

City of Rochelle

Fire Pension Fund

House Bill 5088 (Public Act 95-950 – Municipal Compliance Report)

For the Year Ended April 30, 2012

The Pension Board certifies to the City Council of the Municipality on the condition of the Pension Fund at the end of its most recently completed fiscal year the following information:

- 1) The total assets of the fund in its custody at the end of the fiscal year and the current market value of those assets:

Total Assets \$ 7,268,372

Market Value \$ 7,268,372

- 2) The estimated receipts during the next succeeding fiscal year from deductions from the salaries of firefighters and from other sources:

Estimated Receipts – Employee Contributions \$ 84,000

Estimated Receipts – All Other Sources
Investment Earnings \$ 350,000

Municipal Contributions \$ 106,938

- 3) The estimated amount required during the next succeeding fiscal year to (a) pay all pensions and other obligations provided in Article 4 of The Illinois Pension Code, and (b) to meet the annual requirements of the fund as provided in Sections 4-125 and 4-127:

(a) Pay all Pensions and Other Obligations \$ 449,500

(b) Annual Requirement of the Fund As Determined by:
Illinois Division of Insurance (not available this year) \$ N/A

Private Actuary – Report Dated 11/17/12 \$ 215,565

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- 4) The total net income received from investment of assets along with the assumed investment return and actual investment return received by the fund during its most recently completed fiscal year compared to the total net income, assumed investment return, and actual investment return received during the preceding fiscal year:

	<u>Current Fiscal Year</u>	<u>Preceding Fiscal Fiscal Year</u>
Net Income Received from Investment of Assets	<u>\$290,968</u>	<u>\$566,078</u>
Assumed Investment Return		
Illinois Division of Insurance-Actuarial Report	<u>N/A</u>	<u>N/A</u>
Private Actuary	<u>7.00%</u>	<u>7.50%</u>
Actual Investment Return	<u>4.09%</u>	<u>8.38%</u>

- 5) The total number of active employees who are financially contributing to the fund:

Number of Active Members	<u>12</u>
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- 6) The total amount that was disbursed in benefits during the fiscal year, including the number of and total amount disbursed to (i) annuitants in receipt of a regular retirement pension, (ii) recipients being paid a disability pension, and (iii) survivors and children in receipt of benefits:

	<u>Number of</u>	<u>Total Amount Disbursed</u>
(i) Regular Retirement Pension	<u>9</u>	<u>\$446,004</u>
(ii) Disability Pension	<u>0</u>	<u>\$ 0</u>
(iii) Survivors and Child Benefits	<u>0</u>	<u>\$ 0</u>

- 7) The funded ratio of the fund:

Illinois Division of Insurance-Actuarial Report	<u>N/A</u>	<u>N/A</u>
Private Actuary	<u>81.0%</u>	<u>84.8%</u>

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- 8) The unfunded liability carried by the fund, along with an actuarial explanation of the unfunded liability:

Unfunded Liability:

Illinois Division of Insurance-Actuarial Report

N/A

Private Actuary

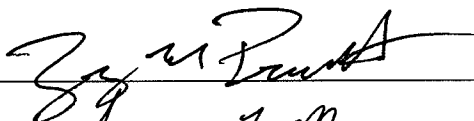
\$1,754,924

The accrued liability is the actuarial present value of the portion of the projected benefits that has been accrued as of the valuation date based upon the actuarial valuation method and the actuarial assumptions employed in the valuation. The unfunded accrued liability is the excess of the accrued liability over the actuarial value of assets.

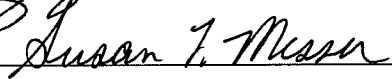
- 9) The investment policy of the Pension Board describes the statutory investment restrictions imposed on the fund. A copy is available upon request.

CERTIFICATION OF MUNICIPAL FIRE PENSION FUND COMPLIANCE REPORT

We, the undersigned Trustees of the City of Rochelle Fire Pension Fund, based upon information and belief, and to the best of our knowledge, certify pursuant to 5/3-134 of the Illinois Pension Code, that the preceding report is true and accurate.



President



Acting
Secretary

Dated: 11-19-2012