

Charter Township of Bloomfield, Michigan
63-1-030
Summary Annual Report for Calendar 2016
Retired Employees' Health Care Plan (7/1/15 Actuarial Report)

Sec. 13.(3)(i)	Item	Information
(i)	Name of system	Bloomfield Township Retired Employees' Health Care Benefits Trust
(ii)	Names of system's investment fiduciaries	Bloomfield Township Board of Trustees, Gregory J. Schwartz & Co
(iii)	Name of system's service providers	Gregory J. Schwartz & Co, RBC Correspondent Services, Milliman Inc. Valuation Assets: \$5,437,023
(iv)	System's assets and liabilities	Actuarial Accrued Liability: \$157,390,635
(v)	System's funded ratio	3.45%
(vi)	Investment performance, net of fees	1 year: 4.30% 3 years: 2.70% 5 years: n/a 7 years: n/a 10 years: n/a
(vii)	System admin & investment expenses	0.82% (0% for administration and 0.82% for investments)
(viii)	System's budget	Not applicable to the local government
(ix)		
(A)	Number of active members	216
(B)	Number of retirees and beneficiaries	355
(C)	Average annual retirement allowance	Not applicable
(D)	Total annual retirement allowances being paid	Not applicable
(E)	Valuation payroll	\$15,279,000
(F)	Normal cost as a percentage of valuation payroll	28.89%
(G)	Total contribution rate as percentage of valuation payroll	0% - On a pay-as-you-go system
(H)	Weighted average of member contributions	Not applicable
(I)	Actuarial investment return	4.00%
(J)	Actuarial long term inflation rate	4.00%
(K)	Smoothing method	5 years
(L)	Amortization method and period	Level percentage of payroll, 25 years
(M)	Actuarial cost method	Projected Unit Credit
(N)	Open or closed membership	Closed to new hires as of May 1, 2011
(O)	Health care inflation	5.50%
(x)	Travel report	Not applicable to local government
Sec. 20h. (1)	Item	Information
(7)	If below 60% funded, actions taken to reduce the systems UAL.	-Changed to a consumer driven high deductible healthcare plan in 2010. -Replaced offering retiree healthcare to new hires as of May 1, 2011, with a Retiree Health Savings account. -Established and began to make annual contributions into a Retiree Health Care Trust (VEBA) where the funds are invested. -In 2015, revised governance structure of the Retiree Health Care Trust from having one sole Trustee to three Co-Trustees who meet quarterly at public meetings. -Continue to actively monitor and revise the healthcare plan to derive the best value.