


**CITY OF WASHINGTON
POLICE PENSION FUND**

TO: Mayor Manier and City Council
FROM: Joanie Baxter, Controller 
DATE: November 2, 2017
SUBJECT: Municipal Compliance Report

Attached is the Municipal Compliance Report per House Bill 5088 (Public Act 95-950) that is required to be provided to the City Council prior to the levying of taxes.

The past year showed positive earnings as indicated by the 7.56% investment yield; however, the five-year smoothed rate is 4.19% and that is the rate that must be used in determining the tax levy requirement. Because this rate of 4.19% is less than the assumption of 6.75%, the tax levy requirement has increased to \$550,691.

The tax levy requirement may be partially satisfied by Personal Property Replacement Tax which is projected to total \$15,000 (estimated to be down 20% from the prior year total of \$19,300). Accordingly, the **resulting tax levy would be \$535,700**, a \$35,700 or 7.14% increase over the prior year.

City of Washington, Illinois
Police Pension Fund

House Bill 5088 (Public Act 95-950) - Municipal Compliance Report
For the Fiscal Year Ending April 30, 2017

	Current Fiscal Year	Preceding Fiscal Year
Total Assets of the Fund	7,207,162	6,674,238
Estimated Revenues - Next Succeeding Fiscal Year		
Employee Contribution	140,000	
Municipal Contributions	513,000	
Investment Earnings	200,000	
	853,000	
Estimated Expenses - Next Succeeding Fiscal Year		
Pay all Pensions and Other Obligations	629,900	
Annual Required Contribution - per Foster & Foster, Actuaries	550,691	
Total Net Income/(Loss) From Investments	499,445	(47,839)
Assumed Investment Return	6.75%	7.00%
Actual Investment Return	7.56%	-0.32%
Total Number of Active Members Contributing to Fund	20	
Total Amount Disbursed for Each Type of Pension Benefit		
Regular Retirement Pension	10	501,380
Disability Pension	1	32,962
Survivor Pension	1	35,587
Total Pensions		569,929
Funded Ratio	59.50%	59.70%
Unfunded Liability	5,146,793	
Investment Policy	attached	

Certification of Municipal Police
Pension Fund Compliance Report

The Board of Trustees of the Pension Fund, based upon information and belief, and to the best of our knowledge,
hereby certify pursuant to §3-143 of the Illinois Pension Code 40 ILCS 5/3-143, that the preceding report is true and accurate.

Adopted this 30th day of October 2017.

President Michael T. Hillery
Secretary Joe Lee

Date 10-30-17

Date 10-30-17