



Date: October 17, 2017

To: Finance Committee (Trustees Andrews, Button, Taglia and Tucker)

Fr: Cara Pavlicek, Village Manager

Re: October 23, 2017 Finance Committee Meeting

Cc: Board of Trustees
Deputy Village Manager Shelley
CFO Drazner

The Finance Committee of the Village Board is scheduled to meet at 6:30 p.m. on Monday, October 23, 2017, in Room 101 to begin its review of the FY18 Recommended Budget. The Finance Committee includes Trustees Andrews, Button, Taglia and Tucker. Mayor Abu-Taleb is an Ex-Officio member of all Committees of the Village Board.

The meeting will be to review the Police and Fire Pension Funds and the Parking Enterprise Fund.

Pension Discussion

The Village of Oak Park, pursuant to Sections 9-1-3 and 19-1-3 Municipal Code has established the Firefighters Pension Fund and Police Pension Funds as required by State Statute. The property tax levy, along with statutory employee contributions and investment returns, are the primary sources of funding for the Police Pension and the Firefighters' Pensions.

The FY18 Recommended Budget includes a property tax levy of \$10,748,366 to support both pension funds. This levy is based upon the Village's actuarial valuations of these Funds.

The Police and Fire Pension Boards have been invited to participate in the Finance Committee Meeting and, if necessary, they will concurrently open a public meeting of their Board in order to comply with the Open Meetings Act. The purpose of the Finance Committee discussion with the Police and Fire Pension Boards is to allow for input from these Boards (or their representatives) related to their respective Pension Funds.

As a part of the Pension discussion, several resources are attached for review:

1. Pages 145-146 of the Village Comprehensive Annual Financial Report related to the Pension Trust Funds for the year ending December 31, 2016.
2. The Village's actuarial valuations performed by the firm Serota & Associates on the Police and Fire Pension Funds.
3. A memo from CFO Drazner highlighting certain sections of the actuarial valuations and analyzing the funding for the unfunded pension liabilities.

Should you have any questions or would like to see additional information in advance of the meeting, please let me know.