Michigan Department of Treasury

Form 5572 (7-20)

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

Enter Local Government Name	City of Stephenson	
Enter Six-Digit Municode	552020	Instructions: For a list of detailed instructions on how to complete and submit this form, visit michigan.gov/LocalRetirementReporting.
Unit Type	City	
Fiscal Year End Month	June	
Fiscal Year (four-digit year only, e.g. 2019)	2021	
Contact Name (Chief Administrative Officer)	Karma Tessmer	
Title if not CAO	City Clerk	Questions: For questions, please email LocalRetirementReporting@michigan.gov. Return this original Excel file. Do not submit a scanned image or PDF.
CAO (or designee) Email Address	cosclerk@stephenson-mi.com	
Contact Telephone Number	906-753-6228	

Pension System Name (not division) 1	MERS	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.
Pension System Name (not division) 2		
Pension System Name (not division) 3		
Pension System Name (not division) 4		
Pension System Name (not division) 5		

Line	Descriptive Information	Source of Data	Statute Reference	System 1
1	Is this unit a primary government (County, Township, City, Village)?	Calculated		YES
2	Provide the name of your retirement pension system	Calculated from above	P.A. 202 Sec. 5(6)	MERS
3	**Financial Information**			
4	Enter retirement pension system's assets (system fiduciary net position ending)	Most Recent Audit Report	P.A. 202 Sec. 5(4)(b)	713,565
5	Enter retirement pension system's liabilities (total pension liability ending)	Most Recent Audit Report	P.A. 202 Sec. 5(4)(b)	1,053,762
6	Funded ratio	Calculated	P.A. 202 Sec. 5(4)(b)	67.7%
7	Actuarially Determined Contribution (ADC)	Most Recent Audit Report	P.A. 202 Sec. 5(4)(b)	41,476
8	Governmental Fund Revenues	Most Recent Audit Report	P.A. 202 Sec. 5(4)(b)	670,898
9	All systems combined ADC/Governmental fund revenues	Calculated	P.A. 202 Sec. 5(4)(b)	6.2%
10	**Membership**			
11	Indicate number of active members	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 530 Sec. 13 (3)(i)(ix)(A)	2
12	Indicate number of inactive members	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 530 Sec. 13 (3)(i)(ix)(A)	-
13	Indicate number of retirees and beneficiaries	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 530 Sec. 13 (3)(i)(ix)(B)	3
14	**Investment Performance**			
15	Enter actual rate of return - prior 1-year period	Actuarial Funding Valuation used in Most Recent Audit Report or System Investment Provider	P.A. 530 Sec. 13 (3)(i)(vi)	14.13%
16	Enter actual rate of return - prior 5-year period	Actuarial Funding Valuation used in Most Recent Audit Report or System Investment Provider	P.A. 530 Sec. 13 (3)(i)(vi)	9.96%
17	Enter actual rate of return - prior 10-year period	Actuarial Funding Valuation used in Most Recent Audit Report or System Investment Provider	P.A. 530 Sec. 13 (3)(i)(vi)	9.11%
18	**Actuarial Assumptions**			
19	Actuarial assumed rate of investment return	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 530 Sec. 13 (3)(i)(ix)(I)	7.00%
20	Amortization method utilized for funding the system's unfunded actuarial accrued liability, if any	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 530 Sec. 13 (3)(i)(ix)(L)	Level Percent
21	Amortization period utilized for funding the system's unfunded actuarial accrued liability, if any	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 530 Sec. 13 (3)(i)(ix)(L)	15
22	Is each division within the system closed to new employees?	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 530 Sec. 13 (3)(i)(ix)(N)	Yes
23	**Uniform Assumptions**			
24	Enter retirement pension system's actuarial value of assets using uniform assumptions	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 5(1)	660,564
25	Enter retirement pension system's actuarial accrued liabilities using uniform assumptions	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 5(1)	1,069,666
26	Funded ratio using uniform assumptions	Calculated	P.A. 202 Sec. 5(1)	61.8%
27	Actuarially Determined Contribution (ADC) using uniform assumptions	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 5(1)	51,756
28	All systems combined ADC/Governmental fund revenues	Calculated	P.A. 202 Sec. 5(1)	7.7%
29	**Pension Trigger Summary**			
30	Does this system trigger "underfunded status" as defined by PA 202 of 2017?	**Primary government triggers:** Less than 60% funded AND greater than 10% ADC/Governmental fund revenues. **Non-Primary government triggers:** Less than 60% funded	P.A. 202 Sec. 5(4)(b)	NO

	Requirements (For your information, the following are requirements of P.A. 202 of 2017)			
	Local governments must post the current year report on their website or in a public place.		P.A. 202 Sec. 5(8)	
	The local government must electronically submit the form to its governing body.		P.A. 202 Sec. 4(1)(c)	
	Local governments must have had an actuarial experience study conducted by the plan actuary for each retirement system at least every 5 years.		P.A. 202 Sec. 4(1)(d)	
	Local governments 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 government acknowledges that this report is complete and accurate in all known respects.

Michigan Department of Treasury

Form 5572 (7-20)

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

Enter Local Government Name	City of Stephenson
Enter Six-Digit Municode	552020
Unit Type	City
Fiscal Year End Month	June
Fiscal Year (four-digit year only, e.g. 2019)	2021
Contact Name (Chief Administrative Officer)	Karma Tessmer
Title if not CAO	City Clerk
CAO (or designee) Email Address	cosclerk@stephenson-mi.com
Contact Telephone Number	

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	
OPEB System Name (not division) 2	
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	Statute Reference	System 1
1	Is this unit a primary government (County, Township, City, Village)?	Calculated		YES
2	Provide the name of your retirement health care system	Calculated from above	P.A. 202 Sec. 5(6)	
3	**Financial Information**			
4	Enter retirement health care system's assets (system fiduciary net position ending)	Most Recent Audit Report	P.A. 202 Sec. 5(4)(a)	
5	Enter retirement health care system's liabilities (total OPEB liability)	Most Recent Audit Report	P.A. 202 Sec. 5(4)(a)	
6	Funded ratio	Calculated	P.A. 202 Sec. 5(4)(a)	
7	Actuarially determined contribution (ADC)	Most Recent Audit Report	P.A. 202 Sec. 5(4)(a)	
7a	Do the financial statements include an ADC calculated in compliance with Numbered Letter 2018-3?	Most Recent Audit Report	P.A. 202 Sec. 5(4)(a)	
8	Governmental Fund Revenues	Most Recent Audit Report	P.A. 202 Sec. 5(4)(a)	
9	All systems combined ADC/Governmental fund revenues	Calculated	P.A. 202 Sec. 5(4)(a)	
10	**Membership**			
11	Indicate number of active members	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 4(2) (n)	
12	Indicate number of inactive members	Actuarial Funding Valuation used in Most Recent Audit Report		
13	Indicate number of retirees and beneficiaries	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 4(2) (n)	
14	Provide the amount of premiums paid on behalf of the retirants	Most Recent Audit Report or Accounting Records	P.A. 202 Sec. 4(2) (o)	
15	**Investment Performance**			
16	Enter actual rate of return - prior 1-year period	Actuarial Funding Valuation used in Most Recent Audit Report or System Investment Provider	P.A. 202 Sec. 4(2) (g)	
17	Enter actual rate of return - prior 5-year period	Actuarial Funding Valuation used in Most Recent Audit Report or System Investment Provider	P.A. 202 Sec. 4(2) (g)	
18	Enter actual rate of return - prior 10-year period	Actuarial Funding Valuation used in Most Recent Audit Report or System Investment Provider	P.A. 202 Sec. 4(2) (g)	
19	**Actuarial Assumptions**			
20	Assumed Rate of Investment Return	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 4(2) (f)	
21	Enter discount rate	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 4(2) (h)	
22	Amortization method utilized for funding the system's unfunded actuarial accrued liability, if any	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 4(2) (i)	
23	Amortization period utilized for funding the system's unfunded actuarial accrued liability, if any	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 4(2) (j)	
24	Is each division within the system closed to new employees?	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 4(2) (i)	
25	Health care inflation assumption for the next year	Actuarial Funding Valuation used in Most Recent Audit Report		
26	Health care inflation assumption - Long-Term Trend Rate	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 4(2) (m)	
27	**Uniform Assumptions**			
28	Enter retirement health care system's actuarial value of assets using uniform assumptions	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 5(1)	
29	Enter retirement health care system's actuarial accrued liabilities using uniform assumptions	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 5(1)	
30	Funded ratio using uniform assumptions	Calculated	P.A. 202 Sec. 5(1)	
31	Actuarially Determined Contribution (ADC) using uniform assumptions	Actuarial Funding Valuation used in Most Recent Audit Report	P.A. 202 Sec. 5(1)	
32	All systems combined ADC/Governmental fund revenues	Calculated	P.A. 202 Sec. 5(1)	
33	**Summary Report**			
34	Did the local government pay the retiree insurance premiums for the year?	Accounting Records	P.A. 202 Sec. 4(1)(ii)	
35	Did the local government pay the normal cost for employees hired after June 30, 2018?	Accounting Records	P.A. 202 Sec. 4(1)(i)	
36	Does this system trigger "underfunded status" as defined by PA 202 of 2017?	**Primary government triggers**: Less than 40% funded AND greater than 12% ARC/Governmental fund revenues. **Non-Primary government** triggers: Less than 40% funded	P.A. 202 Sec. 5(4)(a)	NO
	Requirements (For your information, the following are requirements of P.A. 202 of 2017)			
	Local governments must post the current year report on their website or in a public place		P.A. 202 Sec. 5(8)	
	The local government must electronically submit the form to its governing body.		P.A. 202 Sec. 4(8)(d)	
	Local governments must have had an actuarial experience study conducted by the plan actuary for each retirement system at least every 5 years		P.A. 202 Sec. 4(8)(d)	
	Local governments 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 government acknowledges that this report is complete and accurate in all known respects.