



*Laborers' and Retirement Board Employees'
Annuity and Benefit Fund of Chicago*

*This Summary of
Annual Report*

provides a summary of information contained in the 2011 Comprehensive Annual Financial Report. The comprehensive report provides detailed information regarding investment performance, funding and member demographics.

*We invite you to
review the
2011 CAFR online at
www.LABFchicago.org.*

SUMMARY ANNUAL FINANCIAL REPORT



FOR YEAR ENDED DECEMBER 31, 2011

This statement shows the assets LABF owns and the liabilities or payments that are pending as of the date shown. Assets less liabilities represents the amount that LABF has accumulated to pay pension benefits for current retirees, active and inactive members.

Condensed Statement of Plan Net Assets

	December 31	
	2011	2010
Assets		
Receivables	\$ 19,375,793	\$ 22,909,550
Investments, at fair value	1,312,383,158	1,445,304,893
Collateral on loaned securities	165,838,425	151,718,173
Capital assets (net)	1,751,204	2,225,275
	<u>1,499,348,580</u>	<u>1,622,157,891</u>
Liabilities		
Accounts Payable and other liabilities	5,826,190	5,742,375
Investment commitments payable	14,080,326	37,483,168
Obligations under securities lending	165,838,425	151,718,173
	<u>185,744,941</u>	<u>194,943,716</u>
Net assets held in trust for pension benefits	<u>\$ 1,313,603,639</u>	<u>\$ 1,427,214,175</u>

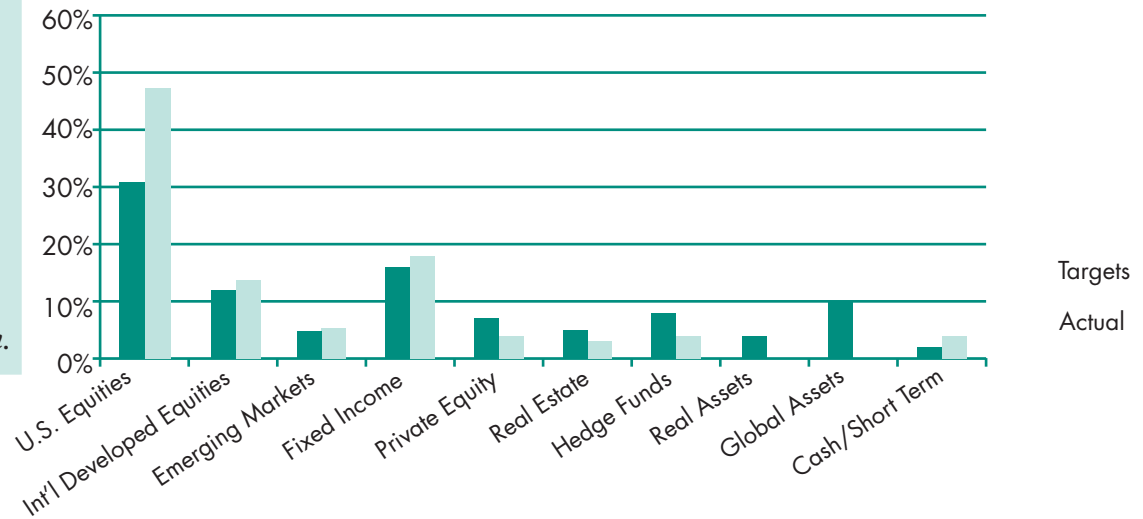
Condensed Statement of Changes in Plan Net Assets

The Statement of Changes in Plan Net Assets shows the additions (income) and deductions (expenses) of the Plan. Member contributions account for 51 % of total contributions received by the Plan.

	December 31	
	2011	2010
Additions		
Total member & employer contributions	\$ 31,427,257	\$ 34,258,802
Total investment income	(4,510,715)	193,187,014
Total additions	<u>26,916,542</u>	<u>227,445,816</u>
Deductions		
Benefits and refunds	136,532,754	129,296,766
Administrative expense	3,994,324	3,864,287
Total deductions	<u>140,527,078</u>	<u>133,161,053</u>
Net increase (decrease) in net assets	(113,610,536)	94,284,763
Net assets held in trust for pension benefits		
Beginning of year	1,427,214,175	1,332,929,412
Ending of year	<u>\$ 1,313,603,639</u>	<u>\$ 1,427,214,175</u>

The portfolio's investment objective is to achieve a rate of return consistent with that of the asset allocation, while maintaining a long term investment horizon.

Asset Allocation—Actual vs. Targets



Investment Summary

Type of Investment	12/31/2011		12/31/2010	
	Fair Value	% of Total	Fair Value	% of Total
Cash & Short term	\$ 51,778,375	3.9%	\$ 76,371,331	5.3%
Domestic equities	627,888,601	47.9%	695,281,486	48.1%
Int'l developed equities	182,841,467	13.9%	199,880,477	13.8%
Emerging markets equities	70,556,770	5.4%	78,336,887	5.4%
Total equities	881,286,838	67.2%	973,498,850	67.3%
Government obligations and municipal bonds	83,070,761	6.3%	128,775,076	8.9%
Corporate bonds	157,287,830	12.0%	129,195,374	8.9%
Total fixed income	240,358,591	18.3%	257,970,450	17.8%
Private equity	46,943,283	3.6%	47,068,095	3.3%
Real estate	37,705,952	2.9%	34,591,721	2.4%
Hedge funds	54,310,119	4.1%	55,804,446	3.9%
Total alternatives	138,959,354	10.6%	137,464,262	9.6%
Total portfolio	\$ 1,312,383,158	100.0%	\$1,445,304,893	100.0%

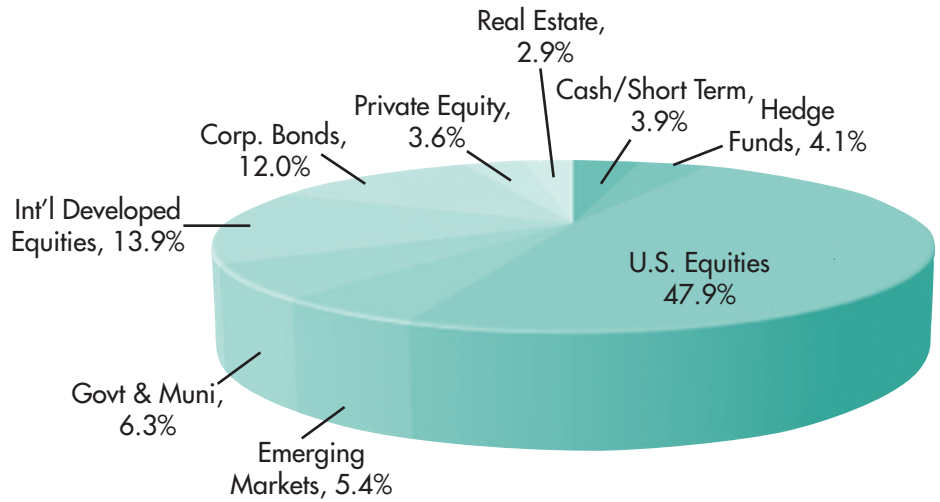
The Board of Trustees work with 30 professional investment management firms compiling 41 different investment portfolios. The total portfolio return for 2011 was -0.3 while the allocation index was -0.7

Each year, an actuary reviews Plan data in order to estimate the long term costs and liabilities of the Plan.

The actuary estimates the liabilities based on a variety of assumptions that include the following:

- Rates of termination or retirement
- Salary increases
- Inflation
- Life expectancy of retirees
- Rates of return on investments

Asset Allocation at December 31, 2011 (fair value)

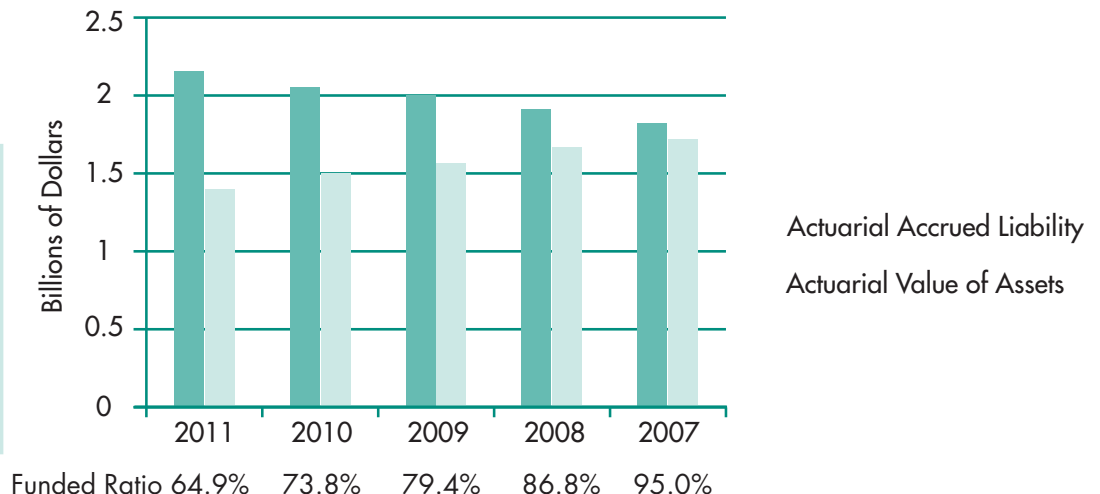


The Plan invests in different types of assets and uses multiple investment managers with specific styles as a method to ensure overall fund diversification.

LABF's Funding

The best measure of any Plan's financial health is its funded ratio. This ratio is the difference between the plan's actuarial liability and the value of its net assets. As of December 31, 2011, LABF's funded ratio was 64.9%

The funded status is the result of comparing actuarial value of assets to the actuarial value of accrued liabilities.



Actives - History of Active Members by Age as of December 31

AGE	YEAR									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
<i>Under 20</i>	1	0	0	0	1	3	0	0	0	0
<i>20 - 24</i>	15	11	23	36	20	31	13	19	45	70
<i>25 - 29</i>	74	73	89	138	133	159	149	186	214	242
<i>30 - 34</i>	214	230	267	285	266	295	298	300	329	368
<i>35 - 39</i>	337	347	380	395	406	413	422	413	460	467
<i>40 - 44</i>	451	473	479	509	465	505	559	607	653	701
<i>45 - 49</i>	529	597	653	693	707	749	747	775	832	816
<i>50 - 54</i>	600	609	638	681	626	593	520	443	598	584
<i>55 - 59</i>	370	351	329	324	299	264	241	227	333	326
<i>60 - 64</i>	174	171	173	167	138	128	126	110	174	173
<i>65 - 69</i>	58	67	65	66	51	54	47	41	59	58
<i>70 & over</i>	29	27	28	31	26	21	19	14	22	23

Average Employee Retirement Benefit

Year	Average Annual Retirement Benefit	Average Annual Benefit at Retirement Current Year	Average Current Age of Retirees	Average Years of Service at Retirement Current Year
2002	\$24,082	\$31,865	73.3	27.6
2003	25,576	34,201	73.0	25.2
2004*	29,177	40,825	70.6	30.9
2005	30,492	39,105	70.8	30.4
2006	31,664	38,015	70.9	28.9
2007	33,242	42,234	70.9	29.8
2008	35,037	44,496	70.7	30.1
2009	36,868	44,581	70.3	29.3
2010	38,962	48,489	70.0	29.1
2011	41,056	49,135	69.6	29.5

* *Early Retirement Incentive Program*



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