92_HB0435 LRB9202004EGfg

- 1 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:
- 4 Section 5. The Illinois Pension Code is amended by
- 5 changing Sections 6-141.1, 6-150, and 6-213 and adding
- 6 Section 6-210.2 as follows:
- 7 (40 ILCS 5/6-141.1) (from Ch. 108 1/2, par. 6-141.1)
- 8 Sec. 6-141.1. <u>Widow's annuity death on or after June</u>
- 9 <u>30, 1984.</u>
- 10 (a) Notwithstanding the other provisions of this
- 11 Article, the widow of a fireman who dies on or after June 30,
- 12 1984, while receiving a retirement annuity or while an active
- 13 fireman with at least 1 1/2 years of creditable service, and
- 14 <u>the widow of a fireman who dies after separation from service</u>
- 15 with at least 20 years of service credit, if the separation
- 16 occurs on or after January 1, 1990 and before attainment of
- 17 <u>age 50, may elect, in lieu of any other widow's annuity under</u>
- 18 this Article, to have the amount of widow's annuity
- 19 calculated in accordance with this Section.
- 20 (b) If the deceased fireman was an active fireman at the
- 21 time of his death and had at least 1 1/2 years of creditable
- service, the widow's annuity shall be the greater of (1) 30%
- of the salary attached to the rank of first class firefighter
- in the classified career service at the time of the fireman's
- 25 death, or (2) 50% of the retirement annuity the deceased
- 26 fireman would have been eligible to receive if he had retired
- from service on the day before his death.
- 28 (c) If the deceased fireman was receiving a retirement
- 29 annuity at the time of his death, the widow's annuity shall
- 30 be equal to 50% of the amount of such retirement annuity at
- 31 the time of the fireman's death.

- 1 (d) If the deceased fireman dies before beginning to
- 2 receive a retirement annuity, but after separation from
- 3 service with at least 20 years of service credit, and if the
- 4 <u>separation occurs on or after January 1, 1990 and before</u>
- 5 attainment of age 50, the widow may elect a widow's annuity,
- 6 payable beginning on the date the deceased fireman would have
- 7 attained age 50, which shall be equal to 50% of the amount of
- 8 the retirement annuity the fireman would have been entitled
- 9 <u>to receive beginning at age 50.</u>
- 10 (Source: P.A. 84-11.)
- 11 (40 ILCS 5/6-150) (from Ch. 108 1/2, par. 6-150)
- 12 Sec. 6-150. <u>Death benefit</u>.
- 13 (a) Effective January 1, 1962, an ordinary death benefit
- 14 shall be payable on account of any fireman in service and in
- 15 receipt of salary on or after such date, which benefit shall
- 16 be in addition to all other annuities and benefits herein
- 17 provided. This benefit shall be payable upon death of a
- 18 fireman:
- 19 (1) occurring in active service while in receipt of
- 20 salary;
- 21 (2) on an authorized and approved leave of absence,
- without salary, beginning on or after January 1, 1962, if
- the death occurs within 60 days from the date the fireman
- 24 was in receipt of salary;
- 25 (3) receiving duty, occupational disease, or
- ordinary disability benefit;
- 27 (4) occurring within 60 days from the date of
- 28 termination of duty disability, occupational disease
- 29 disability or ordinary disability benefit payments if
- 30 re-entry into service had not occurred;
- 31 (5) occurring on retirement and while in receipt of
- 32 an age and service, prior service annuity or minimum
- annuity; provided (a) retirement on such annuity occurred

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service.

- on or after January 1, 1962, and (b) such separation from service was effective on or after the fireman's attainment of age 50, and (c) application for such annuity was made within 60 days after separation from
- 6 (b) The ordinary death benefit shall be payable to such
 7 beneficiary or beneficiaries as the fireman has nominated by
 8 written direction duly signed and acknowledged before an
 9 officer authorized to take acknowledgments, and filed with
 10 the board. If no such written direction has been filed or if
 11 the designated beneficiaries do not survive the fireman,
 12 payment of the benefit shall be made to his estate.
- (c) Beginning July 1, 1983, if death occurs prior to 13 retirement on annuity and before the fireman's attainment of 14 15 age 50, the amount of the benefit payable shall be \$12,000. 16 Beginning July 1, 1983, if death occurs prior to retirement, at age 50 or over, the benefit of \$12,000 shall be reduced 17 \$400 for each year (commencing on the fireman's attainment of 18 19 age 50 and thereafter on each succeeding birth date) that the fireman's age, at date of death, is more than age 49, but in 20 21 no event below the amount of \$6,000.
- Beginning July 1, 1983, if the fireman's death occurs while he is in receipt of an annuity, the benefit shall be \$6,000.
- (d) An ordinary death benefit of \$6,000 shall be payable 25 on account of any fireman who dies before beginning to 26 receive a retirement annuity but after separation from 27 service, if that separation occurs (1) on or after January 1, 28 29 1990 and before the fireman's attainment of age 50, and (2) with at least 20 years of service credit; provided that the 30 31 fireman must contribute to the Fund a sum equal to an active fireman's monthly death benefit contribution for each full or 32 33 partial month between separation from service and attainment of age 50. This contribution must be paid in full within 60 34

- 1 days after the effective date of this amendatory Act of the
- 2 92nd General Assembly or within 60 days after separation from
- 3 <u>service</u>, <u>whichever</u> is later.
- 4 (Source: P.A. 83-152.)
- 5 (40 ILCS 5/6-210.2 new)
- 6 <u>Sec. 6-210.2. Payments and rollovers.</u>
- 7 (a) The Board may adopt rules prescribing the manner of
- 8 repaying refunds and purchasing any other credits permitted
- 9 <u>under this Article. The rules may prescribe the manner of</u>
- 10 <u>calculating interest when payments or repayments are made in</u>
- 11 <u>installments.</u>

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- 12 (b) Rollover contributions from other retirement plans
- 13 qualified under the Internal Revenue Code of 1986 may be used
- 14 to purchase any optional credit or repay any refund permitted
- 15 <u>under this Article.</u>
- 16 (40 ILCS 5/6-213) (from Ch. 108 1/2, par. 6-213)
- Sec. 6-213. Annuities, etc., exempt. All pensions,
- 18 annuities, refunds and disability benefits granted under this
- 19 Article and every portion thereof, are exempt from attachment
- or garnishment process and shall not be seized, taken,
- judgment or any process or proceeding whatsoever entered or

subjected to, detained, or levied upon by virtue of any

- 23 issued by or out of any court in this State, for the payment
- 24 and satisfaction in whole or in part of any debt, damage,
- 25 claim, demand, or judgment against any pensioner, annuitant,
- applicant for a refund or other beneficiary hereunder.
- No pensioner, annuitant, applicant for a refund,
- 28 disability beneficiary or other beneficiary has a right to
- 29 transfer or assign his or her pension, annuity, refund or
- 30 disability benefit or any part thereof by mortgage or
- 31 otherwise, except that (1) an annuitant or disability
- 32 beneficiary may direct in writing that a monthly payment be

1 made to such association or organization with which he or his

widow may be affiliated by virtue of his fire service, or for

3 hospitalization insurance purposes and (2) in the case of

refunds, a participant may pledge by assignment, power of

attorney, or otherwise, as security for a loan from a legally

operating credit union making loans only to participants in

certain public employee pension funds described in the

Illinois Pension Code, all or part of any refund which may

become payable to him in the event of his separation from

10 <u>service</u>.

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An annuitant may execute under oath a written waiver of his right to receive all or any part of his annuity. The waiver shall take effect upon being filed with the board and shall be irrevocable. The annuity shall thereupon be permanently reduced by the amount waived.

The board, in its discretion, however, may pay to the wife of any above stated person, such proportion of her husband's annuity, pension, refund or disability benefit as a court may order, or such an amount as the board may consider necessary for her support or for the support of herself and the children, in the event of his failure to provide such support. The board may also retain out of any future annuity, pension, refund or disability benefit payment such amount or amounts, as it may in its discretion set for the purpose of repayment into this fund of any moneys paid to such person through misrepresentation, fraud or error. Any action herein provided to be taken by the board shall, when taken, release the board and the fund from any liability for any moneys retained or paid out as herein provided.

Whenever any annuity, pension, refund or disability benefit is payable to a minor or to a person adjudged to be under legal disability, the board in its discretion when to the apparent interest of such minor or person under legal disability may waive guardianship proceedings and pay such

- 1 money to the person providing for or caring for such minor
- 2 and to the wife, parent or blood relative providing or caring
- 3 for such person under legal disability.
- 4 Whenever a pensioner, annuitant, applicant for refund or
- 5 disability beneficiary disappears or his whereabouts are
- 6 unknown and it cannot be ascertained whether or not he is
- 7 living, there shall be paid to his wife under this section
- 8 the amount which would be payable to her in the event her
- 9 fireman husband had died on the date of his disappearance. In
- 10 the event of his subsequent return, or upon satisfactory
- 11 proof of his being alive, the amount theretofore paid to his
- 12 wife shall be charged against any moneys payable to him under
- any of the provisions of this Article as though such payment
- 14 to his wife had been an allowance to her out of the moneys
- 15 payable to him as such pensioner, annuitant, applicant for
- 16 refund or disability beneficiary.
- 17 (Source: P.A. 87-1265.)
- 18 Section 90. The State Mandates Act is amended by adding
- 19 Section 8.25 as follows:
- 20 (30 ILCS 805/8.25 new)
- 21 <u>Sec. 8.25. Exempt mandate. Notwithstanding Sections 6</u>
- 22 and 8 of this Act, no reimbursement by the State is required
- 23 for the implementation of any mandate created by this
- 24 <u>amendatory Act of the 92nd General Assembly.</u>
- 25 Section 99. Effective date. This Act takes effect upon
- 26 becoming law.