

**Public Act 202 of 2017 Health Care (OPEB) Report**

Enter Local Unit Name	City of Burton	Instructions/Questions: For a list of detailed instructions on how to complete and submit this form, visit <a href="http://michigan.gov/LocalRetirementReporting">michigan.gov/LocalRetirementReporting</a> . For questions, please email <a href="mailto:LocalRetirementReporting@michigan.gov">LocalRetirementReporting@michigan.gov</a> . Return this original Excel file. Do not submit a scanned image or PDF.
Enter Six-Digit Municode	252005	
Unit Type	City	
Fiscal Year (four-digit year only, e.g. 2018)	2018	
Contact Name (Chief Administrative Officer)	Karen Moffitt	
Title if not CAO	Controller	
CAO (or designee) Email Address	k.moffitt@burtonmi.gov	
Contact Telephone Number	810-743-1500 ext. 1201	

OPEB System Name (not division) 1	Municipal Employees' Retirement System	If your OPEB system is separated by divisions, you would only enter one system. For example, one could have different divisions of the same system for union and non-union employees. However, these would be only one system and should be reported as such on this form.
OPEB System Name (not division) 2		
OPEB System Name (not division) 3		
OPEB System Name (not division) 4		
OPEB System Name (not division) 5		

Line	Description	Source of Data	Statute Reference	System 1	System 2	System 3	System 4	System 5	
1	Provide the name of your retirement health care system	Calculated From Above	Sec. 5(6)	Municipal Employees' Retirement System					
2	Enter retirement health care system's assets (system fiduciary net position)	Most Recent Audit Report	Sec. 5(4)(a)	2,228,569					
3	Enter retirement health care system's liabilities (total OPEB liability)	Most Recent Audit Report	Sec. 5(4)(a)	13,812,004					
4	Date (system year ending) of valuation of system's assets and liabilities (e.g. 12/31/2017)	Most Recent Audit Report	Sec. 5(6)	6/30/18					
5	Actuarially Determined Contribution (ADC)	Most Recent Audit Report	Sec. 5(4)(a)	973,448					
5a	Do the financial statements include an ADC calculated in compliance with Numbered Letter 2018-3?	Most Recent Audit Report	Sec. 5(4)(a)	YES					
6	Governmental Fund Revenues	Most Recent Audit Report	Sec. 5(4)(a)	19,526,626					
7	<b>Health Care Trigger Summary</b>								
8	Is this unit a primary unit (County, Township, City, Village)?	From Municode		YES	YES	YES	YES	YES	
9	Funded ratio	Calculated	Sec. 5(4)(a)	16.1%					
10	All systems combined ADC/Governmental fund revenues	Calculated	Sec. 5(4)(a)	5.0%	0.0%	0.0%	0.0%	0.0%	
11	Did the local government pay the retiree insurance premiums for the year?	Accounting Records	Sec. 4(1)(ii)	N/A					
12	Did the local government pay the normal cost for employees hired after June 30, 2018?	Accounting Records	Sec. 4(1)(i)	N/A					
13	Does this system trigger "underfunded status" as defined by PA 202 of 2017?	Primary units trigger: Less than 40% funded AND greater than 12% ADC/Governmental fund revenues. If No ADC is provided, will trigger if less than 40% funded. Non-Primary units trigger: Less than 40% funded. All units trigger: Failure to make required retirement system payments.	Sec. 5(4)(a)	NO	NO	NO	NO	NO	

By emailing this report to the Michigan Department of Treasury, the local unit of government acknowledges that this report is complete and accurate in all known respects. Public Act 202 of 2017 also requires the local unit of government to electronically submit the form to its governing body.

**OPEB Summary Annual Report  
Public Act 530 of 2016  
as of June 30, 2018**

<b>Sec. 13</b>		
<b>(1) (d)</b>	<b>Item</b>	<b>Information and Location</b>
(i)	Name of System	City of Burton, Michigan
(ii)	Names of Investment Fiduciaries	Black Rock Financial
(iii)	Systems service providers	Comerica Bank
(iv)	System's assets and liabilities/changes	Assets: \$2,228,569; Liabilities: \$13,812,004; Net OPEB Liability Increased \$1,222,501
(v)	System's funded ratio	16.14%
(vi)	Investment performance	Long-term expected real rate of return net of fees: Global Equity (56%): 6.13% Global Fixed Income (38%): 3.46% Cash or Cash Equivalents (6%): -
(vii)	System administrative and investment expenses	\$18,461
(viii)	System's budget	Not applicable to the local government
(ix)		
(A)	Number of actives	98
(B)	Number of retirees/beneficiaries	63 (includes 14 who opt out at \$2,000 per retiree/per year)
(C)	The average annual OPEB payment	\$6,260.29
(D)	Total annual OPEB payments	\$394,398.00
(E)	Valuation payroll for active employees	Not applicable
(F)	Service cost	\$74,745
(G)	Total computed employer contribution	\$973,448
(H)	Weighted average member contribution	\$1,821.64
(I)	Actuarial investment return	7.00%
(J)	Actuarial long term inflation rate	2.25%
(K)	Smoothing method	Not applicable
(L)	Amortization method	Level percent of payroll
(M)	Actuarial cost method	Individual entry-age actuarial cost method
(N)	Open or closed membership	Open
(O)	Health care inflation	8% graded to 5% over 6 years
(X)	Travel report	Not applicable

<b>Sec. 20h (1)</b>		
<b>(1)</b>	<b>Item</b>	<b>Information and Location</b>

7	If below 60% funded, actions taken to reduce the system's UAL	<b>Other actions City of Burton has taken include:</b> Reduced benefits once age 65/medicare eligible Cost sharing for existing employees Increased cost sharing for newly retired Increased City contributions
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