

Economic Vitality Incentive Program/County Incentive Program Certification of Unfunded Accrued Liability Plan

Issued under authority of 2014 Public Act 34. Filing is mandatory to qualify for payments.

Each city/village/township/county applying for Unfunded Accrued Liability Plan payments must:

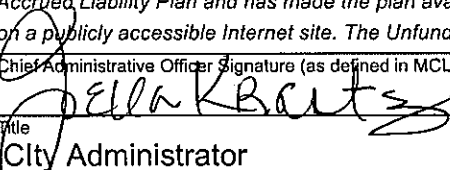
1. Certify to the Michigan Department of Treasury (Treasury) that the local unit listed below has produced and made readily available to the public, an Unfunded Accrued Liability Plan. The plan shall be made available for public viewing in the clerk's office or posted on a publicly accessible Internet site as required by 2014 Public Act 34.
2. Submit to Treasury an Unfunded Accrued Liability Plan, if selecting Option 1 of Part 2 below.

City/village/township: This certification, along with the Unfunded Accrued Liability Plan, **must be received by June 1, 2014**, to receive the June and August payments or on or before July 31, 2014, to receive the August payment. Post mark dates will not be considered. For questions, call (517) 373-2697.

County: This certification, along with the Unfunded Accrued Liability Plan, **must be received by June 1, 2014**, (or the first day of a payment month) in order to qualify for that month's payment. Post mark dates will not be considered. For questions, call (517) 373-2697.

PART 1: LOCAL UNIT INFORMATION			
Local Unit Name City of Auburn		Local Unit County Name Bay	
Local Unit Code 092010		Contact E-Mail Address jkrantz@auburnmi.org	
Contact Name Jo Ella Krantz	Contact Title City Administrator	Contact Telephone Number (989) 662-6761	Extension
Website Address, if plan is available online auburnmi.org			Date of Last Audited Financial Report 06/30/13

PART 2: STATEMENT OF UNFUNDED ACCRUED LIABILITIES	
Indicate the option that pertains to your local unit:	
<input checked="" type="checkbox"/> 1. Unfunded Accrued Liabilities Exist A local unit who has unfunded accrued liabilities pertaining to pensions or other post-employment benefits must attach a plan as required by 2014 Public Act 34.	
<input type="checkbox"/> 2. No Unfunded Accrued Liabilities Exist A local unit who does not have any unfunded accrued liabilities pertaining to pensions or other post-employment benefits must provide, in the box below, an explanation of why the local unit does not have any unfunded accrued liabilities.	

PART 3: CERTIFICATION	
<i>In accordance with 2014 Public Act 34, the undersigned hereby certifies to Treasury that the above mentioned local unit has produced an Unfunded Accrued Liability Plan and has made the plan available for public viewing in the city, village, township or county clerk's office, or has posted the plan on a publicly accessible Internet site. The Unfunded Accrued Liability Plan, if required, is attached to this signed certification.</i>	
Chief Administrative Officer Signature (as defined in MCL 141.422b) 	Printed Name of Chief Administrative Officer (as defined in MCL 141.422b) Jo Ella Krantz
Title City Administrator	Date 05/12/14

Completed and signed form (including required attachment, if selected option 1) should be e-mailed to: TreasRevenueSharing@michigan.gov

If you are unable to submit via e-mail, fax to (517) 335-3298, or mail the completed form and required attachment (if selected option 1) to:

Michigan Department of Treasury
Office of Revenue and Tax Analysis
PO Box 30722
Lansing MI 48909

TREASURY USE ONLY		
EVIP/CIP Eligible Y N	Certification Received	EVIP/CIP Notes
Final Certification	Plan Received	

Economic Vitality Incentive Program/County Incentive Program FY 2014 Unfunded Accrued Liability Plan

Local Unit Name: Auburn

Local Unit Code: 09210

PREVIOUS ACTION TAKEN TO REDUCE UNFUNDED ACCRUED LIABILITIES

Previous Actions Taken To Reduce Unfunded Accrued Liabilities		
	Unfunded Accrued Liability Type	Previous Action Taken
1.	MERS DB Pension	Effective 11/01/2013 all employees hired after that date will have 1.5% multiplier. No early retirement and FAC does not include overtime, longevity and other additional payments were excluded. Effective 1/1/2014 all current employees multiplier was reduced from 2.5% to 2%.
2.		
3.		
4.		

How Will The Local Unit Continue To Implement And Maintain Previous Actions Taken
No benefit enhancements will be implemented. The multiplier cannot be increased or new early retirements given. Although the amount calculated to be paid is less with the new plans the city has continued to pay at the higher rate as calculated under the old plan.

Additional Actions That Could Be Implemented	
<small>Note: Actuarial assumption changes and issuance of debt instruments do not qualify as a new action.</small>	
1.	The City of Auburn could change to a defined contribution plan for all employees or a hybrid of defined benefit and defined contribution.
2.	To increase our funded ratio, the City of Auburn could continue to contribute additional funds to our MERS DB plan to increase funded ratio at its current level of 68.7%.
3.	