COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

102ND GENERAL ASSEMBLY

BILL NO: **HB 5295** February 8, 2022

SPONSOR (S): Burke

SYSTEM(S): Chicago Police

FISCAL IMPACT: The number of Chicago Police Pension Fund disability annuities that would be reduced by virtue of the Workers' Compensation offset envisioned in HB 5295 is unknown. To the extent that this legislation results in a lower total disability payout by the Chicago Police pension fund, the bill would have a positive impact upon the pension fund.

SUBJECT MATTER: HB 5295 amends the Chicago Police article of the Pension Code. The bill would provide a mechanism whereby disability payments from the pension fund would be reduced by Workers' Compensation awards for that injury, as described below.

COMMENT: HB 5295 provides that if a police officer receives any compensation as temporary total disability, permanent total disability, a lump sum settlement award, or other payment under the Workers' Compensation Act or Workers' Occupational Diseases Act for any injury resulting in disability, then any disability benefit payable to the police officer by the pension fund (whether duty or non-duty) shall be reduced by the amount of the pertinent Workers' Compensation or Workers' Occupational Diseases Act award. If the amount of the pertinent award exceeds the disability benefit payable from the pension fund, then no disability benefit will be payable from the pension fund until that amount exceeds the Workers' Compensation or Workers' Occupational Diseases Act award.

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