

Rep. Daniel J. Burke

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Filed: 4/23/2018

10000HB5183ham002

LRB100 19054 MJP 39057 a

2 AMENDMENT NO. _____. Amend House Bill 5183 by replacing

AMENDMENT TO HOUSE BILL 5183

3 everything after the enacting clause with the following:

4 "Section 5. The Illinois Pension Code is amended by

changing Sections 5-167.2, 5-167.4, 6-128.2, 6-128.4, and

6 7-109.3 as follows:

7 (40 ILCS 5/5-167.2) (from Ch. 108 1/2, par. 5-167.2)

Sec. 5-167.2. Retirement before September 1, 1967. A retired policeman, qualifying for minimum annuity or who retired from service with 20 or more years of service, before September 1, 1967, shall, in January of the year following the year he attains the age of 65, or in January of the year 1970, if then more than 65 years of age, have his then fixed and payable monthly annuity increased by an amount equal to 2% of the original grant of annuity, for each year the policeman was in receipt of annuity payments after the year in which he

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1 attains, or did attain the age of 63. An additional 2% increase

in such then fixed and payable original granted annuity shall

accrue in each January thereafter. Beginning January 1, 1986,

the rate of such increase shall be 3% instead of 2%.

The provisions of the preceding paragraph of this Section apply only to a retired policeman eligible for such increases in his annuity who contributes to the Fund a sum equal to \$5 for each full year of credited service upon which his annuity was computed. All such sums contributed shall be placed in a Supplementary Payment Reserve and shall be used for the purposes of such Fund account.

Beginning with the monthly annuity payment due in July, 1982, the fixed and granted monthly annuity payment for any policeman who retired from the service, before September 1, 1976, at age 50 or over with 20 or more years of service and entitled to an annuity on January 1, 1974, shall be not less than \$400. It is the intent of the General Assembly that the change made in this Section by this amendatory Act of 1982 shall apply retroactively to July 1, 1982.

Beginning with the monthly annuity payment due on January 1, 1986, the fixed and granted monthly annuity payment for any policeman who retired from the service before January 1, 1986, at age 50 or over with 20 or more years of service, or any policeman who retired from service due to termination of disability and who is entitled to an annuity on January 1, 1986, shall be not less than \$475.

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1 Beginning with the monthly annuity payment due on January 1, 1992, the fixed and granted monthly annuity payment for any policeman who retired from the service before January 1, 1992, at age 50 or over with 20 or more years of service, and for any policeman who retired from service due to termination of disability and who is entitled to an annuity on January 1, 1992, shall be not less than \$650. 7

Beginning with the monthly annuity payment due on January 1, 1993, the fixed and granted monthly annuity payment for any policeman who retired from the service before January 1, 1993, at age 50 or over with 20 or more years of service, and for any policeman who retired from service due to termination of disability and who is entitled to an annuity on January 1, 1993, shall be not less than \$750.

Beginning with the monthly annuity payment due on January 1, 1994, the fixed and granted monthly annuity payment for any policeman who retired from the service before January 1, 1994, at age 50 or over with 20 or more years of service, and for any policeman who retired from service due to termination of disability and who is entitled to an annuity on January 1, 1994, shall be not less than \$850.

Beginning with the monthly annuity payment due on January 1, 2004, the fixed and granted monthly annuity payment for any policeman who retired from the service before January 1, 2004, at age 50 or over with 20 or more years of service, and for any policeman who retired from service due to termination of

disability and who is entitled to an annuity on January 1, 2004, shall be not less than \$950.

Beginning with the monthly annuity payment due on January 1, 2005, the fixed and granted monthly annuity payment for any policeman who retired from the service before January 1, 2005, at age 50 or over with 20 or more years of service, and for any policeman who retired from service due to termination of disability and who is entitled to an annuity on January 1, 2005, shall be not less than \$1,050.

Beginning with the monthly annuity payment due on January 1, 2016, the fixed and granted monthly annuity payment for any policeman who retired from the service before January 1, 2016, at age 50 or over with 20 or more years of service, and for any policeman who retired from service due to termination of disability and who is entitled to an annuity on January 1, 2016, shall be no less than 125% of the Federal Poverty Level.

Beginning with the monthly annuity payment due on January 1, 2019, the fixed and granted monthly annuity payment for any policeman who retired from the service before January 1, 2019, at age 50 or over with 20 or more years of service, and for any policeman who retired from service due to termination of disability and who is entitled to an annuity on January 1, 2019, shall be no less than 150% of the Federal Poverty Level.

For purposes of this Section, the "Federal Poverty Level" shall be determined pursuant to the poverty guidelines updated periodically in the Federal Register by the United States

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1 Department of Health and Human Services under the authority of 2 42 U.S.C. 9902(2).

The difference in amount between the original fixed and granted monthly annuity of any such policeman on the date of his retirement from the service and the monthly annuity provided for in the immediately preceding paragraph shall be paid as a supplement in the manner set forth in the immediately following paragraph.

To defray the annual cost of the increases indicated in the preceding part of this Section, the annual interest income accruing from investments held by this Fund, exclusive of gains or losses on sales or exchanges of assets during the year, over and above 4% a year shall be used to the extent necessary and available to finance the cost of such increases for the following year and such amount shall be transferred as of the end of each year beginning with the year 1969 to a Fund account designated as the Supplementary Payment Reserve from the Interest and Investment Reserve set forth in Section 5-207.

In the event the funds in the Supplementary Payment Reserve in any year arising from: (1) the interest income accruing in the preceding year above 4% a year and (2) the contributions by retired persons are insufficient to make the total payments to all persons entitled to the annuity specified in this Section and (3) any interest earnings over 4% a year beginning with the year 1969 which were not previously used to finance such increases and which were transferred to the Prior Service

- 1 Annuity Reserve, may be used to the extent necessary and available to provide sufficient funds to finance such increases 2 3 for the current year and such sums shall be transferred from 4 the Prior Service Annuity Reserve. In the event the total money 5 available in the Supplementary Payment Reserve from such sources are insufficient to make the total payments to all 6 persons entitled to such 7 increases for the vear, 8 proportionate amount computed as the ratio of the money 9 available to the total of the total payments specified for that 10 year shall be paid to each person for that year.
- 11 The Fund shall be obligated for the payment of the increases in annuity as provided for in this Section only to 12 13 the extent that the assets for such purpose are available.
- (Source: P.A. 99-506, eff. 5-30-16.) 14
- 15 (40 ILCS 5/5-167.4) (from Ch. 108 1/2, par. 5-167.4)
- Sec. 5-167.4. Widow annuitant minimum annuity. 16
- (a) Notwithstanding any other provision of this Article, 17 beginning January 1, 1996, the minimum amount of widow's 18 19 annuity payable to any person who is entitled to receive a widow's annuity under this Article is \$700 per month, without 20 21 regard to whether the deceased policeman is in service on or 22 after the effective date of this amendatory Act of 1995.
- 23 Notwithstanding any other provision of this Article, 24 beginning January 1, 1999, the minimum amount of widow's 25 annuity payable to any person who is entitled to receive a

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1 widow's annuity under this Article is \$800 per month, without regard to whether the deceased policeman is in service on or 2

after the effective date of this amendatory Act of 1998.

Notwithstanding any other provision of this Article, beginning January 1, 2004, the minimum amount of widow's annuity payable to any person who is entitled to receive a widow's annuity under this Article is \$900 per month, without regard to whether the deceased policeman is in service on or after the effective date of this amendatory Act of the 93rd General Assembly.

Notwithstanding any other provision of this Article, beginning January 1, 2005, the minimum amount of widow's annuity payable to any person who is entitled to receive a widow's annuity under this Article is \$1,000 per month, without regard to whether the deceased policeman is in service on or after the effective date of this amendatory Act of the 93rd General Assembly.

(b) Effective January 1, 1994, the minimum amount of widow's annuity shall be \$700 per month for the following classes of widows, without regard to whether the deceased policeman is in service on or after the effective date of this amendatory Act of 1993: (1) the widow of a policeman who dies in service with at least 10 years of service credit, or who dies in service after June 30, 1981; and (2) the widow of a policeman who withdraws from service with 20 or more years of service credit and does not withdraw a refund, provided that

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1 the widow is married to the policeman before he withdraws from service. 2

- (b-5) Notwithstanding any other provision of this Article, beginning January 1, 2017, the minimum widow's annuity under this Article shall be no less than 125% of the Federal Poverty Level for all persons receiving widow's annuities on or after that date, without regard to whether the deceased policeman is in service on or after the effective date of this amendatory Act of the 99th General Assembly. Notwithstanding any other provision of this Article, beginning January 1, 2019, the minimum widow's annuity under this Article shall be no less than 150% of the Federal Poverty Level for all persons receiving widow's annuities on or after that date, without regard to whether the deceased policeman is in service on or after the effective date of this amendatory Act of the 100th General Assembly. For purposes of this Section, "Federal Poverty Level" means the poverty guidelines applicable to an individual in a single-person household located in Illinois, as updated periodically in the Federal Register by the United States Department of Health and Human Services under the authority of 42 U.S.C. 9902(2).
- (c) The city, in addition to the contributions otherwise made by it under the other provisions of this Article, shall make such contributions as are necessary for the minimum widow's annuities provided under this Section in the manner prescribed in Section 5-175.

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(Source: P.A. 99-905, eff. 11-29-16.) 1

- (40 ILCS 5/6-128.2) (from Ch. 108 1/2, par. 6-128.2) 2
- 3 Sec. 6-128.2. Minimum retirement annuities.
- 4 (a) Beginning with the monthly payment due in January, 5 1988, the monthly annuity payment for any person who is entitled to receive a retirement annuity under this Article in 6 January, 1990 and has retired from service at age 50 or over 7 8 with 20 or more years of service, and for any person who 9 retires from service on or after January 24, 1990 at age 50 or 10 over with 20 or more years of service, shall not be less than \$475 per month. The \$475 minimum annuity is exclusive of any 11 12 automatic annual increases provided by Sections 6-164 and 6-164.1, but not exclusive of previous raises in the minimum 13 14 annuity as provided by any Section of this Article.

Beginning January 1, 1992, the minimum retirement annuity payable to any person who has retired from service at age 50 or over with 20 or more years of service and is entitled to receive a retirement annuity under this Article on that date, or who retires from service at age 50 or over with 20 or more years of service after that date, shall be \$650 per month.

Beginning January 1, 1993, the minimum retirement annuity payable to any person who has retired from service at age 50 or over with 20 or more years of service and is entitled to receive a retirement annuity under this Article on that date, or who retires from service at age 50 or over with 20 or more

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years of service after that date, shall be \$750 per month.

Beginning January 1, 1994, the minimum retirement annuity payable to any person who has retired from service at age 50 or over with 20 or more years of service and is entitled to receive a retirement annuity under this Article on that date, or who retires from service at age 50 or over with 20 or more years of service after that date, shall be \$850 per month.

Beginning January 1, 2004, the minimum retirement annuity payable to any person who has retired from service at age 50 or over with 20 or more years of service and is entitled to receive a retirement annuity under this Article on that date, or who retires from service at age 50 or over with 20 or more years of service after that date, shall be \$950 per month.

Beginning January 1, 2005, the minimum retirement annuity payable to any person who has retired from service at age 50 or over with 20 or more years of service and is entitled to receive a retirement annuity under this Article on that date, or who retires from service at age 50 or over with 20 or more years of service after that date, shall be \$1,050 per month.

Beginning January 1, 2016, the minimum retirement annuity payable to any person who has retired from service at age 50 or over with 20 or more years of service and is entitled to receive a retirement annuity under this Article on that date, or who retires from service at age 50 or over with 20 or more years of service after that date, shall be no less than 125% of the Federal Poverty Level.

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Beginning January 1, 2019, the minimum retirement annuity payable to any person who has retired from service at age 50 or over with 20 or more years of service and is entitled to receive a retirement annuity under this Article on that date, or who retires from service at age 50 or over with 20 or more years of service after that date, shall be no less than 150% of the Federal Poverty Level.

For purposes of this Section, the "Federal Poverty Level" shall be determined pursuant to the poverty guidelines updated periodically in the Federal Register by the United States Department of Health and Human Services under the authority of 42 U.S.C. 9902(2).

The minimum annuities established by this subsection (a) do include previous raises in the minimum annuity as provided by any Section of this Article, but do not include any sums which have been added or will be added to annuity payments by the automatic annual increases provided by Sections 6-164 and 6-164.1. Such annual increases shall be paid in addition to the minimum amounts specified in this subsection.

- (b) Notwithstanding any other provision of this Article, beginning January 1, 1990, the minimum retirement annuity payable to any person who is entitled to receive a retirement annuity under this Article on that date shall be \$475 per month.
- 25 (c) The changes made to this Section by this amendatory Act 26 of the 93rd General Assembly apply to all persons receiving a

- 1 retirement annuity under this Article, without regard to
- whether the retirement of the fireman occurred prior to the 2
- effective date of this amendatory Act. 3
- 4 (Source: P.A. 99-506, eff. 5-30-16.)
- 5 (40 ILCS 5/6-128.4) (from Ch. 108 1/2, par. 6-128.4)
- Sec. 6-128.4. Minimum widow's annuities. 6
- (a) Notwithstanding any other provision of this Article, 7
- 8 beginning January 1, 1996, the minimum amount of widow's
- 9 annuity payable to any person who is entitled to receive a
- 10 widow's annuity under this Article is \$700 per month, without
- regard to whether the deceased fireman is in service on or 11
- 12 after the effective date of this amendatory Act of 1995.
- 13 (b) Notwithstanding Section 6-128.3, beginning January 1,
- 14 1994, the minimum widow's annuity under this Article shall be
- \$700 per month for (1) all persons receiving widow's annuities 15
- on that date who are survivors of employees who retired at age 16
- 50 or over with at least 20 years of service, and (2) persons 17
- who become eligible for widow's annuities and are survivors of 18
- 19 employees who retired at age 50 or over with at least 20 years
- of service. 20
- 21 (c) Notwithstanding Section 6-128.3, beginning January 1,
- 22 1999, the minimum widow's annuity under this Article shall be
- \$800 per month for (1) all persons receiving widow's annuities 23
- 24 on that date who are survivors of employees who retired at age
- 25 50 or over with at least 20 years of service, and (2) persons

- 1 who become eliqible for widow's annuities and are survivors of
- 2 employees who retired at age 50 or over with at least 20 years
- of service. 3
- (d) Notwithstanding Section 6-128.3, beginning January 1, 4
- 5 2004, the minimum widow's annuity under this Article shall be
- 6 \$900 per month for all persons receiving widow's annuities on
- or after that date, without regard to whether the deceased 7
- fireman is in service on or after the effective date of this 8
- amendatory Act of the 93rd General Assembly. 9
- 10 (e) Notwithstanding Section 6-128.3, beginning January 1,
- 11 2005, the minimum widow's annuity under this Article shall be
- \$1,000 per month for all persons receiving widow's annuities on 12
- or after that date, without regard to whether the deceased 13
- fireman is in service on or after the effective date of this 14
- 15 amendatory Act of the 93rd General Assembly.
- 16 (f) Notwithstanding Section 6-128.3, beginning January 1,
- 2017, the minimum widow's annuity under this Article shall be 17
- no less than 125% of the Federal Poverty Level for all persons 18
- receiving widow's annuities on or after that date, without 19
- 20 regard to whether the deceased fireman is in service on or
- after the effective date of this amendatory Act of the 99th 2.1
- 22 General Assembly.
- (g) Notwithstanding Section 6-128.3, beginning January 1, 23
- 24 2019, the minimum widow's annuity under this Article shall be
- 25 no less than 150% of the Federal Poverty Level for all persons
- receiving widow's annuities on or after that date, without 26

- 1 regard to whether the deceased fireman is in service on or
- after the effective date of this amendatory Act of the 100th 2
- 3 General Assembly.
- 4 (h) For purposes of this Section, "Federal Poverty Level"
- 5 means the poverty guidelines applicable to an individual in a
- 6 single-person household located in Illinois, as updated
- periodically in the Federal Register by the United States 7
- 8 Department of Health and Human Services under the authority of
- 9 42 U.S.C. 9902(2).
- 10 (Source: P.A. 99-905, eff. 11-29-16.)
- (40 ILCS 5/7-109.3) (from Ch. 108 1/2, par. 7-109.3) 11
- Sec. 7-109.3. "Sheriff's Law Enforcement Employees". 12
- (a) "Sheriff's law enforcement employee" or "SLEP" means: 13
- 14 (1) A county sheriff and all deputies, other than
- 15 special deputies, employed on a full time basis in the
- office of the sheriff. 16
- 17 (2) A person who has elected to participate in this
- Fund under Section 3-109.1 of this Code, and who is 18
- 19 employed by a participating municipality to perform police
- duties. 20
- 21 (3) A law enforcement officer employed on a full time
- 22 basis by a Forest Preserve District, provided that such
- 23 officer shall be deemed a "sheriff's law enforcement
- 24 employee" for the purposes of this Article, and service in
- 25 that capacity shall be deemed to be service as a sheriff's

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law enforcement employee, only if the board of commissioners of the District have so elected by adoption of an affirmative resolution. Such election, once made, may not be rescinded.

- (4) A person not eligible to participate in a fund established under Article 3 of this Code who is employed on a full-time basis by a participating municipality or participating instrumentality to perform police duties at an airport, but only if the governing authority of the employer has approved sheriff's law enforcement employee status for its airport police employees by adoption of an affirmative resolution. Such approval, once given, may not be rescinded.
- (5) A person who (i) is employed by a participating municipality that has both 30 or more full-time police officers and 50 or more full-time firefighters and has not established a fund under Article 3 or Article 4 of this Code and (ii) is employed on a full-time basis by that participating municipality to perform police duties or firefighting and EMS duties; but only if the governing authority of that municipality has approved sheriff's law enforcement employee status for its police officer or firefighter employees by adoption of an affirmative resolution. The resolution must specify that SLEP status shall be applicable to such employment occurring on or after the adoption of the resolution. Such resolution shall

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1 be irrevocable, but shall automatically terminate upon the establishment of 3 2 an Article or fund by the 3 municipality.

- (6) A person hired on or after January 1, 2011 who is not eligible to participate in a fund established under Article 4 and is employed on a full-time basis by a participating municipality to perform duties as a paramedic, emergency medical technician (EMT), emergency medical technician-intermediate (EMT-I), or advanced emergency medical technician (A-EMT), but only if the governing authority of that municipality has approved SLEP status for its paramedic, EMT, EMT-I, and A-EMT employees by adoption of an affirmative resolution. The resolution must specify that SLEP status shall be applicable to such employment occurring on or after the adoption of the resolution. Such resolution shall be irrevocable.
- (b) An employee who is a sheriff's law enforcement employee and is granted military leave or authorized leave of absence shall receive service credit in that capacity. Sheriff's law enforcement employees shall not be entitled to out-of-State service credit under Section 7-139.
- (Source: P.A. 100-354, eff. 8-25-17.) 22
- Section 90. The State Mandates Act is amended by adding 23 24 Section 8.42 as follows:

- (30 ILCS 805/8.42 new) 1
- 2 Sec. 8.42. Exempt mandate. Notwithstanding Sections 6 and 8
- of this Act, no reimbursement by the State is required for the 3
- implementation of any mandate created by this amendatory Act of 4
- 5 the 100th General Assembly.
- Section 99. Effective date. This Act takes effect upon 6
- 7 becoming law.".