



Public Act 530 of 2016 Other Post-Employment Benefits (OPEB) Summary  
 OPEB Actuarial Valuation at June 30, 2017

**Section 13 (1)(d):**

(i)	Name of System	<b>City of Springfield</b>
(ii)	Names of Investment fiduciaries	<b>Municipal Employees Retirement System</b>
(iii)	Systems service providers	<b>Insurer - Blue Cross Blue Shield of Michigan</b>
(iv)	System's assets and liabilities/changes	<b>Assets = \$390,735</b> <b>Actuarial Liability = \$987,824</b> <b>Change in net Assets = +\$36,761</b>
(v)	System's funded ratio	<b>39.56%</b>
(vi)	Investment performance net of fees	<b>1 year: 12.33%</b> <b>3 years: 5.24%</b> <b>5 years: 8.45%</b> <b>7 years: 8.23%</b>
(vii)	System admin & invest expenses	<b>At June 30, 2017 total fees were 0.52%</b> <b>(0.20% administrative fees and 0.32% investment fees)</b>
(viii)	System's budget	<b>N/A</b>
(ix)		
(A)	Number of actives	<b>9</b>
(B)	Number of retirees/beneficiaries	<b>25</b>
(C)	The average annual retirement allowances	<b>\$3,453</b>
(D)	Total annual retirement allowances	<b>\$86,336</b>
(E)	Valuation payroll	<b>\$447,299</b>
(F)	Normal cost as % of valuation payroll	<b>1.85%</b>
(G)	Total contrib. rate as % of valuation payroll	<b>9.37%</b>
(H)	Weighted average member contributions	<b>33.67%</b>
(I)	Actuarial investment return	<b>6.50%</b>
(J)	Actuarial long term inflation rate	<b>2.50%</b>
(K)	Smoothing method	<b>None</b>
(L)	Amortization method & funding period	<b>Closed Level % of Pay amortization over 26 years</b>
(M)	Actuarial cost method	<b>Individual Entry Age Normal as a level % of payroll</b>
(N)	Open or closed membership	<b>Closed</b>
(O)	Health care inflation	<b>Starting at 8%, decreasing 0.50% per year to 4% at year 9 and beyond</b>
(x)	Travel report	<b>N/A</b>

**Section 20(h)(1):**

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| (7) | If below 60% funded, what actions have been taken to reduce the system's unfunded liability | <ul style="list-style-type: none"> <li>- Participation has been closed to new hires</li> <li>- An irrevocable OPEB trust has been established</li> <li>- Employer contributions have been fixed at retirement</li> </ul> |
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