

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

96TH GENERAL ASSEMBLY

BILL NO: **SB 1651**

February 27, 2009

SPONSOR (S): DeLeo

SYSTEM(S): Chicago Police

FISCAL IMPACT: The fiscal impact of SB 1651 has not been calculated, but the changes set forth in the bill would increase the accrued liabilities of the pension fund.

SUBJECT MATTER: SB 1651 amends the Chicago Police article of the Illinois Pension Code to grant 3% non-compounded automatic annual increases to retired policemen born on or after January 1, 1955 but before January 1, 1960.

FISCAL IMPACT: The fiscal impact of SB 1651 has not been calculated, but the changes set forth in the bill would increase the accrued liabilities of the pension fund.

COMMENT: SB 1651 provides that any retired policeman born before January 1, 1960, who qualifies for a minimum annuity and retires after September 1, 1967 but has not received the initial 3% increase before January 1, 2010 shall be entitled to receive the increase on the latter of (a) January 1, 2010 (b) the first anniversary of the date of retirement, or (c) attainment of age 55, whichever occurs last.

DH:dkb

LRB096 10051 AMC 20215 b