



CITY OF DETROIT
OFFICE OF THE CHIEF FINANCIAL OFFICER

COLEMAN A. YOUNG MUNICIPAL CENTER
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January 31, 2018

The Honorable Detroit City Council
Coleman A. Young Municipal Center
2 Woodward Avenue
Detroit, MI 48226

Re: Transmittal of FY 2017 Local Government Retirement System Annual Report

Dear Honorable City Council Members:

Please find attached the City's Local Government Retirement System Annual Report (Form 5572) for FY 2017, which the Office of the Chief Financial Officer has prepared and filed with the State of Michigan Department of Treasury, in accordance with Section 5 of the Protecting Local Government Retirement and Benefits Act, Public Act 202 of 2017 (PA 202).

Under Section 5 of PA 202, the City is required to prepare this annual report on its retirement pension and health benefits to determine whether those plans place the City in "underfunded status" as defined in PA 202. The report is based on data presented in the City's FY 2017 Comprehensive Annual Financial Report. **For FY 2017, the City is not in "underfunded status."**

PA 202 also requires this report be provided to the City Council and posted on the City's public website. It requires no further action. If you have any questions, please do not hesitate to contact me or my staff.

Sincerely,

John W. Hill
Chief Financial Officer

Att: City of Detroit, Local Government Retirement System Annual Report, FY 2017

Cc: Mayor Michael E. Duggan, City of Detroit
David P. Massaron, Chief Operating Officer and Senior Counsel to the Mayor
Stephanie Washington, City Council Liaison
John Naglick, Chief Deputy CFO / Finance Director
Tanya Stoudemire, Deputy CFO / Budget Director
General Retirement System Board of Trustees
Police and Fire Retirement System Board of Trustees

Public Act 202 of 2017 Pension Report

Enter Local Unit Name	DETROIT
Enter Six-Digit Municode	822050
Fiscal Year (four-digit year only, e.g. 2017)	2017
Contact Name (Chief Financial Officer)	JOHN NAGLICK
Title if not CFO	CHIEF DEPUTY CFO/FINANCE DIRECTOR
Contact Email Address	naglickj@detroitmi.gov
Contact Telephone Number	(313) 224-4153

Instructions/Questions: For a list of detailed instructions on how to complete and submit this form, visit michigan.gov/LocalRetirementReporting. For questions, please email LocalRetirementReporting@michigan.gov. **Return this original Excel file. Do not submit a scanned image or PDF.**

Line	Description	Source of Data	Statute Reference	Plan 1	Plan 2	Plan 3	Plan 4	Plan 5	
				The General Retirement System of the City of Detroit- Component I	The General Retirement System of the City of Detroit- Component II	The Police and Fire Retirement System of the City of Detroit- Component I	The Police and Fire Retirement System of the City of Detroit- Component II		
1	Provide the name of your retirement pension system	Most Recent Actuarial Valuation Report	Sec. 5(6)						
2	Enter retirement pension system's assets (plan fiduciary net position ending)	Most Recent Audit Report	Sec. 5(4)(b)	36,253,555	1,933,541,307	42,283,763	2,950,470,450		
3	Enter retirement pension system's liabilities (total pension liability ending)	Most Recent Audit Report	Sec. 5(4)(b)	49,160,645	2,926,421,952	49,809,170	3,809,685,846		
4	Date (plan year ending) of valuation of system's assets and liabilities (e.g. 12/31/2016)	Most Recent Audit Report	Sec. 5(6)	6/30/16	6/30/16	6/30/16	6/30/16		
5	Actuarially Determined Contribution (ADC)	Most Recent Audit Report	Sec. 5(4)(b)	-	-	-	-		
6	Governmental Fund Revenues	Most Recent Audit Report	Sec. 5(4)(b)	1,334,474,794	1,334,474,794	1,334,474,794	1,334,474,794		
7	Pension Trigger Summary								
8	Is this unit a primary unit (County, Township, City, Village)?	From Municode		YES	YES	YES	YES	YES	
9	Funded ratio	Calculated	Sec. 5(4)(b)	73.7%	66.1%	84.9%	77.4%		
10	All plans combined ADC/Governmental fund revenues	Calculated	Sec. 5(4)(b)	0.0%	0.0%	0.0%	0.0%	0.0%	
11	Does this plan trigger "underfunded status" as defined by PA 202 of 2017?	Primary unit triggers: Less than 60% funded AND greater than 10% ADC/Governmental fund revenues. Non-Primary unit triggers: Less than 60% funded	Sec. 5(4)(b)	NO	NO	NO	NO	NO	

By emailing this report to the Michigan Department of Treasury, the local unit of government acknowledges that these statements are complete and accurate in all known respects. Act 202 of 2017 also requires the local unit of government to electronically submit the report to its governing body.

Public Act 202 of 2017 Health Care (OPEB) Report

Enter Local Unit Name	DETROIT
Enter Six-Digit Municode	822050
Fiscal Year (four-digit year only, e.g. 2017)	2017
Contact Name (Chief Financial Officer)	JOHN NAGLICK
Title if not CFO	CHIEF DEPUTY CFO/FINANCE DIRECTOR
Contact Email Address	naglickj@detroitmi.gov
Contact Telephone Number	(313) 224-4153

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Line	Description	Source of Data	Statute Reference	Plan 1	Plan 2	Plan 3	Plan 4	Plan 5
1	Provide the name of your retirement health care system	Most Recent Actuarial Valuation Report	Sec. 5(6)	City of Detroit Death Benefit Plan				
2	Enter retirement health care system's actuarial value of assets	Most Recent Audit Report	Sec. 5(4)(a)	3,893,653				
3	Enter retirement health care system's actuarial accrued liabilities	Most Recent Audit Report	Sec. 5(4)(a)	3,223,969				
4	Date (plan year ending) of valuation of system's assets and liabilities (e.g. 12/31/2016)	Most Recent Audit Report	Sec. 5(6)	6/30/17				
5	Annual required contribution (ARC)	Most Recent Audit Report	Sec. 5(4)(a)	60,295				
6	Governmental Fund Revenues	Most Recent Audit Report	Sec. 5(4)(a)	1,334,474,794				
7	Health Care Trigger Summary							
8	Is this unit a primary unit (County, Township, City, Village)?	From Municode		YES	YES	YES	YES	YES
9	Funded ratio	Calculated	Sec. 5(4)(a)	120.8%				
10	All plans combined ARC/Governmental fund revenues	Calculated	Sec. 5(4)(a)	0.0%	0.0%	0.0%	0.0%	0.0%
11	Does this plan trigger "underfunded status" as defined by PA 202 of 2017?	Primary unit triggers: Less than 40% funded AND greater than 12% ARC/Governmental fund revenues. Non-Primary unit triggers: Less than 40% funded	Sec. 5(4)(a)	NO	NO	NO	NO	NO

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