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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:

4 Section 5. The Illinois Pension Code is amended by 5 changing Sections 5-157 and 5-212 as follows:

6 (40 ILCS 5/5-157) (from Ch. 108 1/2, par. 5-157)

Sec. 5-157. Administration of disability benefits.

8 (a) If a policeman who is granted duty or ordinary 9 disability benefit refuses to submit to examination by a 10 physician appointed by the board, he shall have no further 11 right to receive the benefit.

12 (b) A policeman who has withdrawn from service while 13 disabled and entered upon annuity prior to the effective date, 14 and who has thereafter been reinstated as a policeman, shall have no right to ordinary disability benefit in excess of the 15 16 amount previously received unless he serves at least one year 17 after such reinstatement. This provision shall apply throughout the duration of any disability incurred by the 18 19 policeman within one year after his reinstatement resulting 20 from any cause other than injury incurred in the performance 21 of an act of duty.

(c) Until the effective date of this amendatory Act of the
92nd General Assembly, a policeman who assumes regular

HB5295 Engrossed - 2 - LRB102 23444 RPS 32616 b

employment for compensation, while in receipt of ordinary or 1 2 duty disability benefits, shall not be entitled to receive any 3 amount of such disability benefits which, when added to his compensation for such employment during disability, would 4 5 exceed 150% of the rate of salary which would be paid to him if he were working in his regularly appointed civil service 6 7 position as a policeman. The changes made to this Section by Public Act 90-766 are not limited to persons in service on or 8 9 after the effective date of that Act.

10 Beginning on the effective date of this amendatory Act of 11 the 92nd General Assembly, the reduction of disability 12 benefits due to compensation for employment previously imposed under this subsection (c) no longer applies to any person 13 14 receiving a disability benefit under this Article, without 15 regard to whether the person is in service on or after that 16 date. The removal of this limitation by this amendatory Act is 17 not retroactive and does not entitle any person to the restoration of amounts previously reduced or withheld under 18 19 this subsection.

20 (d) Disability benefit shall not be paid for any part of 21 time for which a disabled policeman shall receive any part of 22 his salary.

(e) Except as herein otherwise provided, disability benefit shall not be paid for any disability based upon or caused by any mental or physical defect which the policeman had at the time he entered the police service. HB5295 Engrossed - 3 - LRB102 23444 RPS 32616 b

Disability benefit shall not be allowed to 1 (f) anv 2 policeman who re-enters the public service in any capacity 3 where his salary is payable in whole or in part by taxes levied 4 upon taxable property in the city in which this Article is in 5 effect, or out of special revenues of any department of the 6 city. The disability benefit shall be suspended during the period he is in the public service for compensation, and shall 7 be resumed when he withdraws from such service. 8

9 (g) If a policeman receives any compensation as temporary total disability, permanent total disability, a lump sum 10 11 settlement award, or other payment under the Workers' 12 Compensation Act or the Workers' Occupational Diseases Act as 13 a result of the policeman's secondary employment for any 14 injury resulting in disability, any disability benefit provided to the policeman for such disability under this 15 Article shall be reduced by any compensation amount so 16 17 received, if that compensation amount is less than the amount of the disability benefit. If the amount received as 18 19 compensation exceeds the amount of the disability benefit, the 20 policeman shall not receive the disability benefit until the disability benefit <u>payable equals the amount of</u> 21 the 22 compensation received without consideration of interest. The 23 calculation of compensation received by the policeman as 24 provided in this Section shall not take into consideration any 25 benefits received under the Line of Duty Compensation Act. If the widow, child or children, or parent or parents of a 26

HB5295 Engrossed - 4 - LRB102 23444 RPS 32616 b

policeman, or any of these persons, receives any compensation 1 2 under the Workers' Compensation Act or the Workers' 3 Occupational Diseases Act as a result of the policeman's secondary employment for any injury resulting in the 4 5 policeman's death, the annuities provided under this Article for those beneficiaries shall be reduced by any compensation 6 amount so received, if that compensation amount is less than 7 8 the amount of the annuities. If the amount received as 9 compensation exceeds the amount of the annuities for the 10 widow, child or children, or parent or parents, the annuities 11 shall not be payable until the accumulated value of the 12 annuities equals the amount of the <u>compensation received</u> without consideration of interest. In making the adjustment, 13 14 the annuity to the widow shall first be reduced. The calculation of compensation received by the widow, child or 15 16 children, or parent or parents of a policeman, or any of these 17 persons, as provided in this Section shall not take into consideration any benefits received under the Line of Duty 18 19 Compensation Act or the Public Safety Officers Benefits Act of 1976, 34 U.S.C. 1<u>0281 et seq.</u> 20

21 (h) (g) Any disability benefit paid in violation of this 22 Section or of this Article shall be construed to have been paid 23 in error, and the amounts so paid shall be charged as a debit 24 in the account of any person to whom the same was paid and 25 shall be deducted from any moneys thereafter payable to such 26 person out of this fund, or to the widow, heirs or estate of HB5295 Engrossed - 5 - LRB102 23444 RPS 32616 b

1 such person.

2 (Source: P.A. 92-52, eff. 7-12-01.)

3 (40 ILCS 5/5-212) (from Ch. 108 1/2, par. 5-212)

4 Sec. 5-212. Computation of service. In computing the 5 service rendered by a policeman prior to the effective date, the following periods shall be counted, in addition to all 6 7 periods during where he performed the duties of his position, as periods of service for annuity purposes only: all periods 8 9 of (a) vacation; (b) leave of absence with whole or part pay; 10 (c) leave of absence without pay on account of disability; and 11 (d) leave of absence during which the policeman was engaged in 12 the military or naval service of the United States of America. Service credit shall not be allowed for a policeman in receipt 13 14 of a pension on account of disability from any pension fund 15 superseded by this fund.

16 In computing the service rendered by a policeman on or after the effective date, the following periods shall be 17 counted, in addition to all periods during which he performed 18 the duties of his position, as periods of service for annuity 19 purposes only: all periods of (a) vacation; (b) leave of 20 21 absence with whole or part pay; (c) leave of absence during 22 which the policeman was engaged in the military or naval service of the United States of America; (d) time that the 23 24 policeman was engaged in the military or naval service of the 25 United States of America, during which he was passed over on HB5295 Engrossed - 6 - LRB102 23444 RPS 32616 b

any eligible list posted from an entrance examination, due to 1 2 the fact that he was in such military or naval service at the 3 time he was called for appointment to the Police Department, to be computed from the date he was passed over on any eligible 4 5 list and would have been first sworn in as a policeman had he not been engaged in the military or naval service of the United 6 7 States of America, until the date of his discharge from such 8 military or naval service; provided that such policeman shall 9 pay into this Fund the same amount that would have been 10 deducted from his salary had he been a policeman during the 11 aforementioned portion of such military or naval service; (e) 12 disability for which the policeman receives any disability benefit or compensation under the Workers' Compensation Act or 13 14 the Workers' Occupational Diseases Act; (f) disability for 15 which the policeman receives whole or part pay; (q) service for which credits and creditable service have been transferred 16 17 to this Fund under Section 9-121.1, 14-105.1 or 15-134.3 of this Code; and (h) periods of service in the military, naval, 18 or air forces of the United States entered upon before 19 20 beginning service as an active policeman of a municipality as provided in Section 5-214.3. 21

In computing service on or after the effective date for ordinary disability benefit, all periods described in the preceding paragraph, except any such period for which a policeman receives ordinary disability benefit, shall be counted as periods of service. HB5295 Engrossed - 7 - LRB102 23444 RPS 32616 b

In computing service for any of the purposes of this 1 Article, no credit shall be given for any period during which a 2 policeman was not rendering active service because of his 3 discharge from the service, unless proceedings to test the 4 5 legality of the discharge are filed in a court of competent jurisdiction within one year from the date of discharge and a 6 7 final judgment is entered therein declaring the discharge 8 illegal.

9 No overtime or extra service shall be included in 10 computing service of a policeman and not more than one year or 11 a fractional part thereof of service shall be allowed for 12 service rendered during any calendar year.

13 In computing service for any of the purposes of this Article, credit shall be given for any periods during which a 14 15 policeman who is a member of the General Assembly is on leave 16 of absence or is otherwise authorized to be absent from duty to 17 enable him her to perform legislative or duties, notwithstanding any reduction in salary for such periods and 18 notwithstanding that the contributions paid by the policeman 19 20 were based on a reduced salary rather than the full amount of salary attached to his or her career service rank. 21

22 (Source: P.A. 96-1260, eff. 7-23-10.)

23 Section 90. The State Mandates Act is amended by adding 24 Section 8.46 as follows: HB5295 Engrossed - 8 - LRB102 23444 RPS 32616 b

1 (30 ILCS 805/8.46 new)

Sec. 8.46. Exempt mandate. Notwithstanding Sections 6 and 8 of this Act, no reimbursement by the State is required for the implementation of any mandate created by this amendatory Act of the 102nd General Assembly.

6 Section 99. Effective date. This Act takes effect upon 7 becoming law.