

	Summary Annual Report - Pension Liability Annual Actuarial Report December 31, 2016
Name of System	35th District Judicial Court
Names Investment Fiduciaries	MERS of Michigan
Systems Service Providers	MERS of Michigan, CBIZ Retirement Plan Services
System's assets and liabilities	Actuarial Accrued Liability \$ 4,963,719 Valuation Assets \$2,914,481
System's Changes	2015 Net Pension Liability \$1,734,882 2016 Net Pension Liability \$2,116,554
System's funded ratio	58.70%
Investment performance	1 year: 10.85% 3 years: 5.32% 5 years: 8.30% 7 years: 8.18% 10 years: 5.11%
System Admin & Invest Expenses	At 12/31/16, the cost of the Defined Benefit Plan was 0.39% (0.21% for administration and 0.18% for investments)
system's Budget	Not applicable to 35th District Court
Number of actives	16
Number of retirees/beneficiaries	14
The average annual retirement allowance	\$ 30,505
Total annual retirement allowance	\$ 427,067
Valuation payroll for active employees	\$ 755,715
Normal Cost percentage	2.42%
Total computed employer contribution	\$ 121,992
Weighted average member contributes	13.78%
Actuarial Investment return	7.75%
Actuarial long term inflation rate	3.75%
Smoothing method	5 years
amortization method	Layered Amortization
Actuarial cost method	Entry Age Normal Method
Open or closed memberships	Open
Health Care Inflation	N/A
Travel Report	N/A
Action Taken to Reduce System's UAL:	
<p>In accordance with the requirements of Section 20(h) of the Public Employee Retirement System Investment Act, MCL § 38.1140(h), the 35th Judicial District Court ("System") submits the following information report outlining the steps the System has taken and may be taking to decrease the unfunded actuarial accrued liability of the System's retiree health insurance and pension plans:</p> <ul style="list-style-type: none"> ● The multiplier for employees covered under the MERS Defined Benefit Plan has been reduced from 2.5% to 1.75% effective January 1, 2015; ● The employer contribution to the Pension Plan has been increased to 15% of the base wage of each participating employee effective January 1, 2015. ● Beginning in 2019, the 35th District Court expects to make annual lump sum payments between \$350,000 and \$400,000 to the OPEB Trust Fund to reduce unfunded liability. The exact amount of these contributions remains to be determined. 	