Michigan Department of Treasury

Form 5572 (2-19)

The Protecting Local Government Retirement and Benefits Act (PA 202 of 2017) Health Care (OPEB) Report

Enter Local Unit Name	City of Traverse City
Enter Six-Digit Municode	282010
Unit Type	City
Fiscal Year End Month	June
Fiscal Year (four-digit year only, e.g. 2019)	2019
Contact Name (Chief Administrative Officer)	William Twietmeyer
Title if not CAO	Treasurer/Finance Director
CAO (or designee) Email Address	wtwietme@traversecitymi.gov
Contact Telephone Number	231-922-4436

Instructions: For a list of detailed instructions on how to complete and submit this form, visit michigan.gov/LocalRetirementReporting.

Questions: For questions, please email LocalRetirementReporting@michigan.gov. Return this original Excel file. Do not submit a scanned image or PDF.

OPEB System Name (not division) 1	Act 345 Retiree Health Insurance Plan
OPEB System Name (not division) 2	City of Travere City Retiree Health Insurance Plan
OPEB System Name (not division) 3	
OPEB System Name (not division) 4	
OPEB System Name (not division) 5	

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.

Line	Descriptive Information	Source of Data	System 1	System 2	System 3	System 4	System 5
1	Is this unit a primary unit (County, Township, City, Village)?	Calculated	YES	YES	YES	YES	YES
2	Provide the name of your retirement health care system	Calculated from above	Act 345 Retiree Health Insurance Plan	City of Travere City Retiree Health			
3	**Financial Information**						
4	Enter retirement health care system's assets (system fiduciary net position ending)	Most Recent Audit Report	3,725,852	2,035,849			
5	Enter retirement health care system's liabilities (total OPEB liability)	Most Recent Audit Report	9,132,200	1,123,340			
6	Funded ratio	Calculated	40.8%	181.2%			
7	Actuarially determined contribution (ADC)	Most Recent Audit Report	480,429	-			
7a	Do the financial statements include an ADC calculated in compliance with Numbered Letter 2018-3?	Most Recent Audit Report	YES	YES			
8	Governmental Fund Revenues	Most Recent Audit Report	26,408,178	26,408,178			
9	All systems combined ADC/Governmental fund revenues	Calculated	1.8%	1.8%			
10	**Membership**						
11	Indicate number of active members	Most Recent Actuarial Funding Valuation	32	28			
12	Indicate number of inactive members	Most Recent Actuarial Funding Valuation	-	-			
13	Indicate number of retirees and beneficiaries	Most Recent Actuarial Funding Valuation	50	28			
14	Provide the amount of premiums paid on behalf of the retirants	Most Recent Audit Report or Accounting Records	444,116	132,031			
15	**Investment Performance**						
16	Enter actual rate of return - prior 1-year period	Most Recent Actuarial Funding Valuation or System Investment Provider	5.66%	7.22%			
17	Enter actual rate of return - prior 5-year period	Most Recent Actuarial Funding Valuation or System Investment Provider	3.99%	5.13%			
18	Enter actual rate of return - prior 10-year period	Most Recent Actuarial Funding Valuation or System Investment Provider	3.99%	5.13%			
19	**Actuarial Assumptions**						
20	Assumed Rate of Investment Return	Most Recent Actuarial Funding Valuation	7.50%	7.50%			
21	Enter discount rate	Most Recent Actuarial Funding Valuation	7.50%	7.50%			
22	Amortization method utilized for funding the system's unfunded actuarial accrued liability, if any	Most Recent Actuarial Funding Valuation	Level Dollar	Level Dollar			
23	Amortization period utilized for funding the system's unfunded actuarial accrued liability, if any	Most Recent Actuarial Funding Valuation	21	30			
24	Is each division within the system closed to new employees?	Most Recent Actuarial Funding Valuation	Yes	Yes			
25	Health care inflation assumption for the next year	Most Recent Actuarial Funding Valuation	8.25%	6.00%			
26	Health care inflation assumption - Long-Term Trend Rate	Most Recent Actuarial Funding Valuation	4.00%	4.50%			
27	**Uniform Assumptions**						
28	Enter retirement health care system's actuarial value of assets using uniform assumptions	Most Recent Actuarial Funding Valuation	3,834,650				
29	Enter retirement health care system's actuarial accrued liabilities using uniform assumptions	Most Recent Actuarial Funding Valuation	10,258,131				
30	Funded ratio using uniform assumptions	Calculated	37.4%				
31	Actuarially Determined Contribution (ADC) using uniform assumptions	Most Recent Actuarial Funding Valuation	751,709	-			
32	All systems combined ADC/Governmental fund revenues	Calculated	2.8%	2.8%			
33	**Summary Report**						
34	Did the local government pay the retiree insurance premiums for the year?	Accounting Records	YES	YES			
35	Did the local government pay the normal cost for employees hired after June 30, 2018?	Accounting Records	N/A	N/A			
36	Does this system trigger "underfunded status" as defined by PA 202 of 2017?	Primary unit triggers: Less than 40% funded AND greater than 12% ARC/Governmental fund revenues. **Non-Primary unit triggers:** Less than 40% funded	NO	NO	NO	NO	NO

Requirements (For your information, the following are requirements of P.A. 202 of 2017)

Local units must post the current year report on their website or in a public place

The local unit of government must electronically submit the form to its governing body.

Local units must have had an actuarial experience study conducted by the plan actuary for each retirement system at least every 5 years

Local units must have had a peer actuarial audit conducted by an actuary that is not the plan actuary OR replace the plan actuary at least every 8 years.

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.

Michigan Department of Treasury
Form 5572 (2-19)

The Protecting Local Government Retirement and Benefits Act (PA 202 of 2017) & Public Act 530 of 2016 Pension Report

Enter Local Unit Name	City of Traverse City
Enter Six-Digit Municode	282010
Unit Type	City
Fiscal Year End Month	June
Fiscal Year (four-digit year only, e.g. 2019)	2019
Contact Name (Chief Administrative Officer)	William Twietmeyer
Title if not CAO	Treasurer/Finance Director
CAO (or designee) Email Address	wtwietme@traversecitymi.gov
Contact Telephone Number	231-922-4436

Instructions: For a list of detailed instructions on how to complete and submit this form, visit michigan.gov/LocalRetirementReporting.

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Pension System Name (not division) 1	Act 345 Retirement System
Pension System Name (not division) 2	MERS Plan - General Employees
Pension System Name (not division) 3	
Pension System Name (not division) 4	
Pension System Name (not division) 5	

If your pension 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.

Line	Descriptive Information	Source of Data	System 1	System 2	System 3	System 4	System 5
1	Is this unit a primary unit (County, Township, City, Village)?	Calculated	YES	YES	YES	YES	YES
2	Provide the name of your retirement pension system	Calculated from above	Act 345 Retirement System	MERS Plan - General Employees			
3	**Financial Information**						
4	Enter retirement pension system's assets (system fiduciary net position ending)	Most Recent Audit Report	30,665,665	22,175,527			
5	Enter retirement pension system's liabilities (total pension liability ending)	Most Recent Audit Report	48,663,369	38,861,540			
6	Funded ratio	Calculated	63.0%	57.1%			
7	Actuarially Determined Contribution (ADC)	Most Recent Audit Report	1,995,181	1,273,723			
8	Governmental Fund Revenues	Most Recent Audit Report	26,408,178	26,408,178			
9	All systems combined ADC/Governmental fund revenues	Calculated	12.4%	12.4%			
10	**Membership**						
11	Indicate number of active members	Most Recent Actuarial Funding Valuation	51	98			
12	Indicate number of inactive members	Most Recent Actuarial Funding Valuation	5	23			
13	Indicate number of retirees and beneficiaries	Most Recent Actuarial Funding Valuation	71	126			
14	**Investment Performance**						
15	Enter actual rate of return - prior 1-year period	Most Recent Actuarial Funding Valuation or System Investment Provider	3.31%	-3.64%			
16	Enter actual rate of return - prior 5-year period	Most Recent Actuarial Funding Valuation or System Investment Provider	5.41%	4.94%			
17	Enter actual rate of return - prior 10-year period	Most Recent Actuarial Funding Valuation or System Investment Provider	7.35%	8.25%			
18	**Actuarial Assumptions**						
19	Actuarial assumed rate of investment return	Most Recent Actuarial Funding Valuation	7.50%	7.75%			
20	Amortization method utilized for funding the system's unfunded actuarial accrued liability, if any	Most Recent Actuarial Funding Valuation	Level Percent	Level Percent			
21	Amortization period utilized for funding the system's unfunded actuarial accrued liability, if any	Most Recent Actuarial Funding Valuation	16	20			
22	Is each division within the system closed to new employees?	Most Recent Actuarial Funding Valuation	No	No			
23	**Uniform Assumptions**						
24	Enter retirement pension system's actuarial value of assets using uniform assumptions	Most Recent Actuarial Funding Valuation	30,147,594	24,289,786			
25	Enter retirement pension system's actuarial accrued liabilities using uniform assumptions	Most Recent Actuarial Funding Valuation	48,366,482	42,888,246			
26	Funded ratio using uniform assumptions	Calculated	62.3%	56.6%			
27	Actuarially Determined Contribution (ADC) using uniform assumptions	Most Recent Actuarial Funding Valuation	2,135,050	1,811,244			
28	All systems combined ADC/Governmental fund revenues	Calculated	14.9%	14.9%			
29	**Pension Trigger Summary**						
30	Does this system trigger "underfunded status" as defined by PA 202 of 2017?	**Primary unit triggers:** Less than 60% funded AND greater than 10% ADC/Governmental fund revenues. **Non-Primary unit triggers:** Less than 60% funded	NO	YES	NO	NO	NO

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