98TH GENERAL ASSEMBLY

State of Illinois

2013 and 2014

SB3455

Introduced 2/14/2014, by Sen. William E. Brady - Wm. Sam McCann

SYNOPSIS AS INTRODUCED:

40 ILCS 5/16-150.1

Amends the Downstate Teacher Article of the Illinois Pension Code. In the provision defining "eligible employment" for the purpose of allowing a teacher to return to teaching in subject shortage areas without impairing his or her retirement status or retirement annuity, changes the ending date of the employment from no later than June 30, 2013 to no later than June 30, 2018.

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FISCAL NOTE ACT MAY APPLY PENSION IMPACT NOTE ACT MAY APPLY SB3455

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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 16-150.1 as follows:

6 (40 ILCS 5/16-150.1)

Sec. 16-150.1. Return to teaching in subject shortage area.
(a) As used in this Section, "eligible employment" means
employment beginning on or after July 1, 2003 and ending no
later than June 30, <u>2018</u> 2013, in a subject shortage area at a
qualified school, in a position requiring certification under
the law governing the certification of teachers.

As used in this Section, "qualified school" means a public elementary or secondary school that meets all of the following requirements:

16 (1) At the time of hiring a retired teacher under this
17 Section, the school is experiencing a shortage of teachers
18 in the subject shortage area for which the teacher is
19 hired.

20 (2) The school district to which the school belongs has 21 complied with the requirements of subsection (e), and the 22 regional superintendent has certified that compliance to 23 the System. 1 (3) If the school district to which the school belongs 2 provides group health benefits for its teachers generally, 3 substantially similar health benefits are made available 4 for teachers participating in the program under this 5 Section, without any limitations based on pre-existing 6 conditions.

7 (b) An annuitant receiving a retirement annuity under this 8 Article (other than a disability retirement annuity) may engage 9 in eligible employment at a qualified school without impairing 10 his or her retirement status or retirement annuity, subject to 11 the following conditions:

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(1) the eligible employment does not begin within the school year during which service was terminated;

14 (2) the annuitant has not received any early retirement
15 incentive under Section 16-133.3, 16-133.4, or 16-133.5;

16 (3) if the annuitant retired before age 60 and with 17 less than 34 years of service, the eligible employment does 18 not begin within the year following the effective date of 19 the retirement annuity;

(4) if the annuitant retired at age 60 or above or with
34 or more years of service, the eligible employment does
not begin within the 90 days following the effective date
of the retirement annuity; and

(5) before the eligible employment begins, the
 employer notifies the System in writing of the annuitant's
 desire to participate in the program established under this

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1 Section.

2 (c) An annuitant engaged in eligible employment in 3 accordance with subsection (b) shall be deemed a participant in 4 the program established under this Section for so long as he or 5 she remains employed in eligible employment.

6 (d) A participant in the program established under this 7 Section continues to be a retirement annuitant, rather than an 8 active teacher, for all of the purposes of this Code, but shall 9 be deemed an active teacher for other purposes, such as 10 inclusion in a collective bargaining unit, eligibility for 11 group health benefits, and compliance with the laws governing 12 the employment, regulation, certification, treatment, and 13 conduct of teachers.

With respect to an annuitant's eligible employment under this Section, neither employee nor employer contributions shall be made to the System and no additional service credit shall be earned. Eligible employment does not affect the annuitant's final average salary or the amount of the retirement annuity.

(e) Before hiring a teacher under this Section, the schooldistrict to which the school belongs must do the following:

(1) If the school district to which the school belongs
has honorably dismissed, within the calendar year
preceding the beginning of the school term for which it
seeks to employ a retired teacher under the program
established in this Section, any teachers who are legally

qualified to hold positions in the subject shortage area and have not yet begun to receive their retirement annuities under this Article, the vacant positions must first be tendered to those teachers.

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5 (2) For a period of at least 90 days during the 6 6 months preceding the beginning of either the fall or spring 7 term for which it seeks to employ a retired teacher under 8 program established in this Section, the school the 9 district must, on an ongoing basis, both (i) advertise its 10 vacancies in the subject shortage area in a newspaper of 11 general circulation in the area in which the school is 12 located and in employment bulletins published by college 13 and university placement offices located near the school; 14 and (ii) search for teachers legally qualified to fill 15 those vacancies through the Illinois Education Job Bank.

16 The school district must submit documentation of its 17 this subsection to compliance with the regional superintendent. Upon receiving satisfactory documentation from 18 19 the school district, the regional superintendent shall certify 20 the district's compliance with this subsection to the System.

(f) This Section applies without regard to whether the annuitant was in service on or after the effective date of this amendatory Act of the 93rd General Assembly.

24 (Source: P.A. 94-129, eff. 7-7-05; 95-910, eff. 8-26-08.)