093_SB1134sam002

1

LRB093 06788 LRD 13371 a

AMENDMENT NO. ____. Amend Senate Bill 1134 by replacing everything after the enacting clause with the following:

AMENDMENT TO SENATE BILL 1134

4 "Section 5. The Illinois Pension Code is amended by5 changing Section 17-119 as follows:

6 (40 ILCS 5/17-119) (from Ch. 108 1/2, par. 17-119)

Sec. 17-119. Automatic annual increase in pension. <u>A</u>
Each teacher retiring on or after September 1, 1959, is
entitled to the annual increase in pension, defined herein,
while he is receiving a pension from the Fund.

1. The term "base pension" means a service
 retirement or disability retirement pension in the amount
 fixed and payable at the date of retirement of a teacher.

14 2. The annual increase in pension shall be at the rate of 1 1/2% of base pension. This increase shall first 15 occur in January of the year next following the first 16 anniversary of retirement. At such time the Fund shall 17 pay the pro rata part of the increase for the period from 18 the first anniversary date to the date of the first 19 increase in pension. Beginning January 1, 1972, the rate 20 of annual increase in pension shall be 2% of the base 21 pension. Beginning January 1, 1979, the rate of annual 22

increase in pension shall be 3% of the base pension.
Beginning January 1, 1990, all automatic annual increases
payable under this Section shall be calculated as a
percentage of the total pension payable at the time of
the increase, including all increases previously granted
under this Article, notwithstanding Section 17-157.

7 3. An increase in pension shall be granted only if 8 the retired teacher is age 60 or over. If the teacher 9 attains age 60 after retirement, the increase in pension 10 shall begin in January of the year following the 61st 11 birthday. At such time the Fund also shall pay the pro 12 rata part of the increase from the 61st birthday to the 13 date of first increase in pension.

In addition to other increases which may be provided by 14 this Section, on January 1, 1981 any teacher who was 15 16 receiving a retirement pension on or before January 1, 1971 shall have his retirement pension then being paid increased 17 \$1 per month for each year of creditable service. On January 18 1, 1982, any teacher whose retirement pension began on or 19 before January 1, 1977, shall have his retirement pension 20 21 then being paid increased \$1 per month for each year of 22 creditable service.

23 On January 1, 1987, any teacher whose retirement pension 24 began on or before January 1, 1977, shall have the monthly 25 retirement pension increased by an amount equal to 8¢ per 26 year of creditable service times the number of years that 27 have elapsed since the retirement pension began.

28 (Source: P.A. 90-566, eff. 1-2-98.)".