

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

100TH GENERAL ASSEMBLY

BILL NO: **SB 3045**

February 22, 2018

SPONSOR (S): Manar

SYSTEM(S): TRS

FISCAL IMPACT: TRS does not track the number of annuitants who return to service. The pension fund only becomes aware of these cases in instances where the annuitant exceeds the current statutory limits, and TRS reports that very few do. There is no discernible fiscal impact associated with SB 3045.

SUBJECT MATTER: SB 3045 amends the TRS article of the Illinois Pension Code. The bill alters the number of paid days that an annuitant may return to work without impairing their retirement status in Fiscal Years 2019 and 2020. Beginning in FY 2021, the current statutory limitations would go back into effect.

COMMENT: Currently, a TRS annuitant who is receiving a retirement annuity other than a disability annuity may accept employment as a teacher without impairing their retirement status, so long as the employment does not occur in the school year during which the service was terminated, and does not exceed 100 paid days or 500 paid hours in any school year. SB 3045 specifies that beginning on July 1, 2018 and lasting through June 30, 2020, this requirement is expanded to 120 paid days or 600 paid hours in each school year, but not more than 100 paid days in the same classroom. Beginning on July 1, 2020, this cap shall revert to 100 paid days or 500 paid hours in each school year, with no stipulation about the number of days in the same classroom.

DH:bj

LRB100 17218 RPS 32377 b