

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

102ND GENERAL ASSEMBLY

BILL NO: **SB 2211**

March 16, 2021

SPONSOR (S): Plummer

SYSTEM(S): IMRF

FISCAL IMPACT: There is no readily discernible fiscal impact associated with SB 2211. The amount of past service credit that elected officials would be eligible to establish would be capped at 30 days, but the amount of payment necessary to establish such service credit would not change. The amounts required to establish the prior service credit under current law are determined by IMRF on an individual basis, and must be paid by the member/employee.

SUBJECT MATTER: SB 2211 amends the IMRF article of the Illinois Pension Code to limit the credit current and former elected/appointed officials may establish to no more than 30 days of service under provisions concerning retroactive service if they become a participating employee on or after the effective date of this legislation.

COMMENT: Under current law, any employee who could have but did not elect to become a participating employee in IMRF may receive up to 50 months of creditable service for such periods of prior service (the cost of establishing this prior service credit is paid by the employee and is determined by the fund's actuary on an ad-hoc, individual basis). However, a current or former elected or appointed official may establish service credit for more than 50 months if the excess credit over 50 months is approved by resolution of the governing body of the affected municipality before January 1, 2002. SB 2211 provides that current or former elected or appointed officials who first become participating employees on or after the effective date of this bill may establish service credit for no more than 30 days of service credit as an official of that municipality.

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