

RESOLUTION #2013-02
RESOLUTION REQUESTING REALLOCATION OF ASSETS

WHEREAS, the City of Albion has been a participating municipality in the Municipal Employees' Retirement System of Michigan ("MERS"); and

WHEREAS, pursuant to Municipal Employees' Retirement Board requirements, since December 31, 1994, asset accounting had been separate for each division, instead of aggregate for the entire municipality; and

WHEREAS, over time, significant disparities have arisen in the City's MERS plan as a result of allocating the fair market value of plan assets on a divisional basis instead of on an aggregate basis, which disparities the City of Albion wishes to eliminate; and

WHEREAS, in order to address the anticipated increase in unfunded liability for pensions to be provided participants in the defined benefit plan that is likely to occur as a result of diminished contributions to that plan, the City wishes to reallocate certain divisional market assets between the two divisions;

NOW THEREFORE BE IT RESOLVED, that the governing body of City of Albion, a participating municipality as defined in the Municipal Employees' Retirement Act as recodified by Act No. 427 of the Public Acts of 1984, as amended, and as the employer, hereby requests MERS to reallocate the total market value of assets of \$550,000 of Employer Assets from Division 30 Nurses Dfrd Employer Reserve to Division 11 AFSCME Union Employer Reserve as of March 1, 2013, enabling the actuary to prepare the 2013 actuarial valuation with the transferred assets; and

CERTIFICATION

I hereby certify that the above resolution was adopted on March 18, 2013 in a regular session of the Albion City Council and this is a true copy of that resolution.

Ayes 7
Nays 0
Absent 0

March 19, 2013
Date

Jill A. Domingo
Jill Domingo, City Clerk

RETURN ORIGINAL RESOLUTION TO:

MERS-Finance
Attn: Reallocations
1134 Municipal Way
Lansing MI 48917