

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

100TH GENERAL ASSEMBLY

BILL NO: **HB 3800**

February 15, 2017

SPONSOR (S): Tabares

SYSTEM(S): GARS

FISCAL IMPACT: HB 3800 would have an unknown fiscal impact to the state, as no detail is provided within the legislation as to the way existing liabilities would be paid down without new members entering the system. This information would need to be known before the fiscal impact could be accurately calculated.

SUBJECT MATTER: HB 3800 amends the General Assembly article of the Illinois Pension Code to limit participation in GARS to individuals who have never received a retirement annuity or retirement pension from any other retirement system under the Pension Code and did not become a participant before the effective date of this legislation.

COMMENT: The proposed legislation would limit participation in GARS. The most recent actuarial valuation estimates 556 members by June 30, 2016, and an unfunded actuarial liability of \$312.5 million. This legislation has an immediate effective date.

AB:dkb

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