

DRAFT NOT YET APPROVED



**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF TRUSTEES
February 26, 2020**

PRESENT: Jeff Stacho, Trustee
Paul Pavlovich, Trustee
Thomas Karnes, Trustee
Larry Kelsey, Trustee

EXECUSED: Thomas Jankowski, Trustee

ALSO PRESENT: Frank Judd, VanOverbeke, Michaud & Timmony, P.C.
Derek Henning, Gabriel, Roeder, Smith & Company

Chairman Jeff Stacho called the meeting to order at 10:01 a.m.

APPROVAL OF MINUTES

Re: Minutes of January 22, 2020

RESOLUTION 2-20-004 By: Larry Kelsey, supported by Paul Pavlovich

Resolved, that the minutes of the regular meeting held January 22, 2020 be approved

Yeas: 4

APPROVAL OF BILLINGS

RE: 2020 MAPERS MEMBERSHIP INVOICE/RENEWAL
IN THE AMOUNT OF \$200.00 YEARLY RENEWAL

RESOLUTION 2-20-005 By: Thomas Jankowski, Supported by Larry Kelsey

Yeas: 4

**RE: INVOICES FROM PNC INSTITUTIONAL INVESTMENTS
IN THE AMOUNT OF \$3,977.26 FOR THE PERIOD OF 10-01-19 THROUGH 12-31-19**

RESOLUTION 02-20-006 By: Larry Kelsey, Supported by Thomas Karnes
Yeas: 4

**RE: INVOICE FROM GABRIEL, ROEDER, SMITH & COMPANY IN THE
AMOUNT OF \$8,375.00 FOR FIVE YEAR EXPERIENCE STUDY AND
BENEFIT CALCULATIONS**

RESOLUTION 2-20-007 By: Larry Kelsey, supported by Thomas Karnes

Yeas: 4

REPORTS
LEGAL REPORT

Mr. Frank Judd was present at the meeting and discussed the following:

1. Draft resolution re: Crediting of Interest for Deferred Vested Retirees. Mr. Judd stated he has not received any correspondence from the Unions or City regarding this issue as of this meeting. Mr. Judd will send a copy of the draft resolution with packet as a reminder to the parties involved with a cc to the Board.

2. MAPERS One Day seminar: To be held March 6, 2020, at the Southfield Westin Hotel from 8:30 to 4:00.

3. MAPERS Spring Conference: To be held May 16 – May 19, 2020 at the Motor City Hotel, Detroit, Michigan.

Report received and placed on file.

GABRIEL ROEDER, SMITH & COMPANY
77th ACTUARIAL VALUATION REPORT:

Mr. Derek Henning, Gabriel Roeder Smith & Company, was present at the meeting and presented the Seventy-Seventh Annual Actuarial Valuation Report, as of June 30, 2019.

Page A-1 shows the Funding Objective and Contribution Rates which are the normal cost and unfunded actuarial accrued liability.

On Page A-2 City's Computed Contributions for the fiscal Year Beginning July 1, 2020 which include normal costs and unfunded Actuarial Accrued Liabilities. Normal Cost of Benefits is determined by

collection of data which include age and service, death before retirement, disability and future refunds of member contributions which is 23.14% of covered payroll. Members cover 10.52% of the 23.14 % which leaves 12.62% (City's Normal Cost). The Unfunded Actuarial Accrued Liability (Employer) is 124.162%. The City's total contribution is 136.78% of payroll or \$ 5,703,955. Funding Ratio is 32.7 % up from 30.4% in 2018. Funding Ratio showing steady improvement.

Mr. Henning also reviewed Pages A-6 to A-8 list Comments, Certification and other Observations:

Motion to approve the 77th Actuarial Valuation Report as of June 30, 2019; certification of employer contribution amount due; and forward copy of report to City of Lincoln Park.

By: Thomas Karnes, Supported by Larry Kelsey

Yeas: 4

Reports received and placed on file.

FEG INVESTMENT ADVISORS

Not present.

BENEFITS ADMINISTRATION

The Board has received a resolution regarding the service retirement of Daniel Couvreur effective January 3, 2020. Mr. Couvreur is 53 years of age and has 25 years and 3 months of service. The Board's actuary has submitted its report stating retirement pension benefits and member has met all requirements. Daniel Couvreur is granted a service retirement.

RE: SERVICE RETIREMENT OF DANIEL COUVREUR

RESOLUTION 2-20-008 By Thomas Karnes, Supported by Paul Pavlovich

Yeas 4

OLD BUSINESS

None.

NEW BUSINESS

None.

CORRESPONDENCE

None.

OPEN FORUM

Issue was discussed regarding date payments are made to retirees and beneficiaries. Delay of

payment date falling on holiday or weekend.

Trustee Thomas Karnes requested that Payments to Retirees – PNC issue be added to the March Agenda.

ANNOUNCEMENTS

Next meeting: Wednesday, March 25, 2020 at 10:00 a.m.

ADJOURNMENT

RESOLUTION 2-20-009 By: Larry Kelsey, Supported by Thomas Karnes

Resolved, that the meeting be adjourned at 10:49 a.m. Yeas: 4