COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

101ST GENERAL ASSEMBLY

BILL NO: **SB 3053** February 7, 2020

SPONSOR (S): Martwick

SYSTEM(S): Chicago Teachers' Pension Fund (CTPF)

FISCAL IMPACT Chicago Public Schools reported that, as of February of 2019, there were 9 contractual schools that would be impacted by this bill. However, the number of employees that would be added to the pension fund is unknown.

SUBJECT MATTER: SB 3053 amends the Chicago Teacher article of the Pension Code to mandate participation in the pension fund by educational staff employed by contract schools. Newly hired teachers would participate automatically upon enrollment. Current teachers would have the opportunity to opt-in for future service only; no service credit for service before the effective date would be granted.

COMMENT: SB 3053 would add teaching-licensed employees at contract schools to the Chicago Teachers' Pension Fund if that school has an agreement with the Chicago Board of Education. New employees hired after the effective date would participate in CTPF mandatorily. Current educational staff would irrevocably elect, in a manner described by the Board of CTPF, to participate as a member for service accrued after the effective date of their election with a contract school. No person would be eligible to establish service credit for employment prior to the effective date of their election to participate in the fund.

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