

HB4582



96TH GENERAL ASSEMBLY

State of Illinois

2009 and 2010

HB4582

by Rep. Monique D. Davis

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 2010, the General Assembly must make annual contributions to the Fund of an amount equal to 20% of the amount of the annual State contribution to the Teachers' Retirement System System of the State of Illinois. Effective immediately.

LRB096 13210 AMC 27827 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 Beginning in State fiscal year 2010, in addition to the
9 percentage of the Fund's total teacher payroll required under
10 this subsection (b), the General Assembly must make annual
11 contributions to the Fund of an amount equal to 20% of the
12 amount of the annual State contribution to the Teachers'
13 Retirement System System of the State of Illinois.

14 (Source: P.A. 90-548, eff. 12-4-97; 90-566, eff. 1-2-98;
15 90-582, eff. 5-27-98; 90-655, eff. 7-30-98.)

16 Section 99. Effective date. This Act takes effect upon
17 becoming law.