

**REQUIRED REPORTING TO MUNICIPALITY BY  
THE TINLEY PARK POLICE PENSION BOARD**  
Fiscal Year Ended April 30, 2009

**1. Total Assets as of April 30, 2009**

	<u>At Cost</u>	<u>At Fair Value</u>
Cash/ Short Term Investments	\$7,280,485	\$7,280,485
US Treasuries & US Agencies	11,755,463	12,400,971
State and Local Obligation	2,280,504	2,258,431
Mutual Funds	7,613,661	5,114,395
Common Stock	4,915,689	4,060,457
Insurance Annuity Contracts	1,500,000	1,248,008
Receivables	<u>206,465</u>	<u>206,465</u>
Total	<b>\$35,552,267</b>	<b>\$32,569,212</b>

**2. Income**

Estimated receipts during the next succeeding fiscal year from:

Participant Contributions deducted from payroll	\$622,200
Employer Contribution and all other sources	<u>4,213,125</u>
Total	<b>\$4,835,325</b>

**3. Expenses**

Estimated amount required during the next succeeding fiscal year to:

(a) Pay all pensions and other obligations provided in this Article	\$1,698,504
(b) Meet the annual requirements of the fund as provided in Sections 3-125 and 3-127	
Levy – Tax Year 2008	<b>\$1,326,589</b>
Levy – Tax Year 2009	<b>\$1,485,542</b>

**4. Investment Information**

Fiscal Year Ended April 30, 2009

Net Income (Loss) received from investment of net assets	<b>&lt;\$4,159,593&gt;</b>
Assumed Investment Return	<b>7.00%</b>
Approximate Annual Investment Rate of Return	<b>&lt;11.48%&gt;</b>
Approximate Annual Rate of Return—Net of Investment Expenses	<b>&lt;11.81%&gt;</b>

Fiscal Year Ended April 30, 2008

Net Income (Loss) received from investment of net assets	<b>\$994,793</b>
Assumed Investment Return	<b>7.00%</b>
Approximate Annual Investment Rate of Return	<b>2.90%</b>
Approximate Annual Rate of Return—Net of Investment Expenses	<b>2.51%</b>

**5. Participants**

Total number of Active Employees that are financially contributing to the fund: 77

**6. Benefit Disbursements**

Payments to beneficiaries for fiscal year ended April 30, 2009

	<u>Annuitants</u>	<u>Total Amount</u>
(i) Annuitants in receipt of a regular retirement pension	20	\$1,103,549
(ii) Recipients being paid a disability pension	4	118,722
(iii) Survivors and children in receipt of benefits	3	<u>68,996</u>
Total Benefits		<u>\$1,291,267</u>

**7. Funding Ratio** as of April 30, 2008

**75.2%**

**8. Unfunded Accrued Liability** as of April 30, 2008

**\$11,783,263**

The Unfunded Accrued Liability is the excess of the Accrued Liability over the value of the Tinley Park Police Pension Fund assets.

The Accrued Liability represents the present value of projected future plan benefits that are to be provided.

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.

Entry Age Normal Cost is an actuarial methodology whereby the Normal Cost for each participant is computed as the level percentage of pay which, if paid from the earliest age the participant is eligible to enter the plan until retirement or termination, will accumulate with interest to an amount sufficient to fund the participant's benefits under the plan. The Normal Cost for the plan (the Tinley Park Police Pension Fund) is determined as the sum of the Normal Costs for all active participants.

**9. Investment Policy**

Illinois State Statutes restrict the types of investments that can be held by a police pension fund. The Tinley Park Police Pension Fund has adopted its own investment policy that takes into account the statutory restrictions and provides further restrictions and guidance.

**Certification**

I, Roger Barton, Interim President of the Tinley Park Police Pension Board, Tinley Park, 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 18 day of November, 2009.

  
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Roger Barton  
Interim President of Tinley Park Police Pension Board