

**CITY OF ROCHELLE, ILLINOIS  
POLICE PENSION FUND**

**Municipal Compliance Report (40 ILCS §5/3-143, Report by Pension Board)  
For the Year Ended December 31, 2019**

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The Pension Board certifies to the Board of Trustees of the City 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:

Actuarial Value of Assets	<u>\$11,937,971</u>
Total Net Assets (at Market Value)	<u>\$12,094,641</u>

2. The estimated receipts during the next succeeding fiscal year from deductions from the salaries of police officers and from other sources:

Estimated Receipts - Employee Contributions	<u>\$152,243</u>
Estimated Receipts - All Other Sources	
Investment Earnings	<u>N/A</u>
Municipal Contributions	<u>\$883,768</u>

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

(a) Pay all Pensions and Other Obligations	<u>N/A</u>
(b) Annual Requirement of the Fund as Determined by: Illinois Department of Insurance Report	<u>N/A</u>
Private Actuary - Report Dated June 12, 2020 (Entry Age Normal - Level Percent)	<u>\$883,768</u>
Private Actuary - Report Dated June 12, 2020 (PA096-1495)	<u>N/A</u>

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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:

	Current Fiscal Year	Preceding Fiscal Year
Net Income Received from Investment of Assets	\$1,775,027	-\$602,065
Assumed Investment Return Illinois Department of Insurance	N/A	6.50%
Private Actuary - Report Dated June 12, 2020	6.75%	6.75%
Actual Investment Return	17.07%	-5.39%

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

Number of Active Members	<u>19</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:

	Number of	Total Amount Disbursed*
(i) Regular Retirement Pension	11	\$600,263
(ii) Disability Pension	0	\$0
(iii) Survivors and Child Benefits	7	\$297,407

\* The total amount disbursed during the year was \$897,669.

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7. The funded ratio of the fund:

	<u>Current Fiscal Year</u>	<u>Preceding Fiscal Year</u>
Illinois Department of Insurance	N/A	61.0%
Private Actuary - Report Dated June 12, 2020	58.7%	59.3%

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

Unfunded Liability:	
Illinois Department of Insurance	<u>N/A</u>
Private Actuary - Report Dated June 12, 2020	<u>\$8,410,565</u>

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 under the statutory investment restrictions imposed on the fund.

Investment Policy - See Attached

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CERTIFICATION OF MUNICIPAL POLICE  
PENSION FUND COMPLIANCE REPORT

We, the undersigned Trustees of the City of Rochelle Police 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.



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President



\_\_\_\_\_  
Secretary

Dated: 10/13/20