

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

96TH GENERAL ASSEMBLY

BILL NO: **SB 3008**

SPONSOR (S): Munoz

February 17, 2010

SYSTEM(S): Chicago Police

FISCAL IMPACT: According to the Chicago Police Pension Fund, there are 140 children currently receiving the \$100 monthly children's annuity. The fund estimates that SB 3008 will increase annual payout by approximately \$336,000 per year. The bill contains no additional funding source to cover this cost, hence SB 3008 will negatively impact the accrued liability of the pension fund.

SUBJECT MATTER: SB 3008 amends the Chicago Police article of the Pension Code to increase the children's benefit for disabled police officers from \$100 per month to \$300 per month.

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COMMENT: Currently, Chicago police officers who become disabled as the result of injury incurred in the performance of an act of duty have a right to receive duty disability benefits equal to 75% of salary. The policeman shall also have a right to a child's disability benefit of \$100 per month for each unmarried child under the age of 18. SB 3088 raises the children's annuity to \$300 per month, effective January 1, 2011.

P.A. 92-0052, which became effective on July 12, 2001, raised the child's annuity for disabled police officers from \$30 per month to \$100 per month.