



Date: October 9, 2018

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

Fr: Cara Pavlicek, Village Manager

Re: October 11, 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 Thursday, October 11, 2018, in the Public Works Training Room at the Public Works Center, 201 South Boulevard to hold its second meeting as part of the FY19 Budget process. 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.

#### **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 FY19 Recommended Budget will include a property tax levy to support both pension funds. This levy is required to be based upon credible 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 144-145 of the Village Comprehensive Annual Financial Report related to the Pension Trust Funds for the year ending December 31, 2017.
2. A memo from CFO Drazner providing the Police and Firefighters' Actuarial Valuations as of January 1, 2018 (prepared using FY 2017 data) completed by the actuarial division of Lauterbach & Amen.

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