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2 AMENDMENT NO. ____. Amend Senate Bill 1151 by replacing 3 everything after the enacting clause with the following:

AMENDMENT TO SENATE BILL 1151

4 "Section 5. The Illinois Pension Code is amended by
5 changing Section 17-122 as follows:

(40 ILCS 5/17-122) (from Ch. 108 1/2, par. 17-122) 6 7 Sec. 17-122. Survivor's and children's pensions - Amount. Upon the death of a teacher who has completed at least 1.5 1 8 9 1/2 years of contributing service with either this Fund or 10 the State Universities Retirement System or the Teachers' Retirement System of the State of Illinois, provided his 11 death occurred while (a) in active service covered by the 12 Fund or during his first 18 months of continuous employment 13 14 without a break in service under any other participating defined in the Illinois Retirement Systems 15 system as Reciprocal Act except the State Universities Retirement 16 17 System and the Teachers' Retirement System of the State of Illinois, (b) on a creditable leave of absence, (c) on a 18 19 noncreditable leave of absence of no more than one year, or (d) a pension was deferred or pending provided the teacher 20 21 had at least 10 years of validated service credit, or upon 22 the death of a pensioner otherwise qualified for such 1 benefit, the surviving spouse and unmarried minor children of 2 the deceased teacher under age 18 shall be entitled to pensions, under the conditions stated hereinafter. 3 Such 4 survivor's and children's pensions shall be based on the 5 average of the 4 highest consecutive years of salary in the 6 last 10 years of service or on the average salary for total service, if total service has been less than 4 years, 7 8 according to the following percentages:

9 30% of average salary or 50% of the retirement pension 10 earned by the teacher, whichever is larger, subject to the 11 prescribed maximum monthly payment, for a surviving spouse 12 alone on attainment of age 50;

13 60% of average salary for a surviving spouse and 14 eligible minor children of the deceased teacher.

15 If no eligible spouse survives, or the surviving spouse 16 remarries, or the parent of the children of the deceased 17 member is otherwise ineligible for a survivor's pension, a 18 children's pension for eligible minor children under age 18 19 shall be paid to their parent or legal guardian for their 20 benefit according to the following percentages:

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30% of average salary for one child;

60% of average salary for 2 or more children.

23 On January 1, 1981, any survivor or child who was receiving a survivor's or children's pension on or before 24 25 January 1, 1971, shall have his survivor's or children's pension then being paid increased by 1% for each full year 26 which has elapsed from the date the pension began. On January 27 1, 1982, any survivor or child whose pension began after 28 January 1, 1971, but before January 1, 1981, shall have his 29 30 survivor's or children's pension then being paid increased 1% for each full year which has elapsed from the date the 31 32 pension began. On January 1, 1987, any survivor or child whose pension began on or before January 1, 1977, shall have 33 the monthly survivor's or children's pension increased by \$1 34

1 for each full year which has elapsed since the pension began. 2 Beginning January 1, 1990, every survivor's and children's pension shall be increased (1) on each January 1 3 4 occurring on or after the commencement of the pension if the deceased teacher died while receiving a retirement pension, 5 or (2) in other cases, on each January 1 occurring on 6 or 7 after the first anniversary of the commencement of the 8 pension, by an amount equal to 3% of the current amount of 9 the pension, including all increases previously granted under this Article, notwithstanding Section 17-157. Such increases 10 11 shall apply without regard to whether the deceased teacher was in service on or after the effective date of this 12 amendatory Act of 1991, but shall not accrue for any period 13 prior to January 1, 1990. 14

Subject to the minimum established below, the maximum 15 16 amount of pension for a surviving spouse alone or one minor child shall be \$400 per month, and the maximum combined 17 pensions for a surviving spouse and children of the deceased 18 19 teacher shall be \$600 per month, with individual pensions adjusted for all beneficiaries pro rata to conform with this 20 21 limitation. If proration is unnecessary the minimum survivor's and children's pensions shall be \$40 per month. 22 23 The minimum total survivor's and children's pension payable upon the death of a contributor or annuitant which occurs 24 25 after December 31, 1986, shall be 50% of the earned retirement pension of such contributor or annuitant, 26 calculated without early retirement discount in the case of 27 death in service. 28

29 On death after retirement, the total survivor's and 30 children's pensions shall not exceed the monthly retirement 31 or disability pension paid to the deceased retirant. 32 Survivor's and children's benefits described in this Section 33 shall apply to all service and disability pensioners eligible 34 for a pension as of July 1, 1981. 1 (Source: P.A. 90-32, eff. 6-27-97; 90-566, eff. 1-2-98.)".