



Commission on Government Forecasting and Accountability

PENSION IMPACT NOTE *103RD General Assembly*

BILL NO: SB 2775

January 29, 2024

SPONSOR (S): Stadelman

SYSTEM: Illinois Municipal Retirement Fund (IMRF) Article

FISCAL IMPACT

The fiscal impact of SB 2775 is not known as the number of IMRF retirees whose annuities would not be suspended due to re-employment is not known. To the extent that retired persons with the Illinois Municipal Retirement Fund would be paid retirement benefits that would otherwise be suspended under current law, there would be a very slight negative impact on the pension fund. SB 2775 allows retired bus drivers to work an additional 150 hours each year for a total of 750 hours without suffering a suspension in retirement annuity, compared to the current limitation of 599 hours.

SUBJECT MATTER: SB 2775 amends the Illinois Municipal Retirement Fund article of the Illinois Pension Code. This bill provides that an annuitant will not have their retirement annuity suspended if they are employed as a school bus driver in a participating school district and work less than 750 hours per year.

COMMENT: Under current law, when an annuitant member of the Illinois Municipal Retirement Fund re-enters service and works more than 599 hours annually, any annuity previously granted to that annuitant shall be suspended. Effective immediately upon the enactment of this bill and through June 3, 2026, SB 2775 would create an exemption to this annuity cancellation provision for employees re-employed as a school bus driver for a participating school district so long as the person does not work for more than 750 hours in a year.

AO:bs

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