

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

|   |   |  |
|---|---|--|
| Enter Local Government Name<br><a href="#">Enter Six-Digit Municode</a> | Eaton County Road Commission<br>230100          | 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> .  |
| Unit Type   | Road Commission                                 |  |
| Fiscal Year End Month   | September                                       |  |
| Fiscal Year (four-digit year only, e.g. 2019)                           | 2021  | 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)                             | Louanna L. Lawson                               |  |
| Title if not CAO  | Finance Director                                |  |
| CAO (or designee) Email Address   | llawson@eatoncountyroad.com                     |  |
| Contact Telephone Number  | 517-543-1630                                    |  |
| OPEB System Name (not division) 1                                       | Eaton County Road Commission Retired Employees' | 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 government (County, Township, City, Village)?   | Calculated   | NO                                   | NO       | NO       | NO       | NO       |
| 2                                | Provide the name of your retirement health care system   | Calculated from above  | Eaton County Road Commission Retired |          |          |          |          |
| <b>3 Financial Information</b>   |  |  |                                      |          |          |          |          |
| 4                                | Enter retirement health care system's assets (system fiduciary net position ending)                              | Most Recent Audit Report   | 7,290,712                            |          |          |          |          |
| 5                                | Enter retirement health care system's liabilities (total OPEB liability)   | Most Recent Audit Report   | 3,963,350                            |          |          |          |          |
| 6                                | Funded ratio   | Calculated   | 184.0%                               |          |          |          |          |
| 7                                | Actuarially determined contribution (ADC)  | Most Recent Audit Report   | -                                    |          |          |          |          |
| 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   | 22,926,060                           |          |          |          |          |
| 9                                | All systems combined ADC/Governmental fund revenues  | Calculated   | 0.0%                                 |          |          |          |          |
| <b>10 Membership</b>             |  |  |                                      |          |          |          |          |
| 11                               | Indicate number of active members  | Actuarial Funding Valuation used in Most Recent Audit Report   | 34                                   |          |          |          |          |
| 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   | 32                                   |          |          |          |          |
| 14                               | Provide the amount of premiums paid on behalf of the retirees  | Most Recent Audit Report or Accounting Records   | 297,191                              |          |          |          |          |
| <b>15 Investment Performance</b> |  |  |                                      |          |          |          |          |
| 16                               | Enter actual rate of return - prior 1-year period  | Actuarial Funding Valuation used in Most Recent Audit Report or System Investment Provider   | 10.42%                               |          |          |          |          |
| 17                               | Enter actual rate of return - prior 5-year period  | Actuarial Funding Valuation used in Most Recent Audit Report or System Investment Provider   | 8.78%                                |          |          |          |          |
| 18                               | Enter actual rate of return - prior 10-year period   | Actuarial Funding Valuation used in Most Recent Audit Report or System Investment Provider   | 7.79%                                |          |          |          |          |
| <b>19 Actuarial Assumptions</b>  |  |  |                                      |          |          |          |          |
| 20                               | Assumed Rate of Investment Return  | Actuarial Funding Valuation used in Most Recent Audit Report   | 5.54%                                |          |          |          |          |
| 21                               | Enter discount rate  | Actuarial Funding Valuation used in Most Recent Audit Report   | 5.54%                                |          |          |          |          |
| 22                               | Amortization method utilized for funding the system's unfunded actuarial accrued liability, if any               | Actuarial Funding Valuation used in Most Recent Audit Report   | Level Percent                        |          |          |          |          |
| 23                               | Amortization period utilized for funding the system's unfunded actuarial accrued liability, if any               | Actuarial Funding Valuation used in Most Recent Audit Report   | 12                                   |          |          |          |          |
| 24                               | Is each division within the system closed to new employees?  | Actuarial Funding Valuation used in Most Recent Audit Report   | No                                   |          |          |          |          |
| 25                               | Health care inflation assumption for the next year   | Actuarial Funding Valuation used in Most Recent Audit Report   | 7.50%                                |          |          |          |          |
| 26                               | Health care inflation assumption - Long-Term Trend Rate  | Actuarial Funding Valuation used in Most Recent Audit Report   | 4.50%                                |          |          |          |          |
| <b>27 Uniform Assumptions</b>    |  |  |                                      |          |          |          |          |
| 28                               | Enter retirement health care system's actuarial value of assets using uniform assumptions                        | Actuarial Funding Valuation used in Most Recent Audit Report   | 7,290,712                            |          |          |          |          |
| 29                               | Enter retirement health care system's actuarial accrued liabilities using uniform assumptions                    | Actuarial Funding Valuation used in Most Recent Audit Report   | 3,972,771                            |          |          |          |          |
| 30                               | Funded ratio using uniform assumptions   | Calculated   | 183.5%                               |          |          |          |          |
| 31                               | Actuarially Determined Contribution (ADC) using uniform assumptions  | Actuarial Funding Valuation used in Most Recent Audit Report   | -                                    |          |          |          |          |
| 32                               | All systems combined ADC/Governmental fund revenues  | Calculated   | 0.0%                                 |          |          |          |          |
| <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   | YES                                  |          |          |          |          |
| 36                               | Does this system trigger "underfunded status" as defined by PA 202 of 2017?                                      | <b>Primary government triggers:</b> Less than 40% funded AND greater than 12% ARC/Governmental fund revenues. <b>Non-Primary government triggers:</b> Less than 40% funded | NO                                   | NO       | NO       | NO       | NO       |

|   |
|---|
| <b>Requirements (For your information, the following are requirements of P.A. 202 of 2017)</b>  |
| Local governments must post the current year report on their website or in a public place   |
| The local government must electronically submit the form to its governing body.   |
| Local governments must have had an actuarial experience study conducted by the plan actuary for each retirement system at least every 5 years                   |
| 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.