

**PARK EMPLOYEES' AND RETIREMENT BOARD EMPLOYEES'  
ANNUITY AND BENEFIT FUND OF CHICAGO**

**POLICY ON PROCESSING RECIPROCAL ANNUITIES**

**(Adopted May 19, 2022)**

WHEREAS, the Retirement Systems Reciprocal Act, 40 ILCS 5/20, *et seq.* ("Act") allows employees to combine service credit with participating systems under the Act for purposes of calculating a pension benefit; and

WHEREAS, the Park Employees' and Retirement Board Employees' Annuity and Benefit Fund of Chicago ("Fund") is a participating system under the Act; and

WHEREAS, it can take several months for participating systems to process proportional annuities for employees who retire under the Act; and

WHEREAS, the Fund intends that employees should not have to wait to receive annuity payments while the participating systems finalize their proportional annuities.

NOW, THEREFORE, IT IS HEREBY RESOLVED THAT:

The Fund will estimate its proportional annuity for employees who retire under the Act, based on the information the Fund has at the time the retirement application is processed. The Fund will pay 90% of its estimated proportional annuity until final certification is received from the participating system(s). If after receiving final certification the Fund determines that it overpaid its proportional annuity, then any overpayment will be deducted from the amount withheld pursuant to Section 12-190.2 of the Pension Code. The Fund will pay any remaining amount withheld in a lump sum to the retiree.