

94TH GENERAL ASSEMBLY

State of Illinois

2005 and 2006

HB4935

Introduced 1/19/2006, by Rep. Kevin Joyce - Michael P. McAuliffe - Daniel J. Burke

SYNOPSIS AS INTRODUCED:

40 ILCS 5/5-136.2 new 30 ILCS 805/8.30 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. Effective immediately.

LRB094 17523 AMC 52819 b

FISCAL NOTE ACT MAY APPLY PENSION IMPACT NOTE ACT MAY APPLY STATE MANDATES ACT MAY REQUIRE REIMBURSEMENT

```
HB4935
```

1

7

AN ACT in relation to 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 adding
Section 5-136.2 as follows:

6 (40 ILCS 5/5-136.2 new)

Sec. 5-136.2. Annual increase in widow's annuity.

(a) Except as provided in subsection (c), each widow's 8 annuity payable under this Article shall be increased by 3% of 9 the original fixed amount of the annuity on the later of (1) 10 January 1, 2007, or (2) the January 1 occurring on or next 11 following the first anniversary of the granting of the annuity. 12 On each January 1 following the initial increase under this 13 subsection, each widow's annuity payable under this Article 14 15 shall be increased by an amount equal to 3% of the current amount of the annuity, including any previous increases under 16 17 this Section.

(b) The limitations on the maximum amount of widow's 18 19 annuity imposed under Section 5-148 and the provisions of this Article on fixation of the amount of widow's annuity do not 20 21 apply to the annual increases provided under this Section. The 22 increases provided under this Section apply without regard to 23 whether or not the deceased employee was in service on or after the effective date of this amendatory Act of the 94th General 24 25 Assembly.

26

27

(c) The increases provided in this Section do apply to a compensation or supplemental annuity under Section 5-144.

28 <u>The increases provided in this Section do not apply to a</u> 29 <u>reversionary or term annuity.</u>

30 Section 90. The State Mandates Act is amended by adding 31 Section 8.30 as follows: (30 ILCS 805/8.30 new)
 Sec. 8.30. 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 94th General Assembly.
 Section 99. Effective date. This Act takes effect upon

7 becoming law.