

CITY OF MARINE CITY

PENSION BOARD MEETING AGENDA

Pension Plan

Regular Meeting: Tuesday, July 28, 2015; 4:30PM

Marine City Fire Hall: 200 South Parker Street, Marine City, Michigan

1. **CALL TO ORDER**
2. **ROLL CALL** Mayor Raymond Skotarczyk; City Commission Rep. James Turner, Board Members Michael Itrich, David Scheel, James VanderMeulen and, Lynn Zyrowski; Treasurer Mary Ellen McDonald; and, Acting City Manager Donald Tillery
3. **APPROVE AGENDA (Additions / Deletions)**
4. **APPROVE MINUTES**
 - A. Pension Plan Board Meeting ~ April 28, 2015
5. **COMMUNICATIONS**
 - A. Financial Review from Fred Miller ~ April, 2015
6. **UNFINISHED BUSINESS**
7. **NEW BUSINESS**
8. **OPEN DISCUSSION**
9. **FINANCIAL BUSINESS**
 - A. Actuarial Report for Period Ending June 30, 2014 ~ Presentation by Sandra Rodwan
 - B. Calculation of Lump-Sum Benefit
 - C. Financial Reports
 - Investment Performance ~ Review by Frederick Miller
 - D. Raymond James Trust Statements ~ June, 2015
 - E. Invoice Approval
 - Sullivan, Ward, Asher & Patton – Invoice #476099

- Rodwan Consulting Company – Invoice #2053

F. Preliminary Financial Statements ~ April, May, June, 2015

10. ADJOURNMENT

**City of Marine City
Pension Board ~ Pension Plan
April 28, 2015**

A regular meeting of the Pension Board ~ Pension Plan held on Tuesday, April 28, 2015 in the Fire Hall, 200 South Parker Street, Marine City, Michigan, was called to order by Chairperson Scheel at 4:31 PM.

Present: Mayor Skotarczyk; City Commissioner Turner; Board Members Scheel, Zyrowski; Acting City Manager Tillery; City Treasurer McDonald; and, City Clerk Baxter

Absent: Board Members Itrich and VanderMeulen

Motion by Mayor Skotarczyk, seconded by Board Member Zyrowski, to excuse Board Members Itrich and VanderMeulen from the meeting. All Ayes. Motion Carried.

Approve Agenda

Motion by City Commissioner Turner, seconded by Board Member Zyrowski, to approve the Agenda, as presented. All Ayes. Motion Carried.

Approve Minutes

Motion by Mayor Skotarczyk, seconded by City Commissioner Turner, to approve the Minutes of the Regular Pension Board ~ Pension Plan Meeting of January 27, 2015. All Ayes. Motion Carried.

Communications

The following Communication was received:

- Compliance Statement ~ IRS

Motion by City Commissioner Turner, seconded by Mayor Skotarczyk, to accept and file the communication. All Ayes. Motion Carried.

Unfinished Business

Calculation of Death Benefit Lump-Sum Payout

Item tabled until the July 28, 2015 meeting.

Financial Business

Financial Reports

- **Investment Performance**

Due to the absence of Financial Advisor, Frederick Miller, item tabled until the July 28, 2015 meeting.

Invoice Approval

Motion by City Commissioner Turner, seconded by Board Member Zyrowski, to approve Sullivan, Ward, Asher & Patton Invoice #474315, as presented. All Ayes. Motion Carried.

Preliminary Financial Statements

Motion by Mayor Skotarczyk, seconded by City Commissioner Turner, to accept the Preliminary Financial Statements for January, February, and March, 2015, and place them on file. All Ayes. Motion Carried.

Adjournment

Motion by Mayor Skotarczyk, seconded by City Commissioner Turner, to adjourn at 4:36 pm. All Ayes. Motion Carried.

Respectfully submitted,

Kristen Baxter
City Clerk

May 6, 2015

TO: City of Marine City Pension and Health Care Boards

FROM: Fred Miller

SUBJECT: Retiree's Pension Plan and Retiree's Health Care Investment Update

I apologize for missing the last Board meeting. I misread an email in my Marine City email folder which changed a past board meeting from Tuesday to Wednesday. First time in 35 years but still no excuse.

This summary will give the board the information we would have discussed at the meeting.

Enclosed are the Investment Account reports and the cash flow history report for the Pension Plan. The following summarizes the results account to assist you in reviewing the reports.

EMPLOYEE'S PENSION PLAN

Pension Plan Performance - September 16, 2013 to March 31, 2015

The portfolio has returned a net 9.099% from September 16, 2013 (inception at Raymond James) to March 31, 2015. For the last 12 months the account has returned 5.88%. All returns are net of expenses.

Currently \$53,619.47 remains in the money market account. This is a reasonable amount to keep liquid. Our approach has been to liquidate assets as need to pay retiree's benefits and transfer those funds to the benefit payment account.

Pension Plan Investment Account Report

Portfolio Holdings

We are maintaining the 50% stock and 50% fixed income objective. Currently the portfolio is producing dividends and interest of 2.95% including the money market portfolio. The original objective has not changed and interest rates remain low. The 50% in fixed income is allocated to short term bonds to reduce the negative impact of an interest rate increase.

The funds have performed well exceeding the actuarial return assumption of 7.25%. The allocation meets in board's conservative investment objective. We recommend maintaining the portfolio as is.

Page 2 details how the portfolio is constructed and I know can be confusing. The **Asset Allocation** is currently 54.45% stocks with 45.55% in fixed income. The **Style Analysis** illustrates the majority of stocks in the mutual funds are large company stocks split between growth and value. The fixed income is short to intermediate maturities which is an attempt to reduce risk should interest rates increase back to normal levels.

When you review the Holdings Detail on page 8 you will see the performance of each fund, the current value and the annual yield (dividends and interest), and the investment gain or loss for each investment.

Performance Detail By Period Report

This report illustrates the history of the account. When the funds were transferred were transferred from Wilmington Trust in September of 2013 the opening balance was \$5,624,300.75. \$1,050,000.00 has been withdrawn to pay benefits. The account has earned \$765,775.35 in dividends, interest, and appreciation for a net after expense investment return of 9.099%. The benefits payment amount is high due to the lump sum death benefit paid in November 2014. We expect future benefit payments somewhere in the neighborhood \$350,000.00 to \$400,000.00 per year.

Summary

The performance has been excellent, the allocation is conservative, and the individual fund performance is most satisfactory. In the future we will continue to monitor the performance of the funds compared to funds with similar investment objectives to assure they continue to perform. Changes will be recommended depending on future performance and market conditions.

The Pension Plan is in a position of having to provide benefits with no future employees entering the plan. The priority is to manage the plan so that the plans assets plus future City contributions will cover all the benefits for current eligible employees. Employee contributions are minimal. Most of the future costs to the City will depend on investment performance and the City's contributions. Therefore investments must be carefully evaluated understanding that the City will be responsible for future benefit payments if the plan assets fall short.

The plan is currently around 85% funded and you have a 7.25% investment return assumption which is aggressive. Steady as you go. There is no room for benefit increases or any other unforeseen expenses.

I do recommend a presentation to the City Commission in the future after the next actuarial evaluation is completed to update the commission and so everyone is on the same page.

RETIREE'S HEALTH CARE

Health Care Performance – April 16, 2010 to March 31, 2015

The portfolio returned 4.094% from April 16, 2010 to March 31, 2015.

For the last 12 months the fund returned 4.112%.

Health Care Investment

The fund objective is more conservative than the Pension Plan limiting the stock exposure to 40% stock and 60% fixed income. The portfolio was even more conservative for most of that time with an increase in stock exposure in 2014. The board recognizes that the Healthcare Fund will not be sufficient to cover the future costs and therefore the emphasis is to maintain the principle. The Investments are similar to the Pension Plan. We used the same methodology to structure the portfolio when the revisions were made last year.

Performance Detail

The fund had an investment value of \$255,379.52 when transferred from UBS on April 16, 2010. There has been a -\$77,340.65 in net contributions (contributions – withdrawals) for that time period. The fund earned \$45,023.09 for the time period. The current fund value is \$223,061.96.

Summary

I did not include the printed reports for the Health Care since the assets are similar with the exception of the lower stock exposure. We acknowledge that there will be some challenges with the retiree's health care plan in the future due the large unfunded liability which will require significant City contributions. Therefore the Board's objective of maintaining the principle and minimizing risk is being achieved until the unfunded and future of the plan is resolved. A presentation to the City Commission is also recommended.

Memo

To: Kristen Baxter, City Clerk
From: Mary Ellen McDonald, Finance Director/Treasurer
Date: 7/10/2015
Re: Actuarial Report for Period Ending June 30, 2014

Please include the attached Actuarial Report for Period Ending June 30, 2014 on the Pension Board Meeting Agenda July 28, 2015. A representative from Rodwan & Associates will be at the meeting doing a presentation to the board.

If you have any questions, please contact me.

Thank you

June 19, 2015

The Retirement Board
City of Marine City Employees Retirement System
Marine City, Michigan

Dear Board Members:

The purpose of the annual actuarial valuation of the City of Marine City Employees Retirement System as of June 30, 2014, is to:

- Compute the liabilities associated with benefits likely to be paid on behalf of current retired and active members of the Retirement System,
- Compare accrued assets with accrued liabilities to assess the funded condition of the Retirement System, and
- Compute the City's recommended contribution rate for the Fiscal Year beginning July 1, 2015.

This valuation has been conducted in accordance with generally accepted actuarial principles and practices. Data concerning active members, retirees, beneficiaries and assets was provided by the City of Marine City. This data has been reviewed for reasonableness, but no attempt has been made to audit such information. The valuation was based on the provisions of the Retirement System as amended through June 30, 2014. The actuarial assumptions used in this valuation represent reasonable expectations of future experience under the System. This valuation has been prepared under the supervision of a Member of the American Academy of Actuaries who meets the qualification standards of the American Academy of Actuaries to render the actuarial opinions contained herein.

Respectfully submitted,



Denise M. Jones



Sandra W. Rodwan, M.A.A.A.

***City of Marine City
Employees Retirement System***

Actuarial Valuation as of June 30, 2014

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Section One:

Valuation Summary



Purpose of Valuation

The purpose of the annual actuarial valuation of the City of Marine City Employees Retirement System as of June 30, 2014 is to:

- ❖ Compute the liabilities associated with benefits likely to be paid on behalf of current retired and active members of the retirement system,
- ❖ Compare accrued assets with accrued liabilities to assess the funded condition of the retirement system, and
- ❖ Compute the City's recommended contribution rate for the Fiscal Year beginning July 1, 2015.

Liabilities and Funded Condition of Retirement System

Accrued liabilities of the Retirement System as of June 30, 2014, were computed to be \$7,156,086. The funding value of assets was \$5,840,592. The ratio of the funding value of assets to accrued liabilities was 81.6%.

Funding Value of Assets

A smoothed market value of assets was used for the June 30, 2014 valuation. This method credits the assumed rate to the funding value of assets and spreads the difference between the actual and assumed return over 4 years.

City's Computed City Contribution

The City's normal cost contribution rate was computed to be \$49,202. The unfunded accrued liabilities were amortized as a level dollar amount over 18 years. The amortization of the unfunded accrued liabilities was \$128,541. The total contribution for FY 2015/2016 was computed to be \$177,743 less member's contributions of \$18,995 results in the City's total contribution of \$158,748.

Benefit Provision Changes

There were no benefit changes during the year.

Assumption and Method Changes

There were no significant changes in assumptions and methods during the year.

Participant Data

	<u>06/30/2014</u>	<u>06/30/2013</u>
Active Members	7	9
Active Member Payroll	\$379,897	\$479,446
Retirees and Beneficiaries	24	23
Annual Pensions	\$463,436	\$415,753
Vested Inactive Members	4	4
Deferred Annual Pensions	\$105,148	\$105,148

Financial Data

	<u>06/30/2014</u>	<u>06/30/2013</u>
Funding Value of Assets	\$5,840,592	\$5,740,146
Market Value of Assets	6,092,591	5,684,998

Section Two:
***Actuarial Calculations –
Funding***



Computed Contribution Rates for Fiscal Year 2015/2016

Accrued liabilities exceeded accrued assets as of June 30, 2014. The unfunded actuarial accrued liability was amortized as a level dollar amount, over a closed period of 18 years. The 18 year amortization period is a one year decrease from the prior valuation. This amortization payment was added to the normal cost contribution.

Normal Cost	
Regular Retirement	\$35,283
Pre-retirement Death	1,591
Disability	3,041
Termination Benefits - Refunds	<u>9,287</u>
Total Normal Cost	49,202
Unfunded Actuarial Accrued Liability	128,541
Total Computed Contribution	177,743
Member portion	18,995
City portion	\$158,748

Unfunded Actuarial Accrued Liability

	<u>June 30, 2014</u>	<u>June 30, 2013</u>
Actuarial accrued liability	\$7,156,086	\$7,053,090
Assets allocated to funding	<u>5,840,592</u>	<u>5,740,146</u>
Unfunded actuarial accrued Liability	\$1,315,494	\$1,312,944

Recommended City Contributions

Valuation Date June 30,	Fiscal Year	Computed City Contributions	
		Estimated Dollar Contrib.	Actual Dollar Contrib.
1996	97/98	\$88,652	\$97,430
1997	98/99	81,304	83,597
1998	99/00	52,176	52,432
1999(a)	00/01	46,273	43,795
2000(a)	01/02	39,852	40,921
2001	02/03	54,415	50,414
2002	03/04	66,463	58,921
2003	04/05	153,022	161,159
2004#	05/06	159,563	164,557
2005	06/07	187,759	172,895
2006	07/08	177,626	155,056
2007	08/09	171,139	138,971
2008	09/10	136,676	95,469
2009	10/11	149,956	97,480
2010(a)	11/12	157,716	110,871
2011	12/13	168,317	171,849
2012	13/14	190,302	190,302
2013	14/15	164,043	
2013	15/16	158,748	

#After changes in benefit provisions

(a) After changes in assumptions and methods.

Note: Results prior to 2013 are based on reports provided by previous actuarial firm.

Participant Summary

Retirees and Beneficiaries Included in the Valuation

There were 24 retirees and beneficiaries included in the valuation, with annual pensions totaling \$463,436. Two new retirees were added during the year and one was removed.

History of Pensions Being Paid

Valuation Date June 30	No.	Annual Pensions	% of Active Payroll	Average Pension	Discounted Value of Pensions	
					Total	Average
1996	7	\$67,527	6.2%	\$9,647	\$676,514	\$96,645
1997	7	67,527	6.2	9,647	662,402	94,629
1998	7	67,527	5.2	9,647	647,894	92,556
1999	7	67,527	4.8	9,647	633,017	90,431
2000	9	106,286	7.9	11,810	1,041,980	115,776
2001	9	93,955	6.4	10,439	939,802	104,422
2002	9	93,955	6.4	10,439	912,721	101,413
2003	15	187,411	14.2	12,494	2,051,715	136,781
2004	18	233,952	17.1	12,997	2,527,123	140,396
2005	19	243,028	16.1	12,791	2,579,090	135,742
2006	18	229,364	15.2	12,742	2,431,838	135,102
2007	18	229,364	15.4	12,742	2,391,901	132,883
2008	18	229,364	17.7	12,742	2,350,972	130,610
2009	19	264,076	22.4	13,899	2,795,951	147,155
2010	21	339,918	36.5	16,187	3,727,005	177,476
2011	22	361,414	45.5	16,428	3,796,174	172,553
2012	23	383,081	59.1	16,656	4,004,970	174,129
2013	23	415,753	86.7	18,076	4,567,807	198,600
2014	24	463,436	122.0	19,310	5,083,204	211,800

Results shown throughout this report, for years prior to 2013, were prepared by the previous actuarial firm.

Retired Members - June 30, 2014

Age & Service Retirees			Disability Retirees		Survivor Beneficiaries		Totals	
Attained Age	No.	Annual Pensions	No.	Annual Pensions	No.	Annual Pensions	No.	Annual Pensions
56	5	120,591				\$ -	5	\$120,591
57	2	32,985					2	32,985
59	2	42,118					2	42,118
60	1	23,335					1	23,335
61	2	41,940					2	41,940
62	1	29,871					1	29,871
63	1	34,712					1	34,712
66	2	22,320					2	22,320
67	1	27,301					1	27,301
68	1	16,346					1	16,346
69	1	9,076					1	9,076
70	1	16,812					1	16,812
71	1	7,971					1	7,971
76	1	10,081					1	10,081
81	1	16,106					1	16,106
85					1	11,871	1	11,871
Totals	23	\$451,565			1	\$11,871	24	463,436

Active Member Summary

**Active Members - June 30, 2014
Age and Service Distribution**

Attained Age	10-14	15-19	20-24	30-34	No.	Totals Payroll
40-44	1	1			2	\$150,856
45-49			1		1	57,353
50-54	1	1	1	1	4	171,688
Totals	2	2	2	1	7	\$379,897

Group Averages:

Age: 48.5 years
 Service: 18.9 years
 Annual Pay: \$54,271

Active Members – Three-Year Summary

	2014	2013	2012
Active Members	7	9	12
Valuation Payroll	\$379,897	\$479,446	\$647,948
Average Compensation	\$54,271	\$53,272	\$53,996
Average Age (yrs.)	48.5	49.7	50.1
Average Service (yrs.)	18.9	19.4	19.5

Vested Inactive Members

There were four vested terminated members eligible for estimated deferred pensions totaling \$105,148.

Inactive Members - June 30, 2014

Attained Age	No.	Estimated Annual Benefit
45	1	\$14,444
46	1	11,655
52	2	79,049
Totals	4	\$105,148

(As amended by Ordinance 02-01, adopted 6/27/02)

Death While in City Employment - Elective Beneficiary Survivor Pension:

Section 9.

- (a) A member who satisfies an applicable age and credited service condition specified in subsection (b) may nominate a beneficiary. A member may revoke a nomination of beneficiary at any time and again nominate a beneficiary. The nomination of beneficiary shall be in writing and filed with the Board of Trustees. If no nomination is on file with the Board of Trustees, the member's spouse shall be assumed to be an automatic nomination. The nomination or automatic nomination of beneficiary shall be null and void upon the member's retirement or prior termination of City employment. Upon the death of a member who has a nomination of beneficiary in force, the beneficiary, if living, shall be paid a level straight level pension computed according to Section 7 in the same manner in all respects as if the member had elected option A provided in Section 8.1 and retired the day preceding his/her death, notwithstanding that the member may not have satisfied the conditions for retirement.
- (b) The age and credited service conditions for nomination of a beneficiary as provided in subsection (a) are as follows:
- (1) Benefit group general. Ten years of credited service without regard to age.
- (c) In lieu of monthly pension described in subsection (a), the beneficiary may elect to receive a lump sum payment equal to the larger of: (1) the actuarial equivalent computed on the basis of the 1971 Group Annuity Mortality Table, setback no years for males and five years for females, and the interest rate published monthly

by the Pension Benefit Guaranty Corporation for use in converting a series of monthly annuity payments into a lump sum value, or (2) the deceased member's accumulated contributions. Upon receipt of such lump sum payment, the beneficiary shall have no further claims against the retirement system.

Disability Retirement - General Conditions for Eligibility:

Section 10.1.

- (a) Upon the application of a person or the person's department head, a person in the employ of the City who becomes totally and permanently incapacitated for employment by the City by reason of a personal injury or disease and who has in force the applicable period of credited service specified in subsection (b) may be retired by the Board subject to the following conditions:
 - (1) The person is medically examined by or under the direction of the medical director;
 - (2) The medical director certifies to the Board of Trustees that the person is mentally or physically totally incapacitated for continued employment by the City, that such incapacity will probably be permanent, and the person should be retired,
 - (3) The Board of Trustees concurs with the certification of the medical director. An opinion of two physicians shall be binding on all parties.
- (b) The age and credited service requirements for disability retirement are as follows:
 - (1) Benefit group general. Ten years of credited service without regard to age.
- (c) Upon disability retirement a person shall be paid a pension computed according to Section 7. The disability retirement shall be subject to Section 10.3.

9-B

SULLIVAN, WARD, ASHER & PATTON, P.C.

ATTORNEYS AND COUNSELORS AT LAW



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DAVID M. TYLER (1930-2002)
RICHARD G. WARD (RETIRED)

CYNTHIA J. BILLINGS
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(248) 746-2747

April 28, 2015

Via: Email

Fred.Miller@RaymondJames.com

Mr. Fred Miller
Raymond James & Associates, Inc.
691 N. Squirrel Road, Suite 222
Auburn Hills, MI 48326

Re: City of Marine City Retirement System

Dear Mr. Miller:

This correspondence is in response to your recent inquiry regarding whether or not the Retirement System has flexibility in defining how lump sum benefits are calculated. Specifically, you questioned whether or not the Retirement System is required to use the Pension Benefit Guaranty Corporation (PBGC) interest rate for determining the actuarial equivalence of the member's normal retirement benefit for purposes of calculating a member's death benefit. Please be advised that there is no statutory requirement that the retirement system use a specific interest rate for determining the actuarial equivalence of benefits.

Analysis

As a qualified governmental plan, the only required actuarial assumption the Retirement System is required to use, is for purposes of calculating the benefit limitations under Internal Revenue Code Section 415(b). Specifically, Section 415(b) limits the annual benefit, (payable in the form of a straight life annuity), that may be paid from a governmental defined benefit plan in 2015 to \$210,000 (this amount is indexed annually for inflation)¹. To determine whether a participant is receiving a benefit that exceeds the §415 limitation, a retirement system must actuarially adjust the form benefit being received by the participant to a straight life annuity, using interest and mortality assumptions that are prescribed by the IRS. As stated below, however, governmental plans are exempt from this interest rate assumption.

¹ Private sector plans are limited to the lesser of \$160,000, indexed for inflation or 100% of the participant's average compensation for his high 3 years.

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ATTORNEYS AND COUNSELORS AT LAW

Fred Miller
April 28, 2015
Page 2

The PBGC rate prescribed in the Retirement System Ordinance was the rate in effect for private sector plans, prior to the adoption of the Retirement Protection Act of 1994 (RPA). The RPA amended the rate to reflect the 30-year Treasury rate, which was subsequently amended to reflect the corporate bond yield curve. In Revenue Ruling 98-1, the IRS stated that “plans that are not subject to section 417(e)(3), such as governmental plans...are not subject to the interest rate requirement under section 415(b)...but are subject to the mortality rate requirement.

Based on the above, the Retirement System has flexibility to determine the interest rate used for calculating actuarial equivalence; however, the Pension Board has an obligation to administer the Retirement System in accordance with the terms of the Ordinance and relevant collective bargaining agreements. Currently the Retirement System Ordinance provides that the interest rate is the PBGC rate. Based upon my review of the Ordinance, Sections 2(16), 8.4, 9(c), and 26(e) should be amended to eliminate reference to the PBCG rate. In addition, I recommend amending section 26(c) to replace reference to IRC section 411 with the Michigan Constitution.

When amending a plan for purposes of incorporating actuarial assumptions, IRC Section 401(a)(25) provides that in order for a plan to constitute a qualified trust, the terms of the plan must provide the actuarial assumptions and must not allow for employer discretion. Specifically, IRC §401(a)(25) states,

(a) Requirements for qualification. A trust created or organized in the United States and forming part of a stock bonus, pension, or profit-sharing plan of an employer for the exclusive benefit of his employees or their beneficiaries shall constitute a qualified trust under this section—

(25) Requirement that actuarial assumptions be specified. A defined benefit plan shall not be treated as providing definitely determinable benefits unless, whenever the amount of any benefit is to be determined on the basis of actuarial assumptions, **such assumptions are specified in the plan in a way which precludes employer discretion.**

Given the requirements of IRC Section 401(a)(25), it may be prudent to specify a specific interest rate in the plan document. While it is possible that the IRS would approve a general provision that defines actuarial equivalence as using interest rates established from time to time by the Board of Trustees, a more conservative approach (for purposes of IRS approval) would be

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ATTORNEYS AND COUNSELORS AT LAW

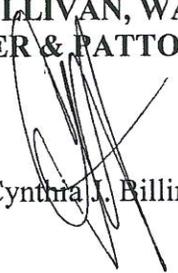
Fred Miller
April 28, 2015
Page 3

to specify an interest rate in the ordinance. As this rate may impact the liabilities of the plan, a recommendation from the actuary as to an appropriate rate may be advisable.

If you have any questions or comments with respect to this matter, or if you would like me to draft a proposed amendment, please advise.

Very truly yours,

**SULLIVAN, WARD
ASHER & PATTON, P.C.**


Cynthia J. Billings

CJB/lak
W1630997.DOCX

9B

(As amended by Ordinance 02-01, adopted 6/27/02)

Death While in City Employment - Elective Beneficiary Survivor Pension:

Section 9.

(a) A member who satisfies an applicable age and credited service condition specified in subsection (b) may nominate a beneficiary. A member may revoke a nomination of beneficiary at any time and again nominate a beneficiary. The nomination of beneficiary shall be in writing and filed with the Board of Trustees. If no nomination is on file with the Board of Trustees, the member's spouse shall be assumed to be an automatic nomination. The nomination or automatic nomination of beneficiary shall be null and void upon the member's retirement or prior termination of City employment. Upon the death of a member who has a nomination of beneficiary in force, the beneficiary, if living, shall be paid a level straight level pension computed according to Section 7 in the same manner in all respects as if the member had elected option A provided in Section 8.1 and retired the day preceding his/her death, notwithstanding that the member may not have satisfied the conditions for retirement.

(b) The age and credited service conditions for nomination of a beneficiary as provided in subsection (a) are as follows:

(1) Benefit group general. Ten years of credited service without regard to age.

* (c) In lieu of monthly pension described in subsection (a), the beneficiary may elect to receive a lump sum payment equal to the larger of: (1) the actuarial equivalent computed on the basis of the 1971 Group Annuity Mortality Table, setback no years for males and five years for females, and the interest rate published monthly

by the Pension Benefit Guaranty Corporation for use in converting a series of monthly annuity payments into a lump sum value, or (2) the deceased member's accumulated contributions. Upon receipt of such lump sum payment, the beneficiary shall have no further claims against the retirement system.

Disability Retirement - General Conditions for Eligibility:

Section 10.1.

- (a) Upon the application of a person or the person's department head, a person in the employ of the City who becomes totally and permanently incapacitated for employment by the City by reason of a personal injury or disease and who has in force the applicable period of credited service specified in subsection (b) may be retired by the Board subject to the following conditions:
 - (1) The person is medically examined by or under the direction of the medical director;
 - (2) The medical director certifies to the Board of Trustees that the person is mentally or physically totally incapacitated for continued employment by the City, that such incapacity will probably be permanent, and the person should be retired,
 - (3) The Board of Trustees concurs with the certification of the medical director. An opinion of two physicians shall be binding on all parties.
- (b) The age and credited service requirements for disability retirement are as follows:
 - (1) Benefit group general. Ten years of credited service without regard to age.
- (c) Upon disability retirement a person shall be paid a pension computed according to Section 7. The disability retirement shall be subject to Section 10.3.

Memo

To: Kris Baxter, City Clerk
From: Mary Ellen McDonald, Finance Director/Treasurer
Date: 7/15/2015
Re: Raymond James Trust Statements-June 2015

Please include the attached Raymond James Trust Statements for June 2015 on the agenda of the next Pension Board Meeting July 28, 2015. If you have any questions, please contact me.

Thank you

RAYMOND JAMES®

Linked Account Summary

Primary Account No. 49347090

Total Relationship Value \$5,470,669.55



City of Marine
CITY OF MARINE CITY
(RETIREE HEALTH CARE FUND)
303 S WATER ST
MARINE CITY MI 48039-1694033

14

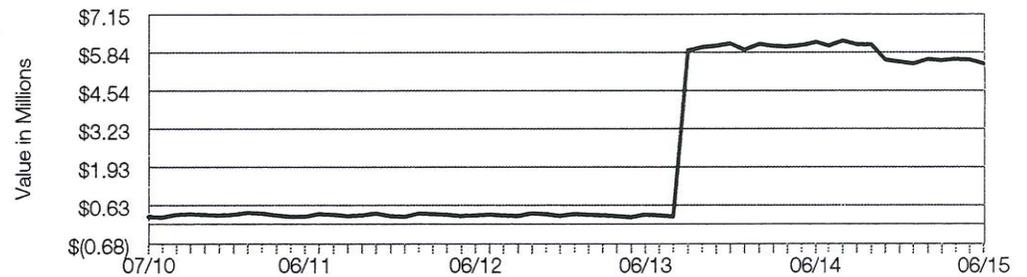
CORNELIA MAIER CFP®, FRED MILLER
Raymond James & Associates, Inc.
691 N. SQUIRREL ROAD, STE 222 | AUBURN HILLS, MI 48326 | (800) 525-2731 | (248) 373-5780
raymondjames.com/auburnhills | Cornelia.Maier@RaymondJames.com

Raymond James Client Services | 800-647-SERV (7378)
Monday - Friday 8 a.m. to 6 p.m. ET
Online Account Access | raymondjames.com/investoraccess

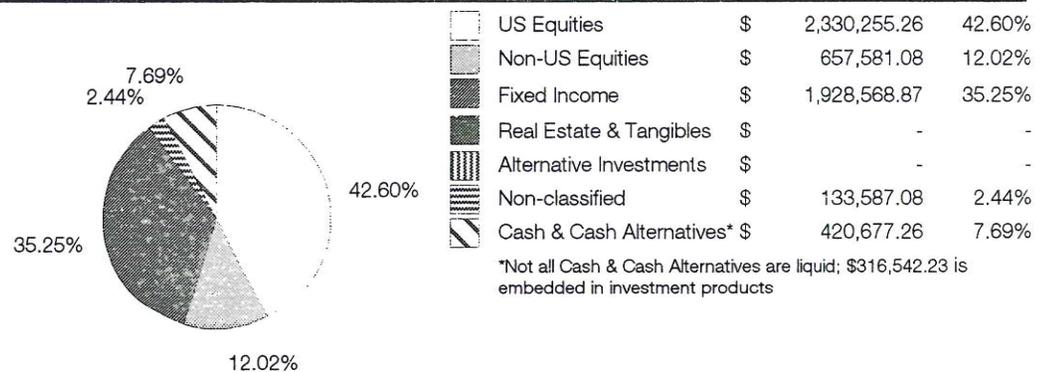
Activity

	This Statement		Year to Date	
Beginning Balance	\$	5,593,298.99	\$	5,526,090.14
Deposits	\$	27,366.94	\$	332,360.90
Income	\$	15,731.59	\$	70,576.58
Withdrawals	\$	(59,685.00)	\$	(495,180.64)
Expenses	\$	234.32	\$	(18,598.21)
Change in Value	\$	(106,277.29)	\$	55,420.78
Ending Balance	\$	5,470,669.55	\$	5,470,669.55
Purchases	\$	(15,729.05)	\$	(70,560.66)
Sales/Redemptions	\$	0.00	\$	100,000.00

Value Over Time



Asset Allocation Analysis



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JUL 07 2015
City of Marine City

Morningstar asset allocation information is as of 06/29/2015 (mutual funds & annuities) and 06/17/2015 (529s).



Need help navigating your statement? Visit <http://raymondjames.com/statements/comp> for a guide.

The following information is related to the investments currently held in your account at Raymond James & Associates, Inc., member New York Stock Exchange/SIPC. Information about commissions, service fees and other charges related to your transactions is included on your transaction confirmations. All financial products you have purchased or sold through your Raymond James financial advisor should appear on a trade confirmation and your account statements. Please contact your financial advisor and Raymond James Client Services at 800-647-7378 if you do not see any such purchase or sale reported on your trade confirmation or account statements; if you have questions about the securities positions, balances and transactions in your account; or if you note any other inaccuracy on your account statement. If you have questions about the following information or would like to update your investment profile, please contact your financial advisor. Raymond James' financial statement is available for your inspection at its offices or at raymondjames.com, or a copy of it will be mailed upon your written request. Any oral communications should be reconfirmed in writing to further protect your rights, including rights under the Securities Investor Protection Act.

Raymond James International Headquarters | 880 Carillon Parkway | St. Petersburg, FL 33716 | raymondjames.com

Securities Investor Protection Corporation - Raymond James & Associates, Inc. is a member of the Securities Investor Protection Corporation (SIPC), which protects securities customers of its members up to \$500,000, including \$250,000 for claims for cash. An explanatory brochure is available upon request by calling 202-371-8300 or visiting sipc.org. Raymond James & Associates, Inc. has purchased excess SIPC coverage through various syndicates of Lloyd's, a London-based firm. Excess SIPC coverage is fully protected by the Lloyd's trust funds and Lloyd's Central Fund. The additional protection currently provided has an aggregate firm limit of \$750 million, including a sub-limit of \$1.9 million per customer for cash above basic SIPC for the wrongful abstraction of customer funds. Account protection applies when a SIPC-member firm fails financially and is unable to meet obligations to securities clients, but it does not protect against market fluctuations.

Raymond James & Associates, Inc. and Raymond James Financial Services, Inc. are affiliated with Raymond James Bank, National Association (N.A.), member FDIC. Unless otherwise specified, products purchased from or held at Raymond James & Associates or purchased from Raymond James Financial Services are not insured by the FDIC, are not deposits or other obligations of Raymond James Bank, N.A., are not guaranteed by Raymond James Bank, N.A., and are subject to investment risks, including possible loss of the principal invested.

FINRA Disclosure - For additional background information on any firm or representative registered with the Financial Industry Regulatory Authority (FINRA), please contact FINRA at 800-289-9999 or finra.org and request the public disclosure program brochure.

Availability of Free Credit, Bank Deposit Program, and Shares of the Cash Sweep Money Market Mutual Fund Balance - You have the right to receive, in the normal course of business, any free credit balance, bank deposit program balance, the net asset value of shares of the cash sweep money market mutual fund balance, and any fully paid securities to which you are entitled, subject to any obligations you owe in any of your accounts.

Cost Basis - Effective January 1, 2011, Raymond James reports adjusted cost basis for tax lots of securities covered by the Emergency Economic Stabilization Act of 2008 to the IRS on Form 1099-B. These tax lots are indicated by a "c." Raymond James will default to the first-in, first-out (FIFO) cost basis accounting method for trades and transfers unless a different method has been selected.

For tax lots or securities that are not covered by the Emergency Economic Stabilization Act of 2008, cost basis information may not be available, may have been estimated by you or your financial advisor, or may have been obtained from third-party sources, and in these instances, Raymond James cannot guarantee its accuracy. Information for uncovered positions will not be reported to the IRS.

Gain or loss will only be calculated for tax lots that have cost basis. Gain or loss information may or may not reflect adjusted cost for return of principal/capital or accretion/amortization. Tax lots where the cost basis is

true zero, displayed as 0.00, are included in cost calculations. "Gain or (loss) Pct" is calculated utilizing total cost basis.

Missing basis is not included in cost calculations. Please contact your financial advisor to have missing cost basis information added to your account.

The cost basis, proceeds, or gain/loss information reported has been adjusted to account for a disallowed loss from a wash sale. These adjustments are indicated by a "w" on the affected taxlots. A wash sale occurs when a security is sold for a loss and is re-purchased either 30 days before or after the sell.

Cost basis information for uncovered securities or tax lots will not be reported to the IRS; it is displayed for your information only and should not be relied upon for tax reporting purposes. Past performance is not a guarantee of future results. Market valuations may have been obtained from third-party sources and Raymond James cannot guarantee its accuracy or completeness.

For securities classified as Grantor or Royalty Trusts, Master Limited Partnerships or other widely held fixed income trusts, cost basis is not adjusted. These securities receive principal payments or distributions that are classified differently by the issuer at the end of the year. Clients should continue to rely on the issuer information for both cost basis adjustments as well as proceeds adjustments for these securities. For this reason the gain/loss displayed will be unadjusted and is not a true indicator of the investment return. Any adjustment to sales proceeds will be reflected on your 1099.

Unrealized gains or losses are not calculated for depreciated gifted securities, referred to as dual basis, indicated by a "d." Both Total Cost and Gift FMV exist, as the actual gain/loss cannot be determined until the position is sold.

Reinvestments of dividend or capital gain distributions are excluded from Amount Invested but are included in Total Cost Basis. For any security in which a client has elected the average cost reporting method, the Amount Invested will utilize the average cost per share of all tax lots to calculate amount invested.

Mutual fund tax lots are displayed as one total position and may include covered and non-covered tax lots some of which could be adjusted for wash sales. Sold mutual fund shares that were purchased through reinvestments are combined and shown with a purchase date of "various."

Adjustments made to cost basis throughout the year may cause the information displayed on your client statement to differ from what is reported on the 1099-B which is provided to the IRS at the end of the year.

Please refer to the fixed income and alternative investment disclosures for additional cost basis information on those securities.

Client Interest Program - The Client Interest Program (CIP) is an on-demand alternative for client cash that is held for future investment. As required by the U.S. Securities and Exchange Commission Rule 15c3-3,



9E

Memo

To: Kristen Baxter, City Clerk
From: Mary Ellen McDonald, CPFA/MiCPT
Finance Director/Treasurer
Date July 9, 2015
Re: Invoice Approval

Please include the attached invoice on the agenda of the next Pension Board Meeting for approval.

Sullivan, Ward, Asher & Patton	Invoice #476099	\$945.00
(Professional Services 3/1/15-5/31/15)		
A/C #731-000.000-801.000		\$945.00

If you have any questions, please contact me.

Thank you



Sullivan, Ward, Asher & Patton, P.C.
ATTORNEYS AND COUNSELORS AT LAW

25800 Northwestern Highway
1000 Maccabees Center
Southfield, MI 48075-8412

TELEPHONE: 248-746-0700

FEDERAL TAX I.D. No.: 38-1880608
<http://www.swappc.com>

RECEIVED
JUL 09 2015

City of Marine City

FAX: 248-746-2795

MARINE CITY RETIREMENT SYSTEM
MARY ELLEN MCDONALD, FINANCE DIRECTOR/TREASURER
303 S WATER
MARINE CITY , MI 48039

July 7, 2015
Client: MNE
Matter: MNE-119432
Invoice#: 476099
Billing Atty: CB

Re: PENSION FUND

For Professional Services Rendered Between March 01, 2015 and May 31, 2015

Previous Balance		180.00
Less Payments		-180.00
Balance Forward		0.00
Current Fees	945.00	
Total Current Charges		945.00
Total Amount Due		945.00

Payment Due Upon Receipt. Please include the invoice number on all remittance. Thank you.
Visa, Mastercard and American Express Payments Accepted

Sullivan, Ward, Asher & Patton, P.C.

MARINE CITY RETIREMENT SYSTEM
Re: PENSION FUND
I.D. MNE-119432 - CB

July 7, 2015
Invoice 476099
Page 2

Fees		
Description	Hours	
RECEIPT AND REVIEW OF IRS COMPLIANCE AND DRAFT CORRESPONDENCE RE: SAME	0.90	
RESEARCH AND REVIEW OF APPLICABLE LAW RE: LUMP SUM CALCULATIONS UNDER IRS RULES AND DRAFT CORRESPONDENCE RE: SAME	5.40	
Total Fees		6.30 945.00

Fee Recap			
Attorney	Hours	Rate/Hour	Amount
CYNTHIA BILLINGS	6.30	150.00	945.00
Totals	6.30		945.00

Total Fees and Disbursements 945.00
Total Current Charges Due 945.00

9-E

Memo

To: Kristen Baxter, City Clerk
From: Mary Ellen McDonald, CPFA/MiCPT
Finance Director/Treasurer
Date: July 1, 2015
Re: Invoice Approval

Please include the attached invoice on the agenda of the next Pension Board Meeting for approval.

Rodwan Consulting Company Invoice #2053	\$5,400.00
(Actuarial & Consulting Services for Fiscal Year 7/1/14-6/30/15)	
(Actuarial Valuation for Fiscal Year 7/1/13-6/30/14)	
A/C #731-000.000-801.000	\$5,400.00

If you have any questions, please contact me.

Thank you

RODWAN CONSULTING COMPANY

2310 E. ELEVEN MILE ROAD
ROYAL OAK, MI 48067

INVOICE

DATE	INVOICE NO.
6/22/2015	2053

BILL TO:

Mary Ellen McDonald
Finance Director/Treasurer
City of Marine City
303 S. Water Street
Marine City, MI 48039

RECEIVED
JUN 24 2015
City of Marine City

DESCRIPTION

AMOUNT

Re: City of Marine City Employees Retirement System

For actuarial and consulting services rendered for the year ended June 30, 2015, including the annual actuarial valuation of the Retirement System as of June 30, 2014. Please see Report dated July 19, 2015.

5,400.00

We appreciate working for you.

TOTAL

\$5,400.00

Memo

To: Pension Board Members

From: Mary Ellen McDonald, CPFA/MiCPT
Finance Director/Treasurer

Date 5/15/15

Re: **PRELIMINARY FINANCIAL STATEMENTS FOR APRIL 2015**

Please include the attached Preliminary Financial Statements for April 2015 on the agenda of the next Pension Board Meeting. If you have any questions, please contact me.

Thank you

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	131,889.11
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,239,076.00
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		5,449,397.11
*** Liabilities ***		
Total Liabilities		0.00
*** Fund Balance ***		
731-000.000-390.000	FUND BALANCE	6,092,593.86
Total Fund Balance		6,092,593.86
Beginning Fund Balance		6,092,593.86
Net of Revenues VS Expenditures		(643,196.75)
Ending Fund Balance		5,449,397.11
Total Liabilities And Fund Balance		5,449,397.11

PRELIMINARY
FINANCIAL
STATEMENTS
APRIL 2015

PERIOD ENDING 04/30/2015

PRELIMINARY FINANCIAL STATEMENTS-APRIL 2015

GL NUMBER	DESCRIPTION	2014-15 ORIGINAL BUDGET	2014-15 AMENDED BUDGET	YTD BALANCE 04/30/2015 NORM (ABNORM)	ACTIVITY FOR MONTH 04/30/2 INCR (DECR)	ENCUMBERED YEAR-TO-DATE	UNENCUMBERED BALANCE	% BDGT USED
Fund 731 - MARINE CITY RETIREMENT SYSTEM								
Revenues								
Dept 000.000								
731-000.000-650.100	UNREALIZED GAIN/LOSS	0.00	0.00	(48,650.87)	0.00	0.00	48,650.87	100.00
731-000.000-650.200	REALIZED GAIN/LOSS	0.00	0.00	73,337.11	0.00	0.00	(73,337.11)	100.00
731-000.000-653.000	EMPLOYER RETIREMENT CONT.	0.00	0.00	164,462.30	16,446.23	0.00	(164,462.30)	100.00
731-000.000-654.000	EMPLOYEE RETIREMENT CONT.	0.00	0.00	13,974.46	1,206.27	0.00	(13,974.46)	100.00
731-000.000-665.000	INTEREST	0.00	0.00	125,288.73	0.00	0.00	(125,288.73)	100.00
Total Dept 000.000		0.00	0.00	328,411.73	17,652.50	0.00	(328,411.73)	100.00
TOTAL Revenues		0.00	0.00	328,411.73	17,652.50	0.00	(328,411.73)	100.00
Expenditures								
Dept 000.000								
731-000.000-801.000	PROFESSIONAL SERV.	0.00	0.00	8,453.99	0.00	0.00	(8,453.99)	100.00
731-000.000-808.000	PENSION TRUST FEE	0.00	0.00	28,027.09	0.00	0.00	(28,027.09)	100.00
731-000.000-955.000	RETIREMENT BENEFITS	0.00	0.00	386,196.40	38,619.64	0.00	(386,196.40)	100.00
731-000.000-964.000	REFUND/REBATE	0.00	0.00	548,931.00	0.00	0.00	(548,931.00)	100.00
Total Dept 000.000		0.00	0.00	971,608.48	38,619.64	0.00	(971,608.48)	100.00
TOTAL Expenditures		0.00	0.00	971,608.48	38,619.64	0.00	(971,608.48)	100.00
Fund 731 - MARINE CITY RETIREMENT SYSTEM:								
TOTAL REVENUES		0.00	0.00	328,411.73	17,652.50	0.00	(328,411.73)	100.00
TOTAL EXPENDITURES		0.00	0.00	971,608.48	38,619.64	0.00	(971,608.48)	100.00
NET OF REVENUES & EXPENDITURES		0.00	0.00	(643,196.75)	(20,967.14)	0.00	643,196.75	100.00

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	131,889.11
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,239,076.00
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		5,449,397.11
*** Liabilities ***		
Total Liabilities		0.00
*** Fund Balance ***		
731-000.000-390.000	FUND BALANCE	6,092,593.86
Total Fund Balance		6,092,593.86
Beginning Fund Balance		6,092,593.86
Net of Revenues VS Expenditures		(643,196.75)
Ending Fund Balance		5,449,397.11
Total Liabilities And Fund Balance		5,449,397.11

PRELIMINARY
FINANCIAL
STATEMENTS
APRIL 2015

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	131,889.11
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,239,076.00
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		<u>5,449,397.11</u>
*** Liabilities ***		
Total Liabilities		<u>0.00</u>
*** Fund Balance ***		
731-000.000-390.000	FUND BALANCE	6,092,593.86
Total Fund Balance		<u>6,092,593.86</u>
Beginning Fund Balance		6,092,593.86
Net of Revenues VS Expenditures		(643,196.75)
Ending Fund Balance		5,449,397.11
Total Liabilities And Fund Balance		5,449,397.11

PRELIMINARY
FINANCIAL
STATEMENTS
APRIL 2015

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	131,889.11
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,239,076.00
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		5,449,397.11
*** Liabilities ***		
Total Liabilities		0.00
*** Fund Balance ***		
731-000.000-390.000	FUND BALANCE	6,092,593.86
Total Fund Balance		6,092,593.86
Beginning Fund Balance		6,092,593.86
Net of Revenues VS Expenditures		(643,196.75)
Ending Fund Balance		5,449,397.11
Total Liabilities And Fund Balance		5,449,397.11

PRELIMINARY
FINANCIAL
STATEMENTS
APRIL 2015

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	131,889.11
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,239,076.00
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		5,449,397.11
*** Liabilities ***		
Total Liabilities		0.00
*** Fund Balance ***		
731-000.000-390.000	FUND BALANCE	6,092,593.86
Total Fund Balance		6,092,593.86
Beginning Fund Balance		6,092,593.86
Net of Revenues VS Expenditures		(643,196.75)
Ending Fund Balance		5,449,397.11
Total Liabilities And Fund Balance		5,449,397.11

PRELIMINARY
FINANCIAL
STATEMENTS
APRIL 2015

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	131,889.11
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,239,076.00
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		5,449,397.11
*** Liabilities ***		
Total Liabilities		0.00
*** Fund Balance ***		
731-000.000-390.000	FUND BALANCE	6,092,593.86
Total Fund Balance		6,092,593.86
Beginning Fund Balance		6,092,593.86
Net of Revenues VS Expenditures		(643,196.75)
Ending Fund Balance		5,449,397.11
Total Liabilities And Fund Balance		5,449,397.11

PRELIMINARY
FINANCIAL
STATEMENTS
APRIL 2015

Memo

To: Pension Board Members
From: Mary Ellen McDonald, CPFA/MiCPT
Finance Director/Treasurer
Date 6/11/15
Re: **PRELIMINARY FINANCIAL STATEMENTS FOR MAY 2015**

Please include the attached **Preliminary Financial Statements for May 2015** on the agenda of the next Pension Board Meeting. If you have any questions, please contact me.

Thank you

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	110,778.47
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,284,451.05
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		<u>5,473,661.52</u>
*** Liabilities ***		
Total Liabilities		<u>0.00</u>
*** Fund Balance ***		
731-000.000-390.000	FUND BALANCE	6,092,593.86
Total Fund Balance		<u>6,092,593.86</u>
Beginning Fund Balance		6,092,593.86
Net of Revenues VS Expenditures		(618,932.34)
Ending Fund Balance		5,473,661.52
Total Liabilities And Fund Balance		5,473,661.52

PRELIMINARY
FINANCIAL
STATEMENTS
MAY 2015

PERIOD ENDING 05/31/2015

PRELIMINARY FINANCIAL STATEMENTS-MAY 2015

GL NUMBER	DESCRIPTION	2014-15 ORIGINAL BUDGET	2014-15 AMENDED BUDGET	YTD BALANCE 05/31/2015 NORM (ABNORM)	ACTIVITY FOR MONTH 05/31/2 INCR (DECR)	ENCUMBERED YEAR-TO-DATE	UNENCUMBERED BALANCE	% BDGT USED
Fund 731 - MARINE CITY RETIREMENT SYSTEM								
Revenues								
Dept 000.000								
731-000.000-650.000	MISCELLANEOUS REVENUE	0.00	0.00	16,446.23	0.00	0.00	(16,446.23)	100.00
731-000.000-650.100	UNREALIZED GAIN/LOSS	0.00	0.00	(18,960.61)	0.00	0.00	18,960.61	100.00
731-000.000-650.200	REALIZED GAIN/LOSS	0.00	0.00	73,337.11	0.00	0.00	(73,337.11)	100.00
731-000.000-653.000	EMPLOYER RETIREMENT CONT.	0.00	0.00	180,908.53	16,446.23	0.00	(180,908.53)	100.00
731-000.000-654.000	EMPLOYEE RETIREMENT CONT.	0.00	0.00	15,137.08	1,162.62	0.00	(15,137.08)	100.00
731-000.000-665.000	INTEREST	0.00	0.00	133,943.16	0.00	0.00	(133,943.16)	100.00
Total Dept 000.000		0.00	0.00	400,811.50	17,608.85	0.00	(400,811.50)	100.00
TOTAL Revenues		0.00	0.00	400,811.50	17,608.85	0.00	(400,811.50)	100.00
Expenditures								
Dept 000.000								
731-000.000-801.000	PROFESSIONAL SERV.	0.00	0.00	8,453.99	0.00	0.00	(8,453.99)	100.00
731-000.000-805.000	SERVICE CHARGES	0.00	0.00	100.00	0.00	0.00	(100.00)	100.00
731-000.000-808.000	PENSION TRUST FEE	0.00	0.00	37,442.81	0.00	0.00	(37,442.81)	100.00
731-000.000-955.000	RETIREMENT BENEFITS	0.00	0.00	424,816.04	38,619.64	0.00	(424,816.04)	100.00
731-000.000-964.000	REFUND/REBATE	0.00	0.00	548,931.00	0.00	0.00	(548,931.00)	100.00
Total Dept 000.000		0.00	0.00	1,019,743.84	38,619.64	0.00	(1,019,743.84)	100.00
TOTAL Expenditures		0.00	0.00	1,019,743.84	38,619.64	0.00	(1,019,743.84)	100.00
Fund 731 - MARINE CITY RETIREMENT SYSTEM:								
TOTAL REVENUES		0.00	0.00	400,811.50	17,608.85	0.00	(400,811.50)	100.00
TOTAL EXPENDITURES		0.00	0.00	1,019,743.84	38,619.64	0.00	(1,019,743.84)	100.00
NET OF REVENUES & EXPENDITURES		0.00	0.00	(618,932.34)	(21,010.79)	0.00	618,932.34	100.00

PRELIMINARY
 FINANCIAL
 STATEMENTS
 MAY 2015

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	110,778.47
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,284,451.05
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		<u>5,473,661.52</u>
*** Liabilities ***		
Total Liabilities		<u>0.00</u>
*** Fund Balance ***		
731-000.000-390.000	FUND BALANCE	6,092,593.86
Total Fund Balance		<u>6,092,593.86</u>
Beginning Fund Balance		6,092,593.86
Net of Revenues VS Expenditures		(618,932.34)
Ending Fund Balance		5,473,661.52
Total Liabilities And Fund Balance		5,473,661.52

PRELIMINARY
FINANCIAL
STATEMENTS
MAY 2015

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	110,778.47
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,284,451.05
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		<u>5,473,661.52</u>
*** Liabilities ***		
Total Liabilities		<u>0.00</u>
*** Fund Balance ***		
731-000.000-390.000	FUND BALANCE	6,092,593.86
Total Fund Balance		<u>6,092,593.86</u>
Beginning Fund Balance		6,092,593.86
Net of Revenues VS Expenditures		(618,932.34)
Ending Fund Balance		5,473,661.52
Total Liabilities And Fund Balance		5,473,661.52

PRELIMINARY
FINANCIAL
STATEMENTS
MAY 2015

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	110,778.47
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,284,451.05
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		<u>5,473,661.52</u>
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Total Liabilities		<u>0.00</u>
*** Fund Balance ***		
731-000.000-390.000	FUND BALANCE	6,092,593.86
Total Fund Balance		<u>6,092,593.86</u>
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Net of Revenues VS Expenditures		(618,932.34)
Ending Fund Balance		5,473,661.52
Total Liabilities And Fund Balance		5,473,661.52

PRELIMINARY
FINANCIAL
STATEMENTS
MAY 2015

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	110,778.47
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,284,451.05
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		5,473,661.52
*** Liabilities ***		
Total Liabilities		0.00
*** Fund Balance ***		
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PRELIMINARY
FINANCIAL
STATEMENTS
MAY 2015

Fund 731 MARINE CITY RETIREMENT SYSTEM

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PRELIMINARY
FINANCIAL
STATEMENTS
MAY 2015

Memo

To: Pension Board Members

From: Mary Ellen McDonald, CPFA/MiCPT
Finance Director/Treasurer

Date 7/10/15

Re: **PRELIMINARY FINANCIAL STATEMENTS FOR JUNE 2015**

Please include the attached **Preliminary Financial Statements for June 2015** on the agenda of the next Pension Board Meeting. If you have any questions, please contact me.

Thank you

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	90,153.94
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,320,005.63
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		<u>5,488,591.57</u>
*** Liabilities ***		
731-000.000-200.000	ACCOUNTS PAYABLE	6,345.00
Total Liabilities		<u>6,345.00</u>
*** Fund Balance ***		
731-000.000-390.000	FUND BALANCE	6,092,593.86
Total Fund Balance		<u>6,092,593.86</u>
Beginning Fund Balance		6,092,593.86
Net of Revenues VS Expenditures		(610,347.29)
Ending Fund Balance		5,482,246.57
Total Liabilities And Fund Balance		5,488,591.57

PRELIMINARY
FINANCIAL
STATEMENTS
JUNE 2015

PERIOD ENDING 06/30/2015

PRELIMINARY FINANCIAL STATEMENTS-JUNE 2015

GL NUMBER	DESCRIPTION	2014-15 ORIGINAL BUDGET	2014-15 AMENDED BUDGET	YTD BALANCE 06/30/2015 NORM (ABNORM)	ACTIVITY FOR MONTH 06/30/2 INCR (DECR)	ENCUMBERED YEAR-TO-DATE	UNENCUMBERED BALANCE	% BDGT USED
Fund 731 - MARINE CITY RETIREMENT SYSTEM								
Revenues								
Dept 000.000								
731-000.000-650.100	UNREALIZED GAIN/LOSS	0.00	0.00	19,826.99	0.00	0.00	(19,826.99)	100.00
731-000.000-650.200	REALIZED GAIN/LOSS	0.00	0.00	73,337.11	0.00	0.00	(73,337.11)	100.00
731-000.000-653.000	EMPLOYER RETIREMENT CONT.	0.00	0.00	197,354.76	16,446.23	0.00	(197,354.76)	100.00
731-000.000-654.000	EMPLOYEE RETIREMENT CONT.	0.00	0.00	16,265.21	1,128.13	0.00	(16,265.21)	100.00
731-000.000-665.000	INTEREST	0.00	0.00	146,806.20	0.00	0.00	(146,806.20)	100.00
Total Dept 000.000		0.00	0.00	453,590.27	17,574.36	0.00	(453,590.27)	100.00
TOTAL Revenues		0.00	0.00	453,590.27	17,574.36	0.00	(453,590.27)	100.00
Expenditures								
Dept 000.000								
731-000.000-801.000	PROFESSIONAL SERV.	0.00	0.00	14,798.99	5,400.00	0.00	(14,798.99)	100.00
731-000.000-805.000	SERVICE CHARGES	0.00	0.00	100.00	0.00	0.00	(100.00)	100.00
731-000.000-808.000	PENSION TRUST FEE	0.00	0.00	37,091.93	0.00	0.00	(37,091.93)	100.00
731-000.000-955.000	RETIREMENT BENEFITS	0.00	0.00	463,015.64	38,199.60	0.00	(463,015.64)	100.00
731-000.000-964.000	REFUND/REBATE	0.00	0.00	548,931.00	0.00	0.00	(548,931.00)	100.00
Total Dept 000.000		0.00	0.00	1,063,937.56	43,599.60	0.00	(1,063,937.56)	100.00
TOTAL Expenditures		0.00	0.00	1,063,937.56	43,599.60	0.00	(1,063,937.56)	100.00
Fund 731 - MARINE CITY RETIREMENT SYSTEM:								
TOTAL REVENUES		0.00	0.00	453,590.27	17,574.36	0.00	(453,590.27)	100.00
TOTAL EXPENDITURES		0.00	0.00	1,063,937.56	43,599.60	0.00	(1,063,937.56)	100.00
NET OF REVENUES & EXPENDITURES		0.00	0.00	(610,347.29)	(26,025.24)	0.00	610,347.29	100.00

Fund 731 MARINE CITY RETIREMENT SYSTEM

GL Number	Description	Balance
*** Assets ***		
731-000.000-001.001	CASH	90,153.94
731-000.000-017.000	PENSION FUND TRUST ACCOUNT	5,320,005.63
731-000.000-028.100	CONTRIBUTIONS RECEIVABLE	78,432.00
Total Assets		<u>5,488,591.57</u>
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Total Liabilities		<u>6,345.00</u>
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PRELIMINARY
FINANCIAL
STATEMENTS
JUNE 2015

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