

STATE OF THE FUND

August 21, 2019 | 12:00 p.m.



Chicago Teachers' Pension Fund

Today's Presenters



Mary Cavallaro
CTPF Deputy Executive Director



Rosemary Ihejirika
CTPF Chief Benefits Officer

Agenda



Overview and Financial Update



CTPF Trustee Elections



Open Enrollment for Health Insurance



Looking Ahead

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Overview & Financial Update

Overview: Celebrating 125 Years



Happy Birthday to CTPF!

CTPF is a well-managed Fund with diversified revenue sources necessary to fund pensions and provide financial security for its members.

Our fiscal year ended on June 30, 2019, and we are beginning our 125th year of continuous operation.



May 29, 1895

Friday, May 29, 1895, Illinois House passes a pension bill with “great enthusiasm” with a vote of 116 to 3.



Ella Flagg Young

November 27, 1895

The first meeting of the Pension Board of Trustees. Mrs. Ella F. Young and Mr. T. J. Waters were elected trustees representing teachers. The original board included a total of 24 members.



Jane Addams

August 30, 1905

The Board reorganizes with activist Jane Addams elected President. Addams pursues a new version of the pension law which will ensure sustainable benefits.

CTPF Today



One of 646 public pensions in Illinois
Oldest in Illinois (1895)

Serves Chicago's public/charter school teachers, administrators, certified personnel and CTPF staff

Membership includes more than 87,000 members:



28,958
Active members

28,549
Annuitants

9,398
Vested terminated members

20,282
Unvested terminated members

CTPF is governed by an independent 12-member Board of Trustees with 10 elected members and 2 CPS appointees.

CTPF Overview

Total Assets as of June 30, 2019: \$10.7 billion

Investment returns:

10.02% (10 year)

8.37% (25 year)

8.54% (35 years)



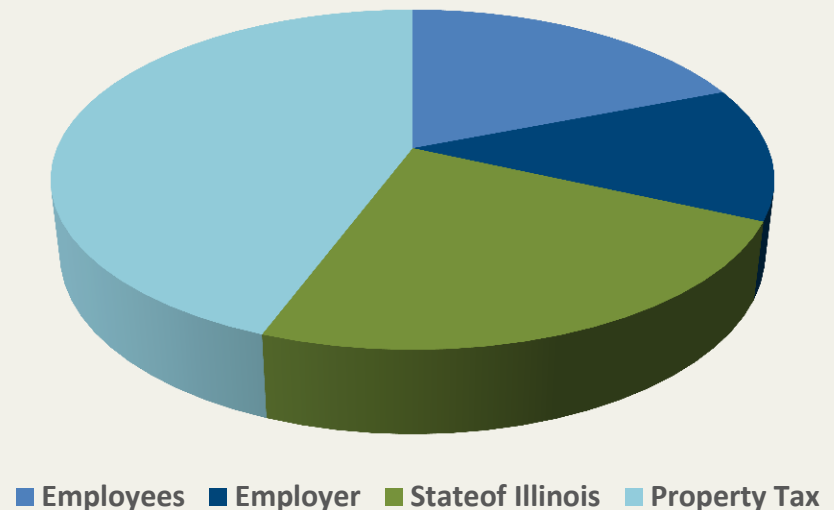
2019 Benefits Paid (as of May 31, 2019)

The Fund paid **\$1.4 billion** in service retirement, disability and benefits in FY 2019 through May 31, 2019. This information will be updated once the fiscal year information is finalized.

2019 Financial Update

In addition to revenue from investments, CTPF now receives contributions from four major sources: the State of Illinois, a tax levy, CPS, and employees. CTPF has received approximately \$999.2 million in revenue as of September 20, 2019, including:

- \$442.8 million in property tax receipts
- \$238.9 million from the State of Illinois
- \$190.6 million from employee contributions
- \$126.9 million from the Chicago Board of Education (CPS)



Investment Overview

CTPF Investment Strategy:



Maintain a diverse mix of assets



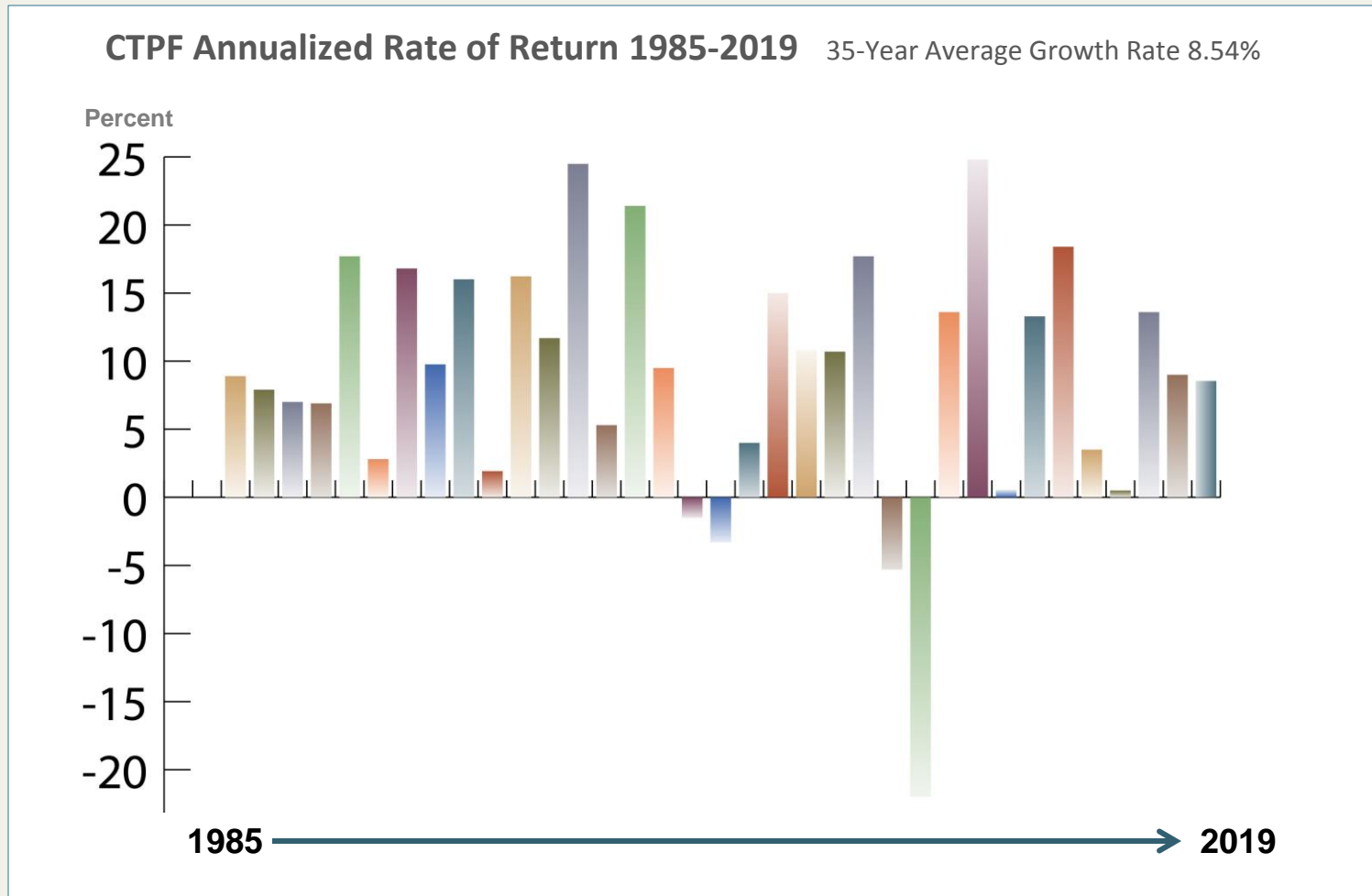
Accept a level of risk appropriate for a large public employee retirement system



Invest for a lifetime

CTPF Investment Returns (preliminary)

Investment Return Assumption is 7.0%



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2019 Trustee Elections

Independent Fund, governed by 12-Member Board of Trustees

Trustees include six trustees elected by the active teacher membership, one trustee elected by the active principals and administrators, three trustees elected by the retired membership, and two trustees appointed by the Board of Education.



November 2019 Board of Trustees Elections

This fall CTPF will hold three elections for:

Three (3) Pensioner Trustees to serve two-year terms from November 2019-2021
(voting October 18-November 7, 2019)

Two (2) Teacher Trustees to serve three-year terms from November 2019-2022
(voting November 1-7, 2019)

One (1) Principal/Administrator Trustee to serve a three-year term from November 2019-November 2022 *(voting October 18-November 7, 2019)*

Nomination Packets

Nomination packets are available through Friday, September 13, 2019, at 5:00 p.m. (CT).

Call Gail Davis, Election Coordinator, at 312-604-1400, ext. 402, or email elections@ctpf.org to request a packet.

For a **Principal/Administrator** or **Pensioner** Trustee candidate, signed nomination petitions and the candidate resume, if any, must be received by the Fund's Recording Secretary no later than Tuesday, October 1, 2019, at 5:00 p.m. (CT).

For a **Teacher Trustee** candidate, signed nomination and the candidate resume, if any, must be received by the Fund's Recording Secretary on or after Monday, September 16, 2019, but no later than Tuesday, October 1, 2019, at 5:00 p.m. (CT).



Requirements are available on the Election Central page on www.ctpf.org

2019 Election Timeline

September 13	5:00 p.m. (CT), last day to request a nomination packet.
September 16	First day for Teacher Trustee candidates to submit completed nomination petitions.
October 1	Last day to submit nomination packets. Completed nomination packets due to CTPF at 5:00 p.m. (CT).
October 18	Election materials mailed for Pensioner and Principal/Administrator Trustee elections.
October 18- November 7	Pensioner and Principal/Administrator Trustee Voting Available.
November 1	Pension Reps distribute voting information to teachers in schools (citywides receive information at their home address).

2019 Election Timeline

November 1-7	Online voting for teachers available through Thursday, November 7, 2019, at 5:00 p.m. (CT).
November 7	All voting closes for all elections at 5:00 p.m. (CT). All mail-in ballots must be received by this date and time.
November 21	Trustees will be sworn in during CTPF Board of Trustees meeting.



CTPF's Current Election Policy is available on the Election Central page at ctpf.org.

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Health Insurance Open Enrollment Preview

2019 Health Insurance Open Enrollment

The 2020 Open Enrollment Period for CTPF Retiree Health Insurance will run from October 1-31, 2019. During this period, retirees can enroll for the first time, add a dependent, or change a health insurance plan. Changes made during Open Enrollment become effective January 1, 2020.

How to Learn More:

- Open Enrollment Central opens Monday, August 26, 2019 with information for 2020 at ctpf.org
- Open Enrollment Webinars
- Open Enrollment Seminars
- 2020 Open Enrollment Handbook (in homes by October 1)



Open Enrollment Resources will be Available Online at ctpf.org at the end of August

2019 Health Insurance Open Enrollment

New This Year – Policy Change



Eligible members may re-enroll in a CTPF health insurance plan one time without a qualified change in status.

Previously, enrollment was only allowed once in a lifetime, unless the member experienced a qualifying event (*marriage, birth, death, etc.*).

Individuals who want to rejoin a CTPF plan **MUST** do so during an open enrollment period and show proof of insurance coverage from October – December 31.



Open Enrollment resources will be available online at ctpf.org at the end of August

Open Enrollment Dates

August 30	Webinar Registration Opens 9:00 a.m.
September 25	Seminar Registration Opens 9:00 a.m.
October 1	Open Enrollment Begins
October 1	Non Medicare Plans Webinar 10:00 a.m.
October 2	Medicare Plans Webinar 10:00 a.m.
October 8	Open Enrollment Seminar, 425 Conference Center 425 South Financial Place, 3 rd floor Chicago, Illinois Medicare Plans 9:00 a.m. Non-Medicare Plans 1:00 p.m.
October 10	Open Enrollment Seminar, Hilton Oak Lawn, Ballroom 9333 South Cicero Ave. Oak Lawn, Illinois Medicare Plans 9:00 a.m. Non-Medicare Plans 1:00 p.m.
October 31	Open Enrollment Closes. All materials must be postmarked by this date.
January 1, 2020	Plans become effective

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Looking Ahead

2019 Return to Work Changes

120-Day Rule Effective July 1, 2019

- Public Act 101-0340, signed August 9, 2019, increased the number of days per school year that a retired Chicago teacher can return to service without impacting retirement status from **100** to **120**.
- CTPF is currently working on revising the Return to Work Rules and forms necessary to implement this change.
- The Fund will update members as soon as possible, but it is up to members to track and monitor their days and hours.



Return to work resources are available online at ctpf.org and will be updated when new information is available.

We're on the Move!



The CTPF office will relocate to 425 South Financial Place in Autumn 2019.



Find more information on the move at ctpf.org/onthemove

Stay Informed and Connected

1. Stay in Touch

- Make sure you're registered for monthly email updates
- Follow us on social media

2. Keep us Up-to-Date

Our information depends on your communication. Make sure you keep the Fund up-to-date with your personal data

- Current members update through your employers
- Retirees update through member services

3. Visit www.ctpf.org

- Find news and information about the Fund

Follow Us!



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THANK YOU

For more information, please contact
CTPF Member Services:
312.641.4464 | MemberServices@ctpf.org



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