

City of Grand Ledge -- Unfunded Accrued Liability Status -- Compliance with Public Act 530 of 2016

Valuation as of 12/31/16

Section 13 (1)(d)	Item	Information and Location -- Pension -- POLICE ONLY
i	Name of System	City of Grand Ledge
ii	Names Investment Fiduciaries	MERS of Michigan
iii	Systems service providers	MERS of Michigan, CBIZ Retirement Plan Services (actuary)
iv	System's assets and liabilities/changes	Net Pension Liability -- 12/31/15 : \$1,461,437 12/31/16 : \$1,347,588
v	System's funded ratio	60.40%
vi	Investment performance (net of fees)	1 year: 10.85%, 3 years: 5.32%, 5 years: 8.30%, 7 years: 8.18%, 10 years: 5.11%
vii	System admin & invest expenses	At 12/31/16, the cost of the Defined Benefit Plan was 0.39% (0.21% for administration and 0.18% for investments)
viii	System's budget	Not applicable to local government
ix	Number of actives	11
a	Number of retirees/beneficiaries	5
b	Average annual retirement allowance	\$37,179.80
c	Total annual retirement allowance	\$185,899.00
d	Valuation payroll for active employees	\$513,565.00
e	Normal cost and / or percentage	\$23,580.00
f	Total computed employer contribution	\$114,792.00
g	Weighted average member contributions	9.24 % for division 02 0% for division 20
h	Actuarial investment return	7.75%
i	Actuarial long term inflation rate	3.75%
j	Smoothing method	5 years
k	Amortization method	23 years
l	Actuarial cost method	Entry age normal Method
m	Open or closed membership	Open
n	Health Care inflation	8.00%
o	Travel report	Not applicable to local government within MERS
x		
Section 20n (1)	Item	Information and Location -- Other Post Employment Benefits -- City Wide Liability
7	If below 60% funded, actions taken to reduce the system's UAL	The City of Grand Ledge approved a 115 Trust on 6/13/16, resolution #23 of 2016. The 115 Trust is a MERS retiree health funding vehicle. The City paid \$150,000 into the trust in FY16. As of 7/1/16 new hires that are not represented by a union will not be eligible for, nor receive other post employment benefits.