

SB0729



100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

SB0729

Introduced 1/30/2017, by Sen. Kimberly A. Lightford

SYNOPSIS AS INTRODUCED:

40 ILCS 5/17-127

from Ch. 108 1/2, par. 17-127

Amends the Chicago Teacher Article of the Illinois Pension Code. Provides that beginning in State fiscal year 2018, the State shall make annual contributions to the Chicago Public School Teachers' Pension and Retirement Fund. Provides that for State fiscal year 2018, the contribution shall be \$456,500,000 and that for each year thereafter, the Board of Trustees of the Fund shall certify to the Governor by January 15th the amount of the required State contribution to the Fund for the coming fiscal year. Requires the certified contribution to be equal to 10% of the contribution certified by the board of trustees of the downstate teachers retirement system for the coming fiscal year. Effective immediately.

LRB100 06808 RPS 16857 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 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
17 between 20% and 30% of the amount of the annual State
18 contribution to the Article 16 retirement system, and the
19 General Assembly declares that it is its goal and intention to
20 continue this level of contribution to the Fund in the future.

21 Beginning in State fiscal year 1999, the State shall
22 include in its annual contribution to the Fund an additional
23 amount equal to 0.544% of the Fund's total teacher payroll;

1 except that this additional contribution need not be made in a
2 fiscal year if the Board has certified in the previous fiscal
3 year that the Fund is at least 90% funded, based on actuarial
4 determinations. These additional State contributions are
5 intended to offset a portion of the cost to the Fund of the
6 increases in retirement benefits resulting from this
7 amendatory Act of 1998.

8 (d) Beginning in State fiscal year 2018, the State shall
9 make annual contributions to the Fund. For State fiscal year
10 2018, the contribution shall be \$456,500,000. For each year
11 thereafter, the Board shall certify to the Governor by January
12 15th the amount of the required State contribution to the Fund
13 for the coming fiscal year. The certified contribution shall be
14 equal to 10% of the contribution certified for the coming
15 fiscal year under subsection (a-1) of Section 16-158 of this
16 Code.

17 (Source: P.A. 90-548, eff. 12-4-97; 90-566, eff. 1-2-98;
18 90-582, eff. 5-27-98; 90-655, eff. 7-30-98.)

19 Section 99. Effective date. This Act takes effect upon
20 becoming law.