

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

101ST GENERAL ASSEMBLY

BILL NO: **SB 2033**

March 12, 2019

SPONSOR (S): Plummer

SYSTEM(S): IMRF

FISCAL IMPACT: The fiscal impact of SB 2033 is expected to be minor, as there are presumably very few former elected or appointed officials of participating municipalities who did not elect to participate in IMRF with respect to prior service and who would wish to establish retroactive service after once again becoming a member. The bill does not specify the amounts required on behalf of the member and/or the municipality to establish this retroactive service credit.

SUBJECT MATTER: SB 2033 amends the Illinois Municipal Retirement Fund. The proposed legislation limits to 30 days the amount of service a current or former elected or appointed official of a participating municipality can retroactively establish.

COMMENT: Under current law, an employee who could have become a member of IMRF but did not so elect may establish service credit for up to 50 months of service with that municipality. SB 2033 provides that a current or former elected or appointed official of a participating municipality who first becomes a participating employee under IMRF on or after the effective date of this bill may establish credit for prior service for no more than 30 days as an official of that municipality. Under SB 2033, this limitation on the establishment of retroactive service credit would only apply to current or former elected or appointed officials.

LV:bj

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