 authority provided in Section 1.1 of the State Pension Funds  
26 Continuing Appropriation Act.

1 (Source: P.A. 90-548, eff. 12-4-97; 90-566, eff. 1-2-98;  
2 90-582, eff. 5-27-98; 90-655, eff. 7-30-98.)

3 Section 10. The State Pension Funds Continuing  
4 Appropriation Act is amended by changing Section 1.1 as  
5 follows:

6 (40 ILCS 15/1.1)

7 Sec. 1.1. Appropriations to certain retirement systems.

8 (a) There is hereby appropriated from the General Revenue  
9 Fund to the General Assembly Retirement System, on a continuing  
10 monthly basis, the amount, if any, by which the total available  
11 amount of all other appropriations to that retirement system  
12 for the payment of State contributions is less than the total  
13 amount of the vouchers for required State contributions  
14 lawfully submitted by the retirement system for that month  
15 under Section 2-134 of the Illinois Pension Code.

16 (b) There is hereby appropriated from the General Revenue  
17 Fund to the State Universities Retirement System, on a  
18 continuing monthly basis, the amount, if any, by which the  
19 total available amount of all other appropriations to that  
20 retirement system for the payment of State contributions,  
21 including any deficiency in the required contributions of the  
22 optional retirement program established under Section 15-158.2  
23 of the Illinois Pension Code, is less than the total amount of  
24 the vouchers for required State contributions lawfully

1 submitted by the retirement system for that month under Section  
2 15-165 of the Illinois Pension Code.

3 (c) There is hereby appropriated from the Common School  
4 Fund to the Teachers' Retirement System of the State of  
5 Illinois, on a continuing monthly basis, the amount, if any, by  
6 which the total available amount of all other appropriations to  
7 that retirement system for the payment of State contributions  
8 is less than the total amount of the vouchers for required  
9 State contributions lawfully submitted by the retirement  
10 system for that month under Section 16-158 of the Illinois  
11 Pension Code.

12 (d) There is hereby appropriated from the General Revenue  
13 Fund to the Judges Retirement System of Illinois, on a  
14 continuing monthly basis, the amount, if any, by which the  
15 total available amount of all other appropriations to that  
16 retirement system for the payment of State contributions is  
17 less than the total amount of the vouchers for required State  
18 contributions lawfully submitted by the retirement system for  
19 that month under Section 18-140 of the Illinois Pension Code.

20 (e) The continuing appropriations provided by subsections  
21 (a), (b), (c), and (d) of this Section shall first be available  
22 in State fiscal year 1996. The continuing appropriations  
23 provided by subsection (h) of this Section shall first be  
24 available as provided in that subsection (h).

25 (f) For State fiscal year 2010 only, the continuing  
26 appropriations provided by this Section are equal to the amount

1 certified by each System on or before December 31, 2008, less  
2 (i) the gross proceeds of the bonds sold in fiscal year 2010  
3 under the authorization contained in subsection (a) of Section  
4 7.2 of the General Obligation Bond Act and (ii) any amounts  
5 received from the State Pensions Fund.

6 (g) For State fiscal year 2011 only, the continuing  
7 appropriations provided by this Section are equal to the amount  
8 certified by each System on or before April 1, 2011, less (i)  
9 the gross proceeds of the bonds sold in fiscal year 2011 under  
10 the authorization contained in subsection (a) of Section 7.2 of  
11 the General Obligation Bond Act and (ii) any amounts received  
12 from the State Pensions Fund.

13 (h) There is hereby appropriated from the Common School  
14 Fund to the Public School Teachers' Pension and Retirement Fund  
15 of Chicago, on a continuing monthly basis, the amount, if any,  
16 by which the total available amount of all other State  
17 appropriations to that Retirement Fund for the payment of State  
18 contributions under subsection (d) of Section 17-127 of the  
19 Illinois Pension Code is less than the total amount of the  
20 vouchers for required State contributions lawfully submitted  
21 by the Retirement Fund for that month under that Section  
22 17-127.

23 (Source: P.A. 96-43, eff. 7-15-09; 96-1497, eff. 1-14-11;  
24 96-1511, eff. 1-27-11.)

25 Section 99. Effective date. This Act takes effect upon

1 becoming law.".