COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

99TH GENERAL ASSEMBLY

BILL NO: **SB 2701, as amended by SA1** May 11, 2016

SPONSOR (S): Althoff (Franks – Wehrli)

SYSTEM(S): Illinois Municipal Retirement Fund

FISCAL IMPACT: According to IMRF, there is no discernible fiscal impact associated with SB 2701, as amended by SA1.

SUBJECT MATTER: SB 2701, as amended by SA1, provides that a person who holds elective office as a member of a governing body of a participating municipality of the Illinois Municipal Retirement Fund shall not be considered a participating employee, with a few exceptions.

COMMENT: SB 2701, as amended by SA1, amends the IMRF Article of the Pension Code, by providing that a person who holds elective office as a member of a governing body of a participating municipality shall not be considered a participating employee, unless the following are true:

- The person has elected to become a participating employee.
- The governing body has filed a resolution certifying that a person in that position is expected to work more than 600 hours (or 1,000 hours if the participating municipality has adopted a specified resolution).
- The person has submitted logs evidencing that he or she has met the hourly standard. Requires the resolution to be adopted and filed with the Fund no more than 90 days after the general election in which any member of the governing body was elected. Requires participating governing body members to file the log with the authorized agent of the participating municipality.

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