



104TH GENERAL ASSEMBLY

State of Illinois

2025 and 2026

HB5610

Introduced 2/13/2026, by Rep. Travis Weaver

SYNOPSIS AS INTRODUCED:

30 ILCS 122/20
30 ILCS 122/25

Amends the Budget Stabilization Act. Provides that specified amounts shall be transferred from the General Revenue Fund to the Pension Stabilization Fund beginning in fiscal year 2030 and continuing until the end of fiscal year 2045 or when each of the designated retirement systems has achieved 100% funding, whichever occurs first. Effective immediately.

LRB104 18763 HLH 32206 b

1 AN ACT concerning finance.

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

4 Section 5. The Budget Stabilization Act is amended by
5 changing Sections 20 and 25 as follows:

6 (30 ILCS 122/20)

7 (Text of Section WITH the changes made by P.A. 98-599,
8 which has been held unconstitutional)

9 Sec. 20. Pension Stabilization Fund.

10 (a) The Pension Stabilization Fund is hereby created as a
11 special fund in the State treasury. Moneys in the fund shall be
12 used for the sole purpose of making payments to the designated
13 retirement systems as provided in Section 25.

14 (b) For each fiscal year through State fiscal year 2014,
15 when the General Assembly's appropriations and transfers or
16 diversions as required by law from general funds do not exceed
17 99% of the estimated general funds revenues pursuant to
18 subsection (a) of Section 10, the Comptroller shall transfer
19 from the General Revenue Fund as provided by this Section a
20 total amount equal to 0.5% of the estimated general funds
21 revenues to the Pension Stabilization Fund.

22 (c) For each fiscal year through State fiscal year 2014,
23 when the General Assembly's appropriations and transfers or

1 diversions as required by law from general funds do not exceed
2 98% of the estimated general funds revenues pursuant to
3 subsection (b) of Section 10, the Comptroller shall transfer
4 from the General Revenue Fund as provided by this Section a
5 total amount equal to 1.0% of the estimated general funds
6 revenues to the Pension Stabilization Fund.

7 (c-5) In addition to any other amounts required to be
8 transferred under this Section, in State fiscal year 2016 and
9 each fiscal year thereafter through State fiscal year 2045, or
10 when each of the designated retirement systems, as defined in
11 Section 25, has achieved 100% funding, whichever occurs first,
12 the State Comptroller shall order transferred and the State
13 Treasurer shall transfer from the General Revenue Fund to the
14 Pension Stabilization Fund an amount equal to 10% of (1) the
15 sum of the amounts certified by the designated retirement
16 systems under subsection (a-5) of Section 2-134, subsection
17 (a-10) of Section 14-135.08, subsection (a-10) of Section
18 15-165, and subsection (a-10) of Section 16-158 of this Code
19 for that fiscal year minus (2) the sum of (i) the transfer
20 required under subsection (c-10) of this Section for that
21 fiscal year and (ii) the sum of the required State
22 contributions certified by the retirement systems under
23 subsection (a) of Section 2-134, subsection (a-5) of Section
24 14-135.08, subsection (a-5) of Section 15-165, and subsection
25 (a-5) of Section 16-158 of this Code for that fiscal year. The
26 transferred amount is intended to represent one-tenth of the

1 annual savings to the State resulting from the enactment of
2 this amendatory Act of the 98th General Assembly.

3 (c-10) In State fiscal year 2019, the State Comptroller
4 shall order transferred and the State Treasurer shall transfer
5 \$364,000,000 from the General Revenue Fund to the Pension
6 Stabilization Fund. In State fiscal year 2020 and each fiscal
7 year thereafter until terminated under subsection (c-15), the
8 State Comptroller shall order transferred and the State
9 Treasurer shall transfer \$1,000,000,000 from the General
10 Revenue Fund to the Pension Stabilization Fund.

11 (c-15) The transfers made beginning in State fiscal year
12 2020 pursuant to subsection (c-10) of this Section shall
13 terminate at the end of State fiscal year 2045 or when each of
14 the designated retirement systems, as defined in Section 25,
15 has achieved 100% funding, whichever occurs first.

16 (c-20) In addition to any other transfers that may be
17 provided by law, the State Comptroller shall order transferred
18 and the State Treasurer shall transfer from the General
19 Revenue Fund to the Pension Stabilization Fund the amounts set
20 forth as follows for each of the specified fiscal years:

21 (1) for fiscal years 2030 through 2033, \$600,000,000
22 in each of those fiscal years; and

23 (2) for fiscal year 2034 through the fiscal year
24 specified in subsection (c-25), \$1,700,000 in each of
25 those fiscal years.

26 (c-25) The transfers pursuant to subsection (c-20) of this

1 Section shall terminate at the end of State fiscal year 2045 or
2 when each of the designated retirement systems, as defined in
3 Section 25, has achieved 100% funding, whichever occurs first.

4 (d) The Comptroller shall transfer 1/12 of the total
5 amount to be transferred each fiscal year under this Section
6 into the Pension Stabilization Fund on the first day of each
7 month of that fiscal year or as soon thereafter as possible;
8 except that the final transfer of the fiscal year shall be made
9 as soon as practical after the August 31 following the end of
10 the fiscal year.

11 Until State fiscal year 2015, before the final transfer
12 for a fiscal year is made, the Comptroller shall reconcile the
13 estimated general funds revenues used in calculating the other
14 transfers under this Section for that fiscal year with the
15 actual general funds revenues for that fiscal year. The final
16 transfer for the fiscal year shall be adjusted so that the
17 total amount transferred under this Section for that fiscal
18 year is equal to the percentage specified in subsection (b) or
19 (c) of this Section, whichever is applicable, of the actual
20 general funds revenues for that fiscal year. The actual
21 general funds revenues for the fiscal year shall be calculated
22 in a manner consistent with subsection (c) of Section 10 of
23 this Act.

24 (Source: P.A. 98-599, eff. 6-1-14.)

25 (Text of Section WITHOUT the changes made by P.A. 98-599,

1 which has been held unconstitutional)

2 Sec. 20. Pension Stabilization Fund.

3 (a) The Pension Stabilization Fund is hereby created as a
4 special fund in the State treasury. Moneys in the fund shall be
5 used for the sole purpose of making payments to the designated
6 retirement systems as provided in Section 25.

7 (b) For each fiscal year when the General Assembly's
8 appropriations and transfers or diversions as required by law
9 from general funds do not exceed 99% of the estimated general
10 funds revenues pursuant to subsection (a) of Section 10, the
11 Comptroller shall transfer from the General Revenue Fund as
12 provided by this Section a total amount equal to 0.5% of the
13 estimated general funds revenues to the Pension Stabilization
14 Fund.

15 (c) For each fiscal year when the General Assembly's
16 appropriations and transfers or diversions as required by law
17 from general funds do not exceed 98% of the estimated general
18 funds revenues pursuant to subsection (b) of Section 10, the
19 Comptroller shall transfer from the General Revenue Fund as
20 provided by this Section a total amount equal to 1.0% of the
21 estimated general funds revenues to the Pension Stabilization
22 Fund.

23 (c-20) In addition to any other transfers that may be
24 provided by law, the State Comptroller shall order transferred
25 and the State Treasurer shall transfer from the General
26 Revenue Fund to the Pension Stabilization Fund the amounts set

1 forth as follows for each of the specified fiscal years:

2 (1) for fiscal years 2030 through 2033, \$600,000,000
3 in each of those fiscal years; and

4 (2) for fiscal year 2034 through the fiscal year
5 specified in subsection (c-25), \$1,700,000 in each of
6 those fiscal years.

7 (c-25) The transfers pursuant to subsection (c-20) of this
8 Section shall terminate at the end of State fiscal year 2045 or
9 when each of the designated retirement systems, as defined in
10 Section 25, has achieved 100% funding, whichever occurs first.

11 (d) The Comptroller shall transfer 1/12 of the total
12 amount to be transferred each fiscal year under this Section
13 into the Pension Stabilization Fund on the first day of each
14 month of that fiscal year or as soon thereafter as possible;
15 except that the final transfer of the fiscal year shall be made
16 as soon as practical after the August 31 following the end of
17 the fiscal year.

18 Before the final transfer for a fiscal year is made, the
19 Comptroller shall reconcile the estimated general funds
20 revenues used in calculating the other transfers under this
21 Section for that fiscal year with the actual general funds
22 revenues for that fiscal year. The final transfer for the
23 fiscal year shall be adjusted so that the total amount
24 transferred under this Section for that fiscal year is equal
25 to the percentage specified in subsection (b) or (c) of this
26 Section, whichever is applicable, of the actual general funds

1 revenues for that fiscal year. The actual general funds
2 revenues for the fiscal year shall be calculated in a manner
3 consistent with subsection (c) of Section 10 of this Act.

4 (Source: P.A. 94-839, eff. 6-6-06.)

5 (30 ILCS 122/25)

6 (Text of Section WITH the changes made by P.A. 98-599,
7 which has been held unconstitutional)

8 Sec. 25. Transfers from the Pension Stabilization Fund.

9 (a) As used in this Section, "designated retirement
10 systems" means:

11 (1) the State Employees' Retirement System of
12 Illinois;

13 (2) the Teachers' Retirement System of the State of
14 Illinois;

15 (3) the State Universities Retirement System;

16 (4) the Judges Retirement System of Illinois; and

17 (5) the General Assembly Retirement System.

18 (b) As soon as may be practical after any money is
19 deposited into the Pension Stabilization Fund, the State
20 Comptroller shall apportion the deposited amount among the
21 designated retirement systems and the State Comptroller and
22 State Treasurer shall pay the apportioned amounts to the
23 designated retirement systems. The amount deposited shall be
24 apportioned among the designated retirement systems in the
25 same proportion as their respective portions of the total

1 actuarial reserve deficiency of the designated retirement
2 systems, as most recently determined by the Governor's Office
3 of Management and Budget. Amounts received by a designated
4 retirement system under this Section shall be used for funding
5 the unfunded liabilities of the retirement system. Payments
6 under this Section are authorized by the continuing
7 appropriation under Section 1.7 of the State Pension Funds
8 Continuing Appropriation Act.

9 (c) At the request of the State Comptroller, the
10 Governor's Office of Management and Budget shall determine the
11 individual and total actuarial reserve deficiencies of the
12 designated retirement systems. For this purpose, the
13 Governor's Office of Management and Budget shall consider the
14 latest available audit and actuarial reports of each of the
15 retirement systems and the relevant reports and statistics of
16 the Public Pension Division of the Department of Insurance.

17 (d) Payments to the designated retirement systems under
18 this Section shall be in addition to, and not in lieu of, any
19 State contributions required under Section 2-124, 14-131,
20 15-155, 16-158, or 18-131 of the Illinois Pension Code.

21 Payments to the designated retirement systems under this
22 Section received after the effective date of this amendatory
23 Act of the 98th General Assembly, and any investment earnings
24 attributable to such payments, do not reduce and do not
25 constitute payment of any portion of the required State
26 contribution under Article 2, 14, 15, 16, or 18 of the Illinois

1 Pension Code in the current fiscal year. Such amounts shall
2 not reduce, and shall not be included in the calculation of,
3 the required State contribution under Article 2, 14, 15, 16,
4 or 18 of the Illinois Pension Code in any future fiscal year,
5 until the designated retirement system has reached the
6 targeted funding ratio as prescribed by law for that
7 retirement system. Such payments may be invested in the same
8 manner as other assets of the designated retirement system and
9 shall be used in the calculation of the system's funding ratio
10 for the purposes of this Section and Section 20 of this Act.
11 Payments under this Section may be used for any associated
12 administrative costs.

13 (e) Payments to the designated retirement systems under
14 sections (c-20) and (c-25) of Section 20 received after the
15 effective date of this amendatory Act of the 104th General
16 Assembly, as well as any investment earnings attributable to
17 those payments, do not reduce and do not constitute payment of
18 any portion of the required State contribution under Article
19 2, 14, 15, 16, or 18 of the Illinois Pension Code in the
20 current fiscal year. Those amounts shall not reduce, and shall
21 not be included in the calculation of, the required State
22 contribution under Article 2, 14, 15, 16, or 18 of the Illinois
23 Pension Code in any future fiscal year, until the designated
24 retirement system has reached a 100% funding ratio. Those
25 payments may be invested in the same manner as other assets of
26 the designated retirement system and shall be used in the

1 calculation of the system's funding ratio for the purposes of
2 this Section and Section 20 of this Act. Payments under this
3 Section may be used for associated administrative costs.

4 (Source: P.A. 98-599, eff. 6-1-14.)

5 (Text of Section WITHOUT the changes made by P.A. 98-599,
6 which has been held unconstitutional)

7 Sec. 25. Transfers from the Pension Stabilization Fund.

8 (a) As used in this Section, "designated retirement
9 systems" means:

10 (1) the State Employees' Retirement System of
11 Illinois;

12 (2) the Teachers' Retirement System of the State of
13 Illinois;

14 (3) the State Universities Retirement System;

15 (4) the Judges Retirement System of Illinois; and

16 (5) the General Assembly Retirement System.

17 (b) As soon as may be practical after any money is
18 deposited into the Pension Stabilization Fund, the State
19 Comptroller shall apportion the deposited amount among the
20 designated retirement systems and the State Comptroller and
21 State Treasurer shall pay the apportioned amounts to the
22 designated retirement systems. The amount deposited shall be
23 apportioned among the designated retirement systems in the
24 same proportion as their respective portions of the total
25 actuarial reserve deficiency of the designated retirement

1 systems, as most recently determined by the Governor's Office
2 of Management and Budget. Amounts received by a designated
3 retirement system under this Section shall be used for funding
4 the unfunded liabilities of the retirement system. Payments
5 under this Section are authorized by the continuing
6 appropriation under Section 1.7 of the State Pension Funds
7 Continuing Appropriation Act.

8 (c) At the request of the State Comptroller, the
9 Governor's Office of Management and Budget shall determine the
10 individual and total actuarial reserve deficiencies of the
11 designated retirement systems. For this purpose, the
12 Governor's Office of Management and Budget shall consider the
13 latest available audit and actuarial reports of each of the
14 retirement systems and the relevant reports and statistics of
15 the Public Pension Division of the Department of Financial and
16 Professional Regulation.

17 (d) Payments to the designated retirement systems under
18 this Section shall be in addition to, and not in lieu of, any
19 State contributions required under Section 2-124, 14-131,
20 15-155, 16-158, or 18-131 of the Illinois Pension Code.

21 (e) Payments to the designated retirement systems under
22 sections (c-20) and (c-25) of Section 20 received after the
23 effective date of this amendatory Act of the 104th General
24 Assembly, as well as any investment earnings attributable to
25 those payments, do not reduce and do not constitute payment of
26 any portion of the required State contribution under Article

1 2, 14, 15, 16, or 18 of the Illinois Pension Code in the
2 current fiscal year. Those amounts shall not reduce, and shall
3 not be included in the calculation of, the required State
4 contribution under Article 2, 14, 15, 16, or 18 of the Illinois
5 Pension Code in any future fiscal year, until the designated
6 retirement system has reached a 100% funding ratio. Those
7 payments may be invested in the same manner as other assets of
8 the designated retirement system and shall be used in the
9 calculation of the system's funding ratio for the purposes of
10 this Section and Section 20 of this Act. Payments under this
11 Section may be used for any associated administrative costs.

12 (Source: P.A. 94-839, eff. 6-6-06.)

13 Section 99. Effective date. This Act takes effect upon
14 becoming law.