

93RD GENERAL ASSEMBLY State of Illinois 2003 and 2004

Introduced 02/05/04, by Ralph C. Capparelli

SYNOPSIS AS INTRODUCED:

40 ILCS 5/5-136.2 new 30 ILCS 805/8.28 new

Amends the Chicago Police Article of the Illinois Pension Code. Provides a compounded 3% annual increase in surviving spouse annuities. Amends the State Mandates Act to require implementation without reimbursement. Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

LRB093 18365 LRD 44072 b

FISCAL NOTE ACT MAY APPLY

PENSION IMPACT NOTE ACT MAY APPLY 1 AN ACT in relation to public employee benefits.

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

- Section 5. The Illinois Pension Code is amended by adding Section 5-136.2 as follows:
- 6 (40 ILCS 5/5-136.2 new)
- 7 Sec. 5-136.2. Annual increase in widow's annuity.
- 8 (a) Except as provided in subsection (c), each widow's
- 9 annuity payable under this Article shall be increased by 3% of
- the original fixed amount of the annuity on the later of (1)
- January 1, 2005, or (2) the January 1 occurring on or next
- following the first anniversary of the granting of the annuity.
- On each January 1 following the initial increase under this
- 14 <u>subsection</u>, each widow's annuity payable under this Article
- shall be increased by an amount equal to 3% of the current
- amount of the annuity, including any previous increases under
- 17 this Section.
- 18 (b) The limitations on the maximum amount of widow's
- annuity imposed under Section 5-148 and the provisions of this
- 20 Article on fixation of the amount of widow's annuity do not
- 21 apply to the annual increases provided under this Section. The
- 22 <u>increases provided under this Section apply without regard to</u>
- 23 whether or not the deceased employee was in service on or after
- 24 <u>the effective date of this amendatory Act of the 93rd General</u>
- 25 <u>Assembly.</u>
- 26 (c) The increases provided in this Section do apply to a
- 27 <u>compensation or supplemental annuity under Section 5-144.</u>
- The increases provided in this Section do not apply to a
- 29 reversionary or term annuity.
- 30 Section 90. The State Mandates Act is amended by adding
- 31 Section 8.28 as follows:

- 1 (30 ILCS 805/8.28 new)
- 2 Sec. 8.28. Exempt mandate. Notwithstanding Sections 6 and 8
- 3 of this Act, no reimbursement by the State is required for the
- 4 <u>implementation of any mandate created by this amendatory Act of</u>
- 5 <u>the 93rd General Assembly.</u>
- 6 Section 99. Effective date. This Act takes effect upon
- 7 becoming law.