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
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.

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.

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.
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%

CTPF Annualized Rate of Return 1985-2019  
35-Year Average Growth Rate 8.54%
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 2019-2022 (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

<table>
<thead>
<tr>
<th>Date</th>
<th>Event</th>
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<tbody>
<tr>
<td>September 13</td>
<td>5:00 p.m. (CT), last day to request a nomination packet.</td>
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<tr>
<td>September 16</td>
<td>First day for Teacher Trustee candidates to submit completed nomination petitions.</td>
</tr>
<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 for Pensioner and Principal/Administrator Trustee elections.</td>
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<tr>
<td>October 18 - November 7</td>
<td>Pensioner and Principal/Administrator Trustee Voting Available.</td>
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<tr>
<td>November 1</td>
<td>Pension Reps distribute voting information to teachers in schools (citywides receive information at their home address).</td>
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# 2019 Election Timeline

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<tr>
<td>November 1-7</td>
<td>Online voting for teachers available through Thursday, November 7, 2019, at 5:00 p.m. (CT).</td>
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<tr>
<td>November 7</td>
<td>All voting closes for all elections at 5:00 p.m. (CT). All mail-in ballots must be received by this date and time.</td>
</tr>
<tr>
<td>November 21</td>
<td>Trustees will be sworn in during CTPF Board of Trustees meeting.</td>
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CTPF’s Current Election Policy is available on the Election Central page at [ctpf.org](http://ctpf.org).
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

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<tr>
<td>August 30</td>
<td>Webinar Registration Opens</td>
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<tr>
<td>September 25</td>
<td>Seminar Registration Opens</td>
</tr>
<tr>
<td><strong>October 1</strong></td>
<td>Open Enrollment Begins</td>
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<tr>
<td>October 1</td>
<td>Non Medicare Plans Webinar</td>
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<tr>
<td>October 2</td>
<td>Medicare Plans Webinar</td>
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</table>
| October 8        | Open Enrollment Seminar, 425 Conference Center  
                      425 South Financial Place, 3rd 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                                                      |
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
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THANK YOU

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