

SUMMARY ANNUAL REPORT 2013
CHARTER TOWNSHIP OF BLOOMFIELD DEFINED CONTRIBUTION
PENSION PLAN

The Charter Township of Bloomfield closed the traditional Defined Benefit Pension Plan to new hires and created a Defined Contribution Pension Plan in 2005 to be used for the purposes of readily forecasting, containing and controlling Township employee pension costs, and to provide an adequate pension benefit for retired employees. The Defined Contribution plan is authorized by the Internal Revenue Service as a Section 401(a) Plan. The intent of the Township Board of Trustees has been to assure that the outcomes are adequate to provide a retirement benefit for Township employees participating in the Plan. Implementation of this Plan will ultimately eliminate pension legacy costs over time for Bloomfield Township.

Public Act 347 of 2012 of the State of Michigan requires a Summary Annual Report of the Defined Contribution Pension Plan as follows:

The name of the system:

The Charter Township of Bloomfield Defined Contribution Pension Plan

The names of the system's investment fiduciaries:

1. The Bloomfield Township Board of Trustees
2. Gregory J. Schwartz and Company

The names of the system's service providers:

1. Gregory J. Schwartz and Company
2. American Funds
3. Clark Hill PLC
4. Watkins Ross

The system's assets and liabilities and changes in net Defined Contribution Pension Plan assets on a plan-year basis:

The balance invested in the Plan as of 12/31/12: \$1,593,981.04

The balance invested in the Plan as of 12/31/13: \$2,355,849.73

The system's funded ratio based upon the ratio of valuation assets to actuarial accrued liabilities on a plan-year basis:

Not applicable because, once vested after 3 years of employment, each participant is 100% vested and the benefit is fully funded and portable upon leaving service at the Township.

The system's investment performance net of fees on a rolling calendar basis for the previous 1, 3, 5, 7 and 10 year periods:

See attached document entitled "Bloomfield Township 401(a) Defined Contribution Plan Investment Performance Analysis".

The system's administrative and investment expenditures:

See the attached document referenced above for the net expense ratio per investment vehicle in the offered portfolio.

Watkins Ross was compensated \$1,945.54 for record keeping and related costs.

The system's itemized budget:

Not applicable here

Information provided in the system's most recent actuarial valuation report:

Not applicable here except:

Number of participants as of 12/31/12: 49

Number of participants as of 12/31/13: 63

The system's actuarial cost method:

Not applicable here

Whether the system is open or closed to specific groups:

The system is open to new hires as of April 1, 2005.

Bloomfield Township
401(a) Defined Contribution Plan
Investment Performance Analysis

| Fund | Objective | Net Returns (Annualized Averages) | | | | | Net Expense Ratio |
|---|---------------------|-----------------------------------|-------|-------|-------|-------|-------------------|
| | | 10 yr. | 7 yr. | 5 yr. | 3 yr. | 1 yr. | |
| American Funds Money Market R2 ¹ | Money Market | NA | NA | NA | 0.0% | 0.0% | 0.66% |
| U.S. Government Securities Fund R2 | Government Bond | 2.9% | 3.3% | 2.0% | 1.3% | -4.0% | 1.39% |
| American Bond Fund of America R2 | Corporate Bond | 2.7% | 2.3% | 5.6% | 2.6% | -2.7% | 1.37% |
| American High Income Trust R2 | High Yield | 6.3% | 5.7% | 15.3% | 6.7% | 5.6% | 1.51% |
| American Balanced Fund R2 | Balanced | 6.2% | 5.8% | 13.7% | 12.2% | 20.9% | 1.36% |
| Washington Mutual Investors R2 | Large Cap Value | 6.3% | 5.0% | 15.6% | 15.8% | 31.0% | 1.37% |
| American Growth Fund of America R2 | Large Cap Growth | 7.5% | 5.9% | 17.5% | 14.5% | 32.9% | 1.40% |
| AMCAP Fund R2 | Large Cap Growth | 7.1% | 6.9% | 19.4% | 15.8% | 35.9% | 1.46% |
| EuroPacific Growth Fund R2 | Foreign Large Blend | 8.1% | 3.4% | 12.6% | 6.6% | 19.3% | 1.57% |
| Capital World Growth and Income R2 | World Stock | 8.2% | 4.3% | 13.5% | 10.4% | 24.0% | 1.54% |
| SMALLCAP World Fund R2 | World Stock | 9.1% | 5.5% | 20.0% | 9.7% | 28.4% | 1.86% |
| American Funds 2010 Target Date Fund R2 | Target Date Fund | NA | NA | 10.8% | 7.8% | 11.4% | 1.41% |
| American Funds 2015 Target Date Fund R2 | Target Date Fund | NA | NA | 11.6% | 8.6% | 14.5% | 1.41% |
| American Funds 2020 Target Date Fund R2 | Target Date Fund | NA | NA | 12.8% | 9.6% | 17.4% | 1.43% |
| American Funds 2025 Target Date Fund R2 | Target Date Fund | NA | NA | 14.5% | 11.1% | 22.5% | 1.45% |
| American Funds 2030 Target Date Fund R2 | Target Date Fund | NA | NA | 15.2% | 11.7% | 24.4% | 1.47% |
| American Funds 2035 Target Date Fund R2 | Target Date Fund | NA | NA | 15.2% | 11.7% | 24.7% | 1.48% |
| American Funds 2040 Target Date Fund R2 | Target Date Fund | NA | NA | 15.4% | 11.9% | 25.3% | 1.48% |
| American Funds 2045 Target Date Fund R2 | Target Date Fund | NA | NA | 15.4% | 11.8% | 25.4% | 1.48% |
| American Funds 2050 Target Date Fund R2 | Target Date Fund | NA | NA | 15.4% | 11.9% | 25.3% | 1.48% |
| American Funds 2055 Target Date Fund R2 | Target Date Fund | NA | NA | NA | 11.9% | 25.3% | 1.53% |

Performance data obtained from Morningstar as of 12/31/2013 and represents past results. Past performance does not guarantee future results. Please carefully consider investment objectives, risks and expenses of the mutual funds before investing. The fund prospectuses contain this and other information about the mutual funds and should be read carefully before investing money. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Please visit your plan's website for most recent month-end fund performance.

¹ Fund Inception May 1, 2009. Formerly American Cash Management Trust.