

TOWNSHIP OF SCIO
WASHTENAW COUNTY, MICHIGAN

RESOLUTION #2023-15

**TO FUND RETIREE HEALTH BENEFITS FOR CURRENT ELIGIBLE TOWNSHIP RETIREES AND TO COMPLY
WITH PA 202 of 2017 PROTECTING LOCAL GOVERNMENT RETIREMENT AND BENEFITS ACT**

At a Regular Meeting of the Township Board of Scio Township, Washtenaw County, Michigan, held at the Scio Township Hall, 827 N. Zeeb Road, in said Township, on March 14, 2023, at 7:00pm.

Members Present: Hathaway, Palmer, Flintoft, Kerry, Knol, Reiser

Members Absent: Brazeau

The following preamble and resolution were offered by Trustee Reiser and supported by Clerk Flintoft.

WHEREAS, Scio Township provides a retiree medical benefit for eligible current Township retirees; and,

WHEREAS, Scio Township has funded these retiree health benefits on a 'pay we go' basis, resulting in a growing unfunded liability for this post-employment benefit; and,

WHEREAS, Public Act 202 of 2017 Protecting Local Government Retirement and Benefits Act impose certain requirements on local units of government with which Scio Township has not yet come into compliance; and,

WHEREAS, by adopting the MERS Retiree Health Funding Vehicle Uniform Resolution, the Township has established a trust from which to pay retiree healthcare benefits for the year; and,

WHEREAS, the trust covers "Eligible Retirees" which is defined in the Scio Township Employee Handbook, Section 34 Retiree Medical Insurance, Part A Retiree Medical Benefit for Eligible Retirees (the "Retiree Healthcare Eligible Retirees");

NOW, THEREFORE BE IT RESOLVED, that the Township appropriate fund balances as apportioned by the Fund and Department from which the person retired in the amounts of 40% of the unfunded actuarial accrued liability for these Retiree Healthcare Eligible Retirees, calculated as of March 31, 2021; and,

BE IT FURTHER RESOLVED that the Township appropriates \$24,993 of General Fund unassigned fund balance to 101-101-719.100; appropriation of \$35,866 General Fund unassigned fund balance to 101-215-719.100; appropriation of \$54,122 General Fund unassigned fund balance to 101-257-719.100; and projects that the General Fund (101) unrestricted fund balance remains above the minimum fund balance goal set by Township policy; and,

BE IT FURTHER RESOLVED that the Township appropriate \$26,504 General Fund balance to 206-000-719.100, and projects that the General Fund (101) unrestricted fund balance remains above the minimum fund balance goal set by Township policy; and,

BE IT FURTHER RESOLVED that the Township appropriate \$29,510 Sewer Fund balance to 590-000-719.100, and projects that the Sewer Fund (590) minimum unrestricted net assets remain above the minimum unrestricted net assets goal set by Township policy; and,

BE IT FURTHER RESOLVED that the Township appropriate \$29,510 Water Fund balance to 591-000-719.100, and projects that the Water Fund (591) minimum unrestricted net assets remain above the minimum unrestricted net assets goal set by Township policy; and,

BE IT FURTHER RESOLVED that the Township authorize payments of \$24,993 from 101-101-719.100; \$35,866 from 101-215-719.100; \$54,122 from 101-257-719.100; \$26,504 from 206-000-719.100; \$29,510 from 590-000-719.100; and \$29,510 from 591-000-719.100 for payment to MERS to fund the Trust established by adoption of the MERS Retiree Health Funding Vehicle Uniform Resolution; and,

BE IT FURTHER RESOLVED, that the Township Clerk shall establish new Township Fund 737 Other Post Employment Benefits (OPEB) Fund to report on the funds in this trust; and,

BE IT FINALLY RESOLVED, that the Township plans to ensure that the trust is funded at a level that is equal to or more than 40% of the unfunded actuarial accrued liability of the Retiree Healthcare Eligible Retirees.

ROLL CALL VOTE:

YES: Hathaway, Flintoft, Kerry, Knol, Reiser

NO: Palmer

ABSENT: Brazeau

RESOLUTION DECLARED ADOPTED.



Jessica M. Flintoft, Clerk Scio Township
DATED: March 14, 2023

CERTIFICATE

I, Jessica M. Flintoft, hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Township Board of Scio Township, County of Washtenaw, State of Michigan, at a Regular Meeting held on March 14, 2023 and that said meeting was conducted and public notice of said meeting was given pursuant to and in full compliance with the Open Meetings Act, being Act 267, Public Acts of Michigan, 1976, and that the minutes of said meeting were kept and will be or have been made available as required by said Act.



Jessica M. Flintoft, Clerk
Scio Township

DATED: March 15, 2023