



City of Chicago



F2019-106

Office of the City Clerk

Document Tracking Sheet

Meeting Date:

7/24/2019

Sponsor(s):

Dept./Agency

Type:

Communication

Title:

Certification of city funding requirement for Laborers' and Retirement Board Employees Annuity and Benefit Fund of Chicago for tax year 2020, payment year 2021

Committee(s) Assignment:



LABORERS' AND RETIREMENT BOARD EMPLOYEES'
ANNUITY AND BENEFIT FUND OF CHICAGO

June 19, 2019

The Honorable Scott Waguespack
Chairman, Committee on Finance
City Hall Rm 302
121 N LaSalle St
Chicago IL 60602

Re: Funding Resolution

RECEIVED
#2
2019 JUL -3 PM 4:23
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CITY CLERK

Dear Chairman Waguespack:

There is enclosed herewith, for transmittal to the City Council of Chicago, a copy of the Resolution adopted by the Retirement Board of the Laborers' and Retirement Board Employees' Annuity and Benefit Fund of Chicago (the "Fund") certifying the City of Chicago's required contribution to the Fund for the tax levy year 2020 (payment year 2021).

Please feel free to contact me if you have any questions or need additional information.

Sincerely,

Michael Walsh
Executive Director & Chief Investment Officer

Enclosure

cc: Ms. Jennie Huang Bennett, Chief Financial Officer, City of Chicago
Ms. Erin Keane, City Comptroller, City of Chicago
Ms. Susie Park, Budget Director, City of Chicago
Hon. Anna Valencia, City Clerk, City of Chicago

**LABORERS' AND RETIREMENT BOARD EMPLOYEES'
ANNUITY AND BENEFIT FUND OF CHICAGO**

FUNDING RESOLUTION FOR THE YEAR 2020

WHEREAS, in accordance with the Illinois Pension Code, and specifically 40 ILCS 5/11-169(b), as amended, the Retirement Board (the "Board") of the Laborers' and Retirement Board Employees' Annuity and Benefit Fund of Chicago (the "Fund") is required to certify the amount of City of Chicago (the "City") contributions required under Article 11 for which the City shall levy a property tax in the following year; and

WHEREAS, 65 ILCS 5/8-2-3, as amended, provides that the City's budget shall include appropriations for "the taxes levied for the purposes of the reserves provided for in the Illinois Pension Code" and that the budget shall include "an amount estimated to be sufficient to cover the loss and cost of collecting taxes to be levied for that fiscal year"; and

WHEREAS, 65 ILCS 5/8-3-1, as amended, provides that in ascertaining the property tax rate for the City, the county clerk shall add to the amount of the tax levied for the Fund an amount to cover the loss and cost of collecting the tax; and

WHEREAS, the Board estimates that the total amount of funding required for the purposes of Article 11 for the year 2020, based on an actuarial valuation of the Fund as of December 31, 2018, and based on the provisions of the statute as in effect on that date, is \$157,873,382, which represents the actuarially determined contribution amount; and

WHEREAS, 40 ILCS 5/11-169, as amended, provides that the City's annual required contribution to the Fund shall be \$72,000,000 in payment year 2021, which corresponds to tax year 2020;

NOW, THEREFORE, BE IT RESOLVED that pursuant to the provisions of an Act of the General Assembly of Illinois, approved March 18, 1963, in force July 1, 1963, entitled "The Illinois Pension Code," as amended, the Retirement Board of the Laborers' and Retirement Board Employees' Annuity and Benefit Fund of Chicago hereby certifies that the sum required to be contributed by the City for the purposes of this Fund for the tax year 2020, in accordance with the provision of providing revenue for the Annuity and Benefit Fund is \$72,000,000, which shall not be reduced due to loss or cost of collections associated with the property tax.

AND BE IT FURTHER RESOLVED that the Secretary be instructed to submit a copy of this Resolution to the said City Council.

I HEREBY CERTIFY that this is a true copy of a Resolution duly adopted by the Retirement Board of the Laborers' and Retirement Board Employees' Annuity and Benefit Fund of Chicago, at a meeting held on June 18, 2019, at which meeting a quorum of the said Board was present and voting.


Secretary
The Retirement Board