

# COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

## PENSION IMPACT NOTE

97TH GENERAL ASSEMBLY

BILL NO: **SB 3597**

February 22, 2012

SPONSOR (S): Martinez

SYSTEM(S): None

---

**FISCAL IMPACT:** SB 3597 should have limited to no fiscal impact as annuitants who return to work will not be gaining service credit towards a pension. There may be some fiscal impact from the requirement to implement this legislation without reimbursement.

---

**SUBJECT MATTER:** SB 3597 amends the Chicago Teacher Article of the Illinois Pension Code. This legislation would allow a retired teacher to be re-employed as a teacher on a temporary, non-annual basis or on an hourly basis without loss of pension as long as the person does not accept more than \$10,000 in (gross) compensation for that re-employment in a school year.

**FISCAL IMPACT:** SB 3597 should have limited to no fiscal impact as annuitants who return to work will not be gaining service credit towards a pension. There may be some fiscal impact from the requirement to implement this legislation without reimbursement.

**COMMENT:** SB 3597 requires annuitants to notify the Fund and Board of Education of their intention to accept re-employment. Also, the Board of Education must certify the pensioner's status and compensation. This legislation amends the State Mandates Act to require implementation without reimbursement and is effective immediately.

AB:dkb

LRB097 18622 EFG 63856 b