

## Required Reporting to Municipality by Pension Board For the Fiscal Year Ended 4/30/2016

(40 ILCS 5/3-143) (from Ch. 108 1/2, par 3-143)

Report by pension board:

The pension board shall report annually to the city council or board of trustees of the municipality on the condition of the pension fund at the end of its most recently completed fiscal year. The report shall be made prior to the council or board meeting held for the levying of taxes for the year for which the report is made.

1. Total Trust Assets:		
Cash/Short Term Investments	\$ 767,306	
Corporate Bonds	624,533	
Common/Preferred Stock	1,046,191	
State and Local Obligations	123,381	
US Treasuries & US Agencies	2,629,424	
Mutual Funds	3,186,983	
Receivables	177,171	
Total Assets (Market Value)		\$8,554,989
Total Assets (Actuarial Value see item 8 for explanation)		\$9,021,484
2. Estimated receipts during the next succeeding fiscal year from:		
Participant Contributions deducted from payroll		\$ 125,000
Employer Contributions and all other sources		\$1,064,500
3. Estimated amount required during the next succeeding fiscal year to:		
Pay all pensions and other obligations provided in this Article		\$ 695,000
Meet the annual requirements of the fund as provided in Sections 3-125 & 3-127		\$ 805,825
4. Total Net Income received from investment of net assets (FYE 4/30/2016)		
Assumed Investment Return		(\$ 29,134)
Actual Investment Return		6.50%
		(.70)%
Total Net Income received from investment of net assets (FYE 4/30/2015)		
Assumed Investment Return		\$ 447,587
Actual Investment Return		6.75%
		6.10%
5. Total number of Active Employees that are financially contributing to the fund:		16
6. Disbursements to:		
a. Annuitants in receipt of a regular retirement pension:		
Total number of annuitants		7
Total amount that was disbursed in benefits		\$ 424,946
b. Recipients being paid a disability pension		
Total number of annuitants		5
Total amount that was disbursed in benefits		\$207,493

c. Survivors and children in receipt of benefits	
Total number of annuitants	0
Total amount that was disbursed in benefits	-
d. Refund of contributions	
Total number	1
Total amount that was disbursed	\$35,255
7. Funded ratio of the fund	55.07%
8. Unfunded Actuarial Accrued Liability	\$ 7,361,416

The Unfunded Actuarial Accrued Liability is the excess of the Actuarial Accrued Liability over the Actuarial Value of the Assets.

The Actuarial Accrued Liability is the portion of the present value of future plan benefits reflecting projected credited service and salaries determined by the actuarial cost method based upon the plan's actuarial assumptions and not provided for at a valuation date by the actuarial present value of future normal costs. The normal cost is the portion of this present value which is allocated to the current valuation year.

The Actuarial Value of Assets is the asset value derived by using the plan's asset valuation method which is a method designed to smooth random fluctuations in asset values. The objective underlying the use of an asset valuation method is to provide for the long-term stability of municipal contributions.

9. Investment Policy of the pension board under the statutory investment restrictions imposed on the fund. (See Attached)

**Certification**

I, Raymond Cordell, President of the South Barrington Police Pension Board, Village of South Barrington, Cook County, Illinois, do hereby certify that this document is a true and correct copy of: "Required Reporting to Municipality By Pension Board" as outlined in 40 ILCS 5/3-143.

Witness my hand this 11<sup>th</sup> day of October, 2016

  
 Raymond Cordell, President  
 South Barrington Police Pension Board