

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

|   |  |  |
|---|--|--|
| Enter Local Unit Name                         | Schoolcraft County Road Commission                   | Instructions: 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> .  |
| Enter Six-Digit Municode                      | 770100   |  |
| Unit Type                                     | Road Commission                                      |  |
| Fiscal Year End Month                         | September  |  |
| Fiscal Year (four-digit year only, e.g. 2019) | 2019   | Questions: 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.   |
| Contact Name (Chief Administrative Officer)   | Tanya Hoar   |  |
| Title if not CAO                              | Finance Director                                     |  |
| CAO (or designee) Email Address               | finance@schoolcraftroads.org                         |  |
| Contact Telephone Number                      | 906-341-5634 ext 111                                 |  |
| <b>OPEB System Name (not division) 1</b>      |  |  |
| OPEB System Name (not division) 1             | Schoolcraft Road Commission Retiree Health Care Plan | 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                             | 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  | NO                                  | NO       | NO       | NO       | NO       |
| 2                                | Provide the name of your retirement health care system   | Calculated from above   | Schoolcraft Road Commission Retiree |          |          |          |          |
| <b>3 Financial Information</b>   |  |   |                                     |          |          |          |          |
| 4                                | Enter retirement health care system's assets (system fiduciary net position ending)                              | Most Recent Audit Report  | 633,322                             |          |          |          |          |
| 5                                | Enter retirement health care system's liabilities (total OPEB liability)   | Most Recent Audit Report  | 1,397,892                           |          |          |          |          |
| 6                                | Funded ratio   | Calculated  | 45.3%                               |          |          |          |          |
| 7                                | Actuarially determined contribution (ADC)  | Most Recent Audit Report  | 287,410                             |          |          |          |          |
| 7a                               | Do the financial statements include an ADC calculated in compliance with <a href="#">Numbered Letter 2018-3?</a> | Most Recent Audit Report  | YES                                 |          |          |          |          |
| 8                                | Governmental Fund Revenues   | Most Recent Audit Report  | 6,198,578                           |          |          |          |          |
| 9                                | All systems combined ADC/Governmental fund revenues  | Calculated  | 4.6%                                |          |          |          |          |
| <b>10 Membership</b>             |  |   |                                     |          |          |          |          |
| 11                               | Indicate number of active members  | Most Recent Actuarial Funding Valuation   | 8                                   |          |          |          |          |
| 12                               | Indicate number of inactive members  | Most Recent Actuarial Funding Valuation   | -                                   |          |          |          |          |
| 13                               | Indicate number of retirees and beneficiaries  | Most Recent Actuarial Funding Valuation   | 6                                   |          |          |          |          |
| 14                               | Provide the amount of premiums paid on behalf of the retirees  | Most Recent Audit Report or Accounting Records  | 109,230                             |          |          |          |          |
| <b>15 Investment Performance</b> |  |   |                                     |          |          |          |          |
| 16                               | Enter actual rate of return - prior 1-year period  | Most Recent Actuarial Funding Valuation or System Investment Provider   | 18.45%                              |          |          |          |          |
| 17                               | Enter actual rate of return - prior 5-year period  | Most Recent Actuarial Funding Valuation or System Investment Provider   |                                     |          |          |          |          |
| 18                               | Enter actual rate of return - prior 10-year period   | Most Recent Actuarial Funding Valuation or System Investment Provider   | 7.27%                               |          |          |          |          |
| <b>19 Actuarial Assumptions</b>  |  |   |                                     |          |          |          |          |
| 20                               | Assumed Rate of Investment Return  | Most Recent Actuarial Funding Valuation   | 6.98%                               |          |          |          |          |
| 21                               | Enter discount rate  | Most Recent Actuarial Funding Valuation   | 6.98%                               |          |          |          |          |
| 22                               | Amortization method utilized for funding the system's unfunded actuarial accrued liability, if any               | Most Recent Actuarial Funding Valuation   | Level Dollar                        |          |          |          |          |
| 23                               | Amortization period utilized for funding the system's unfunded actuarial accrued liability, if any               | Most Recent Actuarial Funding Valuation   | 6                                   |          |          |          |          |
| 24                               | Is each division within the system closed to new employees?  | Most Recent Actuarial Funding Valuation   | Yes                                 |          |          |          |          |
| 25                               | Health care inflation assumption for the next year   | Most Recent Actuarial Funding Valuation   | 8.50%                               |          |          |          |          |
| 26                               | Health care inflation assumption - Long-Term Trend Rate  | Most Recent Actuarial Funding Valuation   | 4.50%                               |          |          |          |          |
| <b>27 Uniform Assumptions</b>    |  |   |                                     |          |          |          |          |
| 28                               | Enter retirement health care system's actuarial value of assets using uniform assumptions                        | Most Recent Actuarial Funding Valuation   | 633,322                             |          |          |          |          |
| 29                               | Enter retirement health care system's actuarial accrued liabilities using uniform assumptions                    | Most Recent Actuarial Funding Valuation   | 1,389,607                           |          |          |          |          |
| 30                               | Funded ratio using uniform assumptions   | Calculated  | 45.6%                               |          |          |          |          |
| 31                               | Actuarially Determined Contribution (ADC) using uniform assumptions  | Most Recent Actuarial Funding Valuation   | 355,832                             |          |          |          |          |
| 32                               | All systems combined ADC/Governmental fund revenues  | Calculated  | 5.7%                                |          |          |          |          |
| <b>33 Summary Report</b>         |  |   |                                     |          |          |          |          |
| 34                               | Did the local government pay the retiree insurance premiums for the year?  | Accounting Records  | YES                                 |          |          |          |          |
| 35                               | Did the local government pay the normal cost for employees hired after June 30, 2018?                            | Accounting Records  | N/A                                 |          |          |          |          |
| 36                               | Does this system trigger "underfunded status" as defined by PA 202 of 2017?                                      | <b>Primary unit triggers:</b> Less than 40% funded <b>AND</b> greater than 12% ARC/Governmental fund revenues. <b>Non-Primary unit triggers:</b> 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.