

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

99TH GENERAL ASSEMBLY

BILL NO: **HB 2916**

February 25, 2015

SPONSOR (S): Martwick

SYSTEM(S): IMRF

FISCAL IMPACT: HB 2916 should have minimal impact for IMRF as no new liabilities or revenues would be created by this legislation. This legislation will allow delinquencies to be addressed more quickly and save the fund money, according to IMRF.

SUBJECT MATTER: HB 2916 amends the IMRF Article of the Illinois Pension Code to allow the Fund to begin enforcement action against employers failing to remit contributions to the Fund when the contributions are 60 days overdue. Currently, the limit to begin enforcement action is 90 days.

FISCAL IMPACT: HB 2916 should have minimal impact for IMRF as no new liabilities or revenues would be created by this legislation. This legislation will allow delinquencies to be addressed more quickly and save the fund money, according to IMRF.

COMMENT: The proposed legislation changes the date for IMRF to begin enforcement action from the current 90 days overdue standard to a shorter standard of 60 days. Employers would also have reduced accrued interest on their delinquent balances.

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