

# City of Flushing

## RESOLUTION 2018-11-13 B

### A RESOLUTION TO APPROVE THE CORRECTIVE ACTION PLAN FOR THE MERS – CITY OF FLUSHING PENSION PLAN

Gray offered the following resolution and moved its adoption:

**WHEREAS**, the state of Michigan approved Public Act 202 of 2017 - Protecting Local Government Retirement and Benefits Act; and

**WHEREAS**, local units' defined benefit pension retirement system is considered underfunded when the pension is less than 60% funded according to the most recent audited financial statement and if the annual required contribution for all of the defined benefit pension retirement systems is greater than 10% of the local unit of government's annual governmental fund revenues based on the most recent fiscal year; and

**WHEREAS**, the MERS – City of Flushing Pension Plan was determined to be underfunded by the Michigan Department of Treasury; and

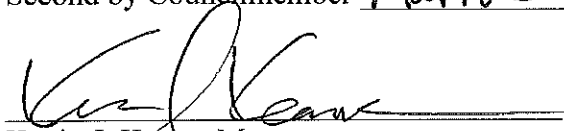
**WHEREAS**, Public Act 202 of 2017 requires underfunded local units of governments to develop and submit for approval a Corrective Action Plan (CAP) to the Municipal Stability Board within 180 days from the date of notification by the Michigan Department of Treasury; and

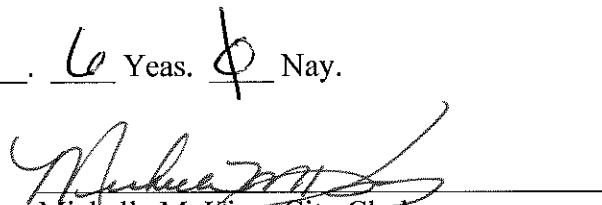
**WHEREAS**, Public Act 202 of 2017 states Corrective Action Plans must be approved by the local government's administrative officer (city manager) and its governing board (city council); and

**WHEREAS**, the submitted plan must demonstrate through distinct supporting documentation how and when the local unit will reach the 60% funded ratio or demonstrate how and when the annual required contribution for all of the defined benefit pension systems will be less than 10% of annual governmental fund revenues as defined by Public Act 202 of 2017.

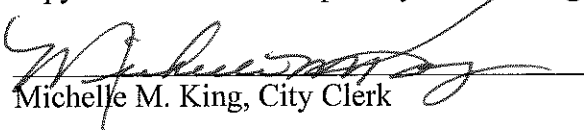
**NOW THEREFORE BE IT RESOLVED**, the Flushing City Council approves the Corrective Action Plan for the MERS – City of Flushing Pension Plan.

Second by Councilmember Martus . 6 Yeas. 0 Nay.

  
Kevin J. Keane, Mayor

  
Michelle M. King, City Clerk

I, Michelle M. King, City Clerk of the City of Flushing, hereby certify the foregoing to be a true and complete copy of a resolution adopted by the Flushing City Council at a regular meeting held on Tuesday, Nov. 13, 2018

  
Michelle M. King, City Clerk