Today’s Presenter

Jeffery Blackwell
President of the CTPF Board of Trustees and Interim Executive Director
Spring 2021 Town Hall Agenda

- Leadership Update
- 2021 Overview and Financial Update
- Looking Ahead
Leadership Update

- Appointed Interim Executive Director in February

- The Board of Trustees has initiated a national search for a new Executive Director.

- The process is underway, and we will update members with new information.
Overview and Financial Update
CTPF At-A-Glance

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 89,000 members:

- 30,091 Active members
- 28,015 Annuitants
- 10,024 Vested terminated members
- 21,260 Unvested terminated members
Financial Update
Financial Update

In addition to revenue from investments, CTPF now receives contributions from four major sources: the State of Illinois, a property tax levy, CPS, and employees. CTPF has received approximately $1.05 billion in revenue for FY 2020 including:

- $503.4 million in property tax receipts
- $257.4 million from the State of Illinois
- $196.1 million from employee contributions
- $93.8 million from the Chicago Board of Education (CPS) and an additional $1.2 million in late payment penalties
CTPF Funding Ratio History

Public Act 100-0465 increases the tax levy to 0.567%. Requires the State of Illinois to pay the normal cost portion of the CPS’ required contribution and $65 million for retiree health insurance costs beginning Fiscal Year 2018.

In 2016 Illinois legislators pass Public Act 99-0521 reestablishing the pension tax levy. This is the first time since 1995 that CTPF has a guaranteed revenue source.

BOE requests and receives additional $1.2 billion in pension payment “relief” over 3 years.

CPS collects $2B in pension tax revenue; contributes $0 to CTPF.

GA installs “safety net” to protect fund. State of Illinois agrees to a CTPF contribution of 20% of amount allocated for TRS. Law also requires CPS to resume contributions when funding falls below 90%. State funding fails to materialize.
CTPF Funding Ratio Projected Growth

- Funded ratio continues to decline until 2026 and starts to grow slowly from
- Funded ratio climbs above 50% for the first time
- Funded ratio climbs above 60%
- Funded ratio moves above 75%
- Funded ratio reaches 90% and meets statutory requirements.
CTPF Investment Strategy:

- Maintain a diverse mix of assets
- Accept appropriate risk level
- Invest for a lifetime
Market Volatility

- There will likely be continued volatility with the rise in interest rates and rotation away from growth stocks with high valuations.
- CTPF has a strong well-structured portfolio designed to weather volatile markets over the long-term.
- We do not make reactionary decisions but are disciplined investors.
CTPF Overview

Total Assets as of $12.1 billion as of January 31, 2021
Investment return assumption is 6.75%

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<tr>
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<th>Net Rate of Return</th>
<th>Total Fund Benchmarks</th>
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<tbody>
<tr>
<td>Last 12 months</td>
<td>15.0%</td>
<td>13.43%</td>
</tr>
<tr>
<td>Last 5 Years</td>
<td>10.94%</td>
<td>10.94%</td>
</tr>
<tr>
<td>Last 25 Years</td>
<td>7.72%</td>
<td>7.35%</td>
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2020 Benefits Paid The Fund paid $1.5 billion in service retirement, disability and benefits in FY 2020 and an additional $51.4 million in health insurance benefits.

CTPF’s fiscal year runs July 1-June 30.
Investment Return Assumption is 6.75%

CTPF Annualized Rate of Return 1986-2020 35-Year Average Growth Rate 8.42%
STATE OF THE FUND

Looking Ahead
2021 Retirement Reminders

- Retirement webinars for 2021 are still available for March 30.
- Registration links are available on the calendar at ctpf.org/calendar.
2021 Retirement Resources

- Retirement Resources Page at ctpf.org has helpful information including the slides and a recorded presentation.
- Schedule an individual appointment with a Member Services Counselor.
- Remember that retirement is a multi-step process and you have to follow the CPS process as well as CTPF's...
myCTPF Now Available

- myCTPF Portal

Register Today!
Visit ctpf.org
November 2021 Board of Trustees Elections

This fall CTPF will hold three elections for:

Three Pensioner Trustees

Two Teacher Trustees
2021 Election Changes

The CTPF Board of Trustees has approved changes to its Election Policy to ensure that the election can continue efficiently and safely during the pandemic.

1. The Board will allow Teachers and Pensioners to collect validated digital signatures on petitions.

2. Voting materials for Teachers and Pensioners will be distributed by mail.

3. Voting materials will be mailed to Teachers and Pensioners as soon as possible after candidates are certified and voting will open for Pensioners and Teachers the day materials are mailed.

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

Nomination packets are available

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

For a Pensioner Trustee candidate, signed nomination petitions must be received by the Fund’s Recording Secretary no later than October 1, 2021, at 5:00 p.m. (CT).

For a Teacher Trustee candidate, signed nomination and the candidate resume, if any, must be received on or after Monday, September 16, 2021, but no later than October 1, 2021, at 5:00 p.m. (CT).

Requirements are available on the Election Central page on www.ctpf.org
## 2021 Election Timeline

<table>
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<tr>
<th>Date</th>
<th>Event Description</th>
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<tr>
<td>September 15</td>
<td>5:00 p.m. (CT), last day to request a nomination packet (Teachers)</td>
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<tr>
<td>September 16</td>
<td>First day for Teacher Trustee candidates to submit completed nomination petitions.</td>
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<tr>
<td>October 1</td>
<td>Last day to submit nomination packets. Completed nomination packets due to CTPF at 5:00 p.m. (CT).</td>
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<tr>
<td>October 18</td>
<td>Election materials mailed (no later than this day) and online voting available for Pensioner and Teacher Trustee Elections</td>
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<tr>
<td>November 5</td>
<td>Voting closes at 5:00 p.m. Pensioner mail-in ballots must be received by this date and time.</td>
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<tr>
<td>November 18</td>
<td>Trustees sworn in during CTPF Board of Trustees meeting</td>
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Coronavirus Impact

CTPF is committed to doing our part to stop the spread of COVID-19. For the health, safety, and wellbeing of all CTPF Members, the Fund continues to deliver all member services remotely.

If you have a question or issue:

Call Member Services with questions. CTPF has returned to live operations and offers phone and videoconference counseling.

Email Member Services at memberservices@ctpf.org with questions and you'll receive a response.

Due to issues with the US Mail and pandemic, we strongly encourage our pensioners to use direct deposit and for everyone to submit forms and documents via fax or email.
US Mail Delays: Pharmacy Benefits

Express Scripts Members
Call the Express Scripts Customer Service Department, 1.800.864.1416, or visit [www.Express-Scripts.com/medd/ctpf](http://www.Express-Scripts.com/medd/ctpf) for additional information on switching your prescription to a retail pharmacy.

BCBS, UHC, and Humana Plan Members
Call the pharmacy program customer service number on the back of your medical plan ID card for additional information.
Fraud Warnings

- Scammers are using the COVID-19 pandemic to try to steal Medicare Numbers and personal information.
- Guard your Medicare card like a credit card.
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
   - Annuitants update through member services, email memberservices@ctpf.org or call 312.641.4464.

4. Register at myCTPF
   View your personal information and download a Member Statement, Pay advice, or 1099.

5. Visit ctpf.org
   - Find news and information about the Fund
THANK YOU

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