

95TH GENERAL ASSEMBLY State of Illinois 2007 and 2008 SB0645

Introduced 2/8/2007, by Sen. James A. DeLeo

SYNOPSIS AS INTRODUCED:

40 ILCS 5/3-111.1 30 ILCS 805/8.31 new from Ch. 108 1/2, par. 3-111.1

Amends the Downstate Police Article of the Illinois Pension Code. Applies changes made by Public Act 91-939 increasing a police officer's monthly pension by 1/12 of 3% of the originally granted pension for each month that has elapsed since the pension began (before Public Act 91-939 it was by 3% of the originally granted pension for each year that has elapsed since the pension began) to initial increases that become payable on or after January 1, 1998 (rather than January 1, 1999). Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

LRB095 05039 AMC 25107 b

FISCAL NOTE ACT
MAY APPLY

PENSION IMPACT NOTE ACT MAY APPLY STATE MANDATES ACT MAY REQUIRE REIMBURSEMENT 1 AN ACT concerning public employee benefits.

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

- Section 5. The Illinois Pension Code is amended by changing

 Section 3-111.1 as follows:
- 6 (40 ILCS 5/3-111.1) (from Ch. 108 1/2, par. 3-111.1)
- 7 Sec. 3-111.1. Increase in pension.
- (a) Except as provided in subsection (e), the monthly 8 9 pension of a police officer who retires after July 1, 1971, and prior to January 1, 1986, shall be increased, upon either the 10 first of the month following the first anniversary of the date 11 of retirement if the officer is 60 years of age or over at 12 13 retirement date, or upon the first day of the month following 14 attainment of age 60 if it occurs after the first anniversary of retirement, by 3% of the originally granted pension and by 15 16 an additional 3% of the originally granted pension in January 17 of each year thereafter.
- 18 (b) The monthly pension of a police officer who retired 19 from service with 20 or more years of service, on or before 20 July 1, 1971, shall be increased in January of the year 21 following the year of attaining age 65 or in January of 1972, 22 if then over age 65, by 3% of the originally granted pension 23 for each year the police officer received pension payments. In

- each January thereafter, he or she shall receive an additional increase of 3% of the original pension.
 - (c) The monthly pension of a police officer who retires on disability or is retired for disability shall be increased in January of the year following the year of attaining age 60, by 3% of the original grant of pension for each year he or she received pension payments. In each January thereafter, the police officer shall receive an additional increase of 3% of the original pension.
 - (d) The monthly pension of a police officer who retires after January 1, 1986, shall be increased, upon either the first of the month following the first anniversary of the date of retirement if the officer is 55 years of age or over, or upon the first day of the month following attainment of age 55 if it occurs after the first anniversary of retirement, by 1/12 of 3% of the originally granted pension for each full month that has elapsed since the pension began, and by an additional 3% of the originally granted pension in January of each year thereafter.
 - The changes made to this subsection (d) by <u>Public Act</u> <u>91-939</u> this amendatory Act of the 91st General Assembly apply to all initial increases that become payable under this subsection on or after January 1, <u>1998</u> 1999. All initial increases that became payable under this subsection on or after January 1, <u>1998</u> 1999 and before the effective date of this amendatory Act of the 95th General Assembly shall be

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- recalculated and the additional amount accruing for that period, if any, shall be payable to the pensioner in a lump
- (e) Notwithstanding the provisions of subsection (a), upon 4 5 the first day of the month following (1) the first anniversary of the date of retirement, or (2) the attainment of age 55, or 6 7 (3) July 1, 1987, whichever occurs latest, the monthly pension 8 of a police officer who retired on or after January 1, 1977 and 9 on or before January 1, 1986, and did not receive an increase 10 under subsection (a) before July 1, 1987, shall be increased by 11 3% of the originally granted monthly pension for each full year 12 that has elapsed since the pension began, and by an additional 13 the originally granted pension in each 14 thereafter. The increases provided under this subsection are in 15 lieu of the increases provided in subsection (a).
 - (f) Notwithstanding the other provisions of this Section, beginning with increases granted on or after July 1, 1993, the second and all subsequent automatic annual increases granted under subsection (a), (b), (d), or (e) of this Section shall be calculated as 3% of the amount of pension payable at the time of the increase, including any increases previously granted under this Section, rather than 3% of the originally granted pension amount. Section 1-103.1 does not apply to this subsection (f).
- 25 (Source: P.A. 91-939, eff. 2-1-01.)

- 1 Section 90. The State Mandates Act is amended by adding
- 2 Section 8.31 as follows:
- 3 (30 ILCS 805/8.31 new)
- 4 Sec. 8.31. Exempt mandate. Notwithstanding Sections 6 and 8
- of this Act, no reimbursement by the State is required for the
- 6 <u>implementation of any mandate created by this amendatory Act of</u>
- 7 <u>the 95th General Assembly.</u>
- 8 Section 99. Effective date. This Act takes effect upon
- 9 becoming law.