

How Many Illinois Public Safety Pension Systems Risk Running Out of Assets?

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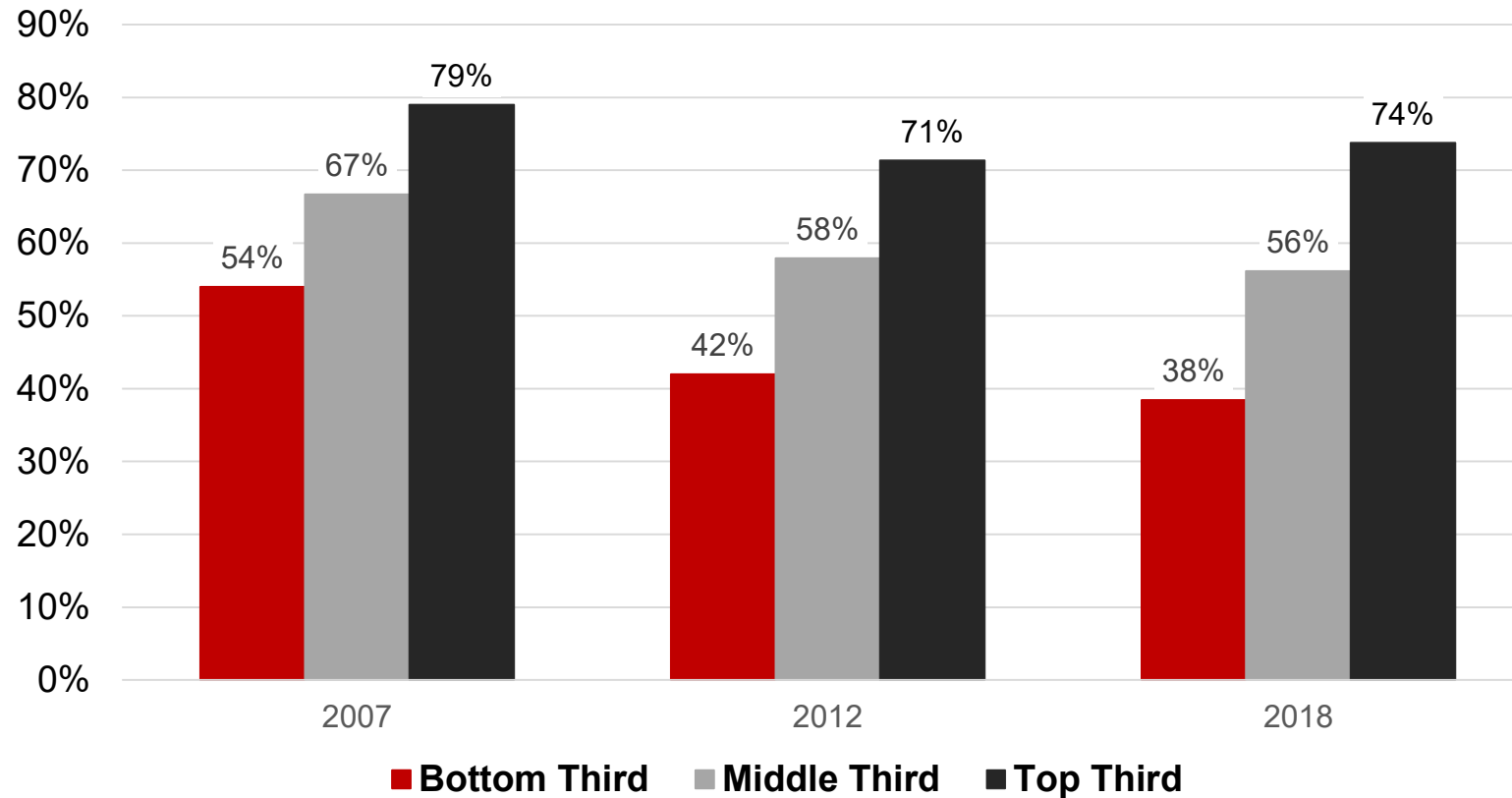
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Growing Gap Between Well and Underfunded Local Police + Fire Public Pension Systems

Average Funded Ratios for Selected Years by Group



Liquidity Measures

- Operating Cash Flow = (Income from Members + Income from Municipality – Total Expenses) / Net Present Assets Market Value
- Liquidity-to-Assets Ratio = (Cash and Cash Equivalents + Income from Members + Income from Municipality + Other Income – Total Expenses) / Net Present Assets Market Value

Number of Illinois Public Safety Systems with Negative Liquidity Ratios, By Group

| Group (Based on FY2018 Funded Ratio) | # Pension Systems | Systems with At Least One Negative Liquidity Ratio | |
|--|----------------------|---|------------|
| | | # of Funds | % of Group |
| Bottom Third | 197 | 118 | 60% |
| Middle Third | 202 | 109 | 54% |
| Top Third | 197 | 71 | 36% |
| Total | 596 | 298 | 50% |