

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

99TH GENERAL ASSEMBLY

BILL NO: **SB 2437**

February 18, 2016

SPONSOR (S): Sandoval

SYSTEM(S): Chicago Teachers

FISCAL IMPACT: According to Chicago Teachers' Pension Fund (CTPF), SB 2437 will help improve administrative processes and hence, the fiscal impact would be minimal and confined to administrative expenses.

SUBJECT MATTER: SB 2437 requires that an employer reports payroll data which includes, in addition to certain listed items, any and all other necessary data to calculate pension benefits to the Fund. An employer must make amendments or corrections to certified data within one year after the fund receives the certified data.

COMMENT: Under the current practice, CTPF's internal auditors have to verify or delete the data when an employer reports payroll to CTPF. Limiting submissions to one year to amend or correct data will enable CTPF's internal administrative processes.

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