

### 101ST GENERAL ASSEMBLY

# State of Illinois

# 2019 and 2020

#### нв0303

by Rep. David McSweeney

# SYNOPSIS AS INTRODUCED:

50 ILCS 155/5

Amends the Local Government Wage Increase Transparency Act. Provides that "disclosable payment" also includes accumulated sick leave. Effective immediately.

LRB101 04585 AWJ 49593 b

HB0303

1

AN ACT concerning local government.

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

Section 5. The Local Government Wage Increase Transparency
Act is amended by changing Section 5 as follows:

6 (50 ILCS 155/5)

Sec. 5. Disclosure of certain wage increases made to
employees under Article 7 of the Illinois Pension Code.

9 (a) This Section applies only to a participating employee 10 under Article 7 of the Illinois Pension Code (IMRF) who began 11 participation before January 1, 2011 and who is not subject to 12 a collective bargaining agreement with respect to the 13 employment upon which the participation is based.

14 (b) The definitions in Article 7 of the Illinois Pension15 Code also apply to this Section.

As used in this Section, "disclosable payment" means a payment, whether in the form of an increase in the rate of earnings or a lump-sum payment, that:

(1) would be made by a participating employer to a participating employee after the employee has expressed to the employer his or her intent to retire or withdraw from service;

23

(2) would have the effect of increasing the employee's

- HB0303
- reportable monthly earnings from that employer by more than
   6% compared to the previous month; and
- 3 4

(3) would be made between 12 months and 90 days prior to the employee's expected termination of service.

5 <u>"Disclosable payment" also includes accumulated sick</u> 6 leave.

However, "disclosable payment" does not include a refund of contributions or any payment required to be paid by State or federal law.

10 (c) A disclosable payment shall not be made or payable 11 unless the governing body of that participating employer has 12 first discussed the specific payment to be made at a meeting 13 open to the public and posted and held in accordance with the 14 requirements of the Open Meetings Act. At the meeting, the governing body shall, at a minimum, disclose (1) the identity 15 16 of the employee, (2) the purpose and amount of the increase or 17 payment, (3) the proposed retirement date, (4) the effect of the payment upon the expected retirement annuity of the 18 employee, and (5) the effect of the payment upon the liability 19 20 of the employer to the Article 7 Fund.

(d) The determination of whether the disclosable payment is permissible under this Section shall rest exclusively with the employer.

(e) A participating employer may not make a disclosable
payment to an employee in a manner inconsistent with this
Section. This Section is a denial and limitation of home rule

HB0303 - 3 - LRB101 04585 AWJ 49593 b
powers and functions under subsection (h) of Section 6 of
Article VII of the Illinois Constitution.
(Source: P.A. 99-646, eff. 7-28-16.)
Section 99. Effective date. This Act takes effect upon
becoming law.