95TH GENERAL ASSEMBLY

State of Illinois

2007 and 2008

HB1924

Introduced 2/23/2007, by Rep. Donald L. Moffitt

SYNOPSIS AS INTRODUCED:

40 ILCS 5/4-108

from Ch. 108 1/2, par. 4-108

Amends the Downstate Firefighter Article of the Illinois Pension Code. Allows a firefighter to establish creditable service for up to 3 years of service as an on-call firefighter at the rate of one year of creditable service for each 5 years of time spent as an on-call firefighter for a municipality, township, or fire district. Requires the employing municipality to consent to the establishment of the creditable service and the payment of employee contributions. Provides that "on-call firefighter" includes any firefighter, whether or not he or she is compensated, who is not qualified to participate in a pension fund established under the Code in that capacity. Effective immediately.

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FISCAL NOTE ACT MAY APPLY PENSION IMPACT NOTE ACT MAY APPLY STATE MANDATES ACT MAY REQUIRE REIMBURSEMENT

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AN ACT concerning public employee benefits.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Illinois Pension Code is amended by changing
Section 4-108 as follows:

6 (40 ILCS 5/4-108) (from Ch. 108 1/2, par. 4-108)

7 Sec. 4-108. Creditable service.

8 (a) Creditable service is the time served as a firefighter 9 of a municipality. In computing creditable service, furloughs 10 and leaves of absence without pay exceeding 30 days in any one 11 year shall not be counted, but leaves of absence for illness or 12 accident regardless of length, and periods of disability for 13 which a firefighter received no disability pension payments 14 under this Article, shall be counted.

(b) Furloughs and leaves of absence of 30 days or less in 15 16 any one year may be counted as creditable service, if the 17 firefighter makes the contribution to the fund that would have been required had he or she not been on furlough or leave of 18 19 absence. То qualify for this creditable service, the 20 firefighter must pay the required contributions to the fund not 21 more than 90 days subsequent to the termination of the furlough 22 or leave of absence, to the extent that the municipality has not made such contribution on his or her behalf. 23

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(c) Creditable service includes:

) creditable service includes.

2 (1) Service in the military, naval or air forces of the 3 United States entered upon when the person was an active firefighter, provided that, upon applying for a permanent 4 5 pension, and in accordance with the rules of the board the 6 firefighter pays into the fund the amount that would have 7 been contributed had he or she been a regular contributor 8 during such period of service, if and to the extent that 9 the municipality which the firefighter served made no such 10 contributions in his or her behalf. The total amount of 11 such creditable service shall not exceed 5 years, except 12 that any firefighter who on July 1, 1973 had more than 5 years of such creditable service shall receive the total 13 amount thereof as of that date. 14

15 (2) Service prior to July 1, 1976 by a firefighter
16 initially excluded from participation by reason of age who
17 elected to participate and paid the required contributions
18 for such service.

19 (3) Up to 8 years of service by a firefighter as an 20 officer in a statewide firefighters' association when he is 21 on a leave of absence from a municipality's payroll, 22 provided that (i) the firefighter has at least 10 years of 23 creditable service as an active firefighter, (ii) the 24 firefighter contributes to the fund the amount that he 25 would have contributed had he remained an active member of 26 the fund, and (iii) the employee or statewide firefighter

1 association contributes to the fund an amount equal to the 2 employer's required contribution as determined by the 3 board.

(4) Time spent as an on-call firefighter fireman for a 4 5 municipality, township, or fire district calculated at the 6 rate of one year of creditable service for each 5 years of 7 time spent as an on-call firefighter fireman, provided that (i) the firefighter has at least 5 = 18 years of creditable 8 9 service as an active firefighter, (ii) the firefighter 10 spent at least 5 + 4 years as an on-call firefighter for <u>a</u> 11 the municipality, township, or fire district, (iii) the 12 employing municipality consents to the purchase of additional creditable service, the firefighter applies 13 for 14 such creditable service within 30 days after the effective 15 date of this amendatory Act of 1989, (iv) the firefighter 16 contributes to the Fund an amount representing employee 17 contributions for the number of years of creditable service granted under this subdivision (4), based on the salary and 18 19 contribution rate in effect for the firefighter at the date 20 of entry into the Fund, to be determined by the board, and 21 (v) not more than 3 years of creditable service may be 22 granted under this subdivision (4). As used in this 23 subdivision (4), "on-call firefighter" includes any 24 firefighter, whether or not he or she is compensated, who is not qualified to participate in a pension fund 25 26 established under this Code in that capacity.

as provided in Section 4-108.5, creditable 1 2 service shall not include time spent as a volunteer 3 firefighter, whether or not any compensation was received The change made in this Section by Public 4 therefor. 5 is intended to be a restatement and clarification 6 existing law, and does not imply that creditable previously allowed under this Article for 7 8 volunteer firefighter.

(5) Time served between July 1, 1976 and July 1, 1988 9 10 in the position of protective inspection officer or 11 administrative assistant for fire services, for а 12 municipality with a population under 10,000 that is located in a county with a population over 3,000,000 and that 13 14 maintains a firefighters' pension fund under this Article, 15 if the position included firefighting duties. 16 notwithstanding that the person may not have held an 17 appointment as a firefighter, provided that application is made to the pension fund within 30 days after the effective 18 date of this amendatory Act of 1991, and the corresponding 19 contributions are paid for the number of years of service 20 granted, based upon the salary and contribution rate in 21 22 effect for the firefighter at the date of entry into the 23 pension fund, as determined by the Board.

24 (6) Service before becoming a participant by a
 25 firefighter initially excluded from participation by
 26 reason of age who becomes a participant under the amendment

1 2 to Section 4-107 made by this amendatory Act of 1993 and pays the required contributions for such service.

3 (7) Up to 3 years of time during which the firefighter a disability pension under Section 4 receives 4-110, 5 4-110.1, or 4-111, provided that (i) the firefighter 6 returns to active service after the disability for a period 7 at least equal to the period for which credit is to be 8 established and (ii) the firefighter makes contributions 9 to the fund based on the rates specified in Section 4-118.1 10 and the salary upon which the disability pension is based. 11 These contributions may be paid at any time prior to the 12 commencement of a retirement pension. The firefighter may, 13 but need not, elect to have the contributions deducted from 14 the disability pension or to pay them in installments on a 15 schedule approved by the board. If not deducted from the 16 disability pension, the contributions shall include interest at the rate of 6% per year, compounded annually, 17 from the date for which service credit is being established 18 19 to the date of payment. If contributions are paid under this subdivision (c)(7) in excess of those needed to 20 21 establish the credit, the excess shall be refunded. This 22 subdivision (c)(7) applies to persons receiving a disability pension under Section 4-110, 4-110.1, or 4-111 23 24 on the effective date of this amendatory Act of the 91st 25 General Assembly, as well as persons who begin to receive 26 such a disability pension after that date.

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1 (Source: P.A. 94-856, eff. 6-15-06.)

2 Section 99. Effective date. This Act takes effect upon
3 becoming law.