

**REQUIRED REPORTING TO MUNICIPALITY BY  
THE TINLEY PARK POLICE PENSION BOARD**  
Fiscal Year Ended April 30, 2010

**1. Total Assets as of April 30, 2010**

	<u>At Cost</u>	<u>At Fair Value</u>
Cash/ Short Term Investments	\$3,603,099	\$3,603,099
US Treasuries & US Agencies	14,572,732	15,278,564
State and Local Obligation	3,388,419	3,425,639
Mutual Funds	8,636,807	8,636,807
Common Stock	5,719,710	5,719,710
Insurance Annuity Contracts	1,643,327	1,643,327
Receivables	<u>225,486</u>	<u>225,486</u>
Total	<b>\$37,789,580</b>	<b>\$38,532,632</b>

**2. Income**

Estimated receipts during the next succeeding fiscal year from:

Participant Contributions deducted from payroll	<b>\$675,000</b>
Employer Contribution and all other sources	<b><u>4,432,236</u></b>
Total	<b>\$5,107,236</b>

**3. Expenses**

Estimated amount required during the next succeeding fiscal year to:

(a) Pay all pensions and other obligations provided in this Article	<b>\$2,029,754</b>
(b) Meet the annual requirements of the fund as provided in Sections 3-125 and 3-127	
Levy – Tax Year 2009	<b>\$1,485,542</b>
Levy – Tax Year 2010	<b>\$1,981,293</b>

**4. Investment Information**

Fiscal Year Ended April 30, 2010

Net Income (Loss) received from investment of net assets	<b>\$5,459,463</b>
Assumed Investment Return	<b>7.00%</b>
Approximate Annual Investment Rate of Return	<b>16.77%</b>
Approximate Annual Rate of Return—Net of Investment Expenses	<b>16.38%</b>

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>

**5. Participants**

Total number of Active Employees that are financially contributing to the fund:	<b>76</b>
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**6. Benefit Disbursements**

Payments to beneficiaries for fiscal year ended April 30, 2010

	<u>Annuitants</u>	<u>Total Amount</u>
(i) Annuitants in receipt of a regular retirement pension	21	\$1,209,866
(ii) Recipients being paid a disability pension	4	119,337
(iii) Survivors and children in receipt of benefits	4	<u>108,631</u>
Total Benefits		<u>\$1,437,834</u>

7. **Funding Ratio** as of April 30, 2009 61.0%

8. **Unfunded Accrued Liability** as of April 30, 2009 \$20,379,196

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 guidance.

**Certification**

I, Roger Barton, 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 \_\_\_\_\_ day of November, 2010.

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Roger Barton  
President of Tinley Park Police Pension Board