

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

95TH GENERAL ASSEMBLY

BILL NO: **HB 0931**

February 20, 2007

SPONSOR(S): Joyce

SYSTEM(S): Chicago Police Pension Fund

FISCAL IMPACT: The fiscal impact of HB 0931 has not been calculated, but would be significant.

SUBJECT MATTER: HB 0931 amends the Chicago Police Article of the Pension Code to provide 3% compounded annual increases to surviving spouses.

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COMMENT: Currently, surviving spouses of retired Chicago police officers receive no automatic annual increases. HB 0931 provides 3% compounded automatic annual increases to surviving spouses, beginning January 1, 2008. All annuities payable on January 1, 2008 would receive the initial automatic annual increase on that date. All other annuities that become payable would receive the initial automatic annual increase on the January 1st following the first anniversary of the start of the surviving spouse annuity.

HB 0931 amends the State Mandates Act to require implementation without reimbursement.

DH:dkb

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