




CITY OF WASHINGTON, ILLINOIS
City Council Agenda Communication

Meeting Date: December 5, 2022

Prepared By: Joanie Baxter, CPA – Finance Director 

Agenda Item: Acceptance of Police Pension Fund Municipal Compliance Report – Revised

Explanation:

The Municipal Compliance Report was approved on November 7, 2022 and since that time, the audit has been completed and a required adjustment has been made which impacted the Police Pension Fund and ultimately the required tax levy.

As such, the Municipal Compliance Report has been revised to reflect the updated actuarial calculations.

Fiscal Impact: An increase of \$77,889 in the Police Pension Fund property tax levy would be necessary to meet the required employer contribution after factoring in the increase in Personal Property Replacement Tax.

Recommendation/Committee Discussion Summary: Update to required report to City Council prior to levy of taxes.

Action Requested: Acceptance of Report as part of Consent Agenda

**City of Washington, Illinois
Police Pension Fund**

**House Bill 5088 (Public Act 95-950) - Municipal Compliance Report - Revised
For the Fiscal Year Ending April 30, 2022**

	<u>Current Fiscal Year</u>	<u>Preceding Fiscal Year</u>
Total Assets of the Fund	<u>8,906,855</u>	<u>9,838,568</u>
Estimated Revenues - Next Succeeding Fiscal Year		
Employee Contribution	170,000	
Municipal Contributions	713,100	
Investment Earnings	250,000	
	<u>1,133,100</u>	
Estimated Expenses - Next Succeeding Fiscal Year		
Pay all Pensions and Other Obligations	<u>804,900</u>	
Annual Required Contribution - per Foster & Foster, Actuaries	<u>742,087</u>	
Total Net Income/(Loss) From Investments	<u>(289,129)</u>	<u>1,484,928</u>
Assumed Investment Return	<u>6.75%</u>	<u>6.75%</u>
Actual Investment Return (Smoothed Actuarial Basis)	<u>-2.03%</u>	<u>6.74%</u>
Total Number of Active Members Contributing to Fund	<u>23</u>	
Total Amount Disbursed for Each Type of Pension Benefit		
Regular Retirement Pension		9 535,895
Survivor Pension		4 162,201
Total Pensions		<u>698,096</u>
Funded Ratio	<u>57.90%</u>	<u>61.20%</u>
Unfunded Liability	<u>6,783,749</u>	
Investment Policy	available	

**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 _____ day of _____ 2022.

President _____

Date _____

Secretary _____

Date _____