

Attachment 6a - Form 5572 as of 12/31/18

Michigan Department of Treasury
5572 (02-18)

Public Act 202 of 2017 Pension Report

Enter Local Unit Name	Charter Township of Hampton	Instructions/Questions: For a list of detailed instructions on how to complete and submit this form, visit michigan.gov/LocalRetirementReporting . For questions, please email LocalRetirementReporting@michigan.gov . Return this original Excel file. Do not submit a scanned image or PDF.
Enter Six-Digit Municode	091070	
Unit Type	Township	
Fiscal Year (four-digit year only, e.g. 2017)	2018	
Contact Name (Chief Financial Officer)	Pamela Wright	
Title if not CFO	Clerk	
CFO (or designee) Email Address	pwright@hamptonmi.net	
Contact Telephone Number	989-893-7541	

Pension System Name (not division) 1		If your pension system is separated by divisions, you would only enter one system. For example, one could have different divisions of the same system for union and non-union employees. However, these would be only one system and should be reported as such on this form.
Pension System Name (not division) 2		
Pension System Name (not division) 3		
Pension System Name (not division) 4		
Pension System Name (not division) 5		

Line	Description	Source of Data	Statute Reference	System 1	System 2	System 3	System 4	System 5	
1	Provide the name of your retirement pension system	Most Recent Actuarial Valuation Report	Sec. 5(6)						
2	Enter retirement pension system's assets (system fiduciary net position ending)	Most Recent Audit Report	Sec. 5(4)(b)						
3	Enter retirement pension system's liabilities (total pension liability ending)	Most Recent Audit Report	Sec. 5(4)(b)						
4	Date (system year ending) of valuation of system's assets and liabilities (e.g. 12/31/2016)	Most Recent Audit Report	Sec. 5(6)						
5	Actuarially Determined Contribution (ADC)	Most Recent Audit Report	Sec. 5(4)(b)						
6	Governmental Fund Revenues	Most Recent Audit Report	Sec. 5(4)(b)						
7	Pension Trigger Summary								
8	Is this unit a primary unit (County, Township, City, Village)?	From Municode		YES	YES	YES	YES	YES	
9	Funded ratio	Calculated	Sec. 5(4)(b)						
10	All systems combined ADC/Governmental fund revenues	Calculated	Sec. 5(4)(b)	0.0%	0.0%	0.0%	0.0%	0.0%	
11	Does this system trigger "underfunded status" as defined by PA 202 of 2017?	Primary unit triggers: Less than 60% funded AND greater than 10% ADC/Governmental fund revenues. Non-Primary unit triggers: Less than 60% funded	Sec. 5(4)(b)	NO	NO	NO	NO	NO	

By emailing this report to the Michigan Department of Treasury, the local unit of government acknowledges that this report is complete and accurate in all known respects. Act 202 of 2017 also requires the local unit of government to electronically submit the report to its governing body.

Public Act 202 of 2017 Health Care (OPEB) Report

Enter Local Unit Name	Charter Township of Hampton	Instructions/Questions: For a list of detailed instructions on how to complete and submit this form, visit michigan.gov/LocalRetirementReporting . For questions, please email LocalRetirementReporting@michigan.gov . Return this original Excel file. Do not submit a scanned image or PDF.
Enter Six-Digit Municode	091070	
Unit Type	Township	
Fiscal Year (four-digit year only, e.g. 2017)	2018	
Contact Name (Chief Financial Officer)	Pamela Wright	
Title if not CFO	Clerk	
CFO (or designee) Email Address	pwright@hamptonmi.net	
Contact Telephone Number	989-893-7541	

OPEB System Name (not division) 1	Retiree Medical Plan	If your OPEB system is separated by divisions, you would only enter one system. For example, one could have different divisions of the same system for union and non-union employees. However, these would be only one system and should be reported as such on this form.
OPEB System Name (not division) 2		
OPEB System Name (not division) 3		
OPEB System Name (not division) 4		
OPEB System Name (not division) 5		

Line	Description	Source of Data	Statute Reference	System 1	System 2	System 3	System 4	System 5
1	Provide the name of your retirement health care system	Most Recent Actuarial Valuation Report	Sec. 5(6)	Retiree Medical Plan				
2	Enter retirement health care system's actuarial value of assets	Most Recent Audit Report	Sec. 5(4)(a)	82,504				
3	Enter retirement health care system's actuarial accrued liabilities	Most Recent Audit Report	Sec. 5(4)(a)	5,603,322				
4	Date (system year ending) of valuation of system's assets and liabilities (e.g. 12/31/2016)	Most Recent Audit Report	Sec. 5(6)	12/31/18				
5	Annual required contribution (ARC)	Most Recent Audit Report	Sec. 5(4)(a)	314,279				
6	Governmental Fund Revenues	Most Recent Audit Report	Sec. 5(4)(a)	4,914,926				
7	Health Care Trigger Summary							
8	Is this unit a primary unit (County, Township, City, Village)?	From Municode		YES	YES	YES	YES	YES
9	Funded ratio	Calculated	Sec. 5(4)(a)	1.5%				
10	All systems combined ARC/Governmental fund revenues	Calculated	Sec. 5(4)(a)	6.4%	0.0%	0.0%	0.0%	0.0%
11	Does this system trigger "underfunded status" as defined by PA 202 of 2017?	Primary unit triggers: Less than 40% funded AND greater than 12% ARC/Governmental fund revenues. Non-Primary unit triggers: Less than 40% funded	Sec. 5(4)(a)	NO	NO	NO	NO	NO

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SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

Changes in Net OPEB Liability and Related Ratios

Fiscal Year Ending	12/31/2018	12/31/2017
Total OPEB Liability		
Service Cost	\$150,398	\$145,298
Interest	339,151	333,090
Changes of Benefit Terms	(4,690,056)	0
Difference between Expected and Actual Experience	(87,606)	0
Change of Assumptions	616,252	0
Benefit Payments (Including Refunds of Employee Contributions)	(308,673)	(312,940)
Net Change in Total OPEB Liability	(3,980,534)	165,448
Total OPEB Liability – Beginning	9,666,360	9,500,912
Total OPEB Liability – Ending (a)	\$5,685,826	\$9,666,360
Plan Fiduciary Net Position		
Contributions to OPEB trust	10,000	10,000
Contributions/benefit payments made from general operating funds	308,673	312,940
Net Investment Income	(5,032)	9,185
Benefit Payments (Including Refunds of Employee Contributions)	(308,673)	(312,940)
Administrative Expenses	(379)	(303)
Other	0	0
Net Change in Fiduciary Net Position	4,589	18,882
Plan Fiduciary Net Position – Beginning	77,915	59,033
Plan Fiduciary Net Position – Ending (b)	82,504	77,915
Net OPEB Liability – Ending (a)-(b)	\$5,603,322	\$9,588,445
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	1.5%	0.8%
Covered Employee Payroll	Not available	Not available
Net OPEB Liability as Percentage of Payroll	Not available	Not available

Schedule of Employer Contributions

Actuarially Recommended Contribution (ARC)	Fiscal Year Ending December 31,		
	2019	2018 ¹	2018 ²
Normal cost	\$22,159	\$145,133	\$21,437
Amortization of unfunded liability	284,168 ³	793,414	283,629
Interest cost	<u>9,251</u>	<u>5,094</u>	<u>9,213</u>
Actuarially Determined Employer Contribution	\$315,578	\$943,641	\$314,279
Employer Contribution (benefit payments)	<u>TBD</u>	<u>(318,673)</u>	<u>(318,673)</u>
Contribution Deficiency/(Excess)	TBD	\$624,968	\$(4,394)
Covered Employee Payroll	Not avail.	Not avail.	Not avail.
Contribution as a Percentage of Covered Payroll	Not avail.	Not avail.	Not avail.

¹ From the 12/31/2017 report

² Recalculated to incorporate plan changes; based on 30-year, level dollar, amortization of unfunded liability

³ Based on 29-year, level dollar, amortization of unfunded liability; alternative funding scenarios could be considered

Charter Township of Hampton
Statement of Activities
For the Year Ended December 31, 2018

Functions/Programs	Program Revenues			Net (Expenses) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total	Component Unit
Primary government:							
Legislative	\$ 71,093	\$ 0	\$ 0	\$ (71,093)	\$ 0	\$ (71,093)	\$ 0
General government	1,282,101	171,235	152,949	(957,917)	0	(957,917)	0
Public safety	1,717,994	0	0	(1,717,994)	0	(1,717,994)	0
Public works	874,020	0	0	(874,020)	0	(874,020)	0
Inspection	146,906	121,029	0	(25,877)	0	(25,877)	0
Recreation activities	106,625	0	0	(106,625)	0	(106,625)	0
Capital outlay	322,485	0	0	(322,485)	0	(322,485)	0
Other	471,976	0	0	(471,976)	0	(471,976)	0
Total governmental activities	4,993,200	292,264	152,949	(4,547,987)	0	(4,547,987)	0
Business-type activities:							
Water	1,800,328	1,800,473	0	0	145	145	0
Sewer	2,003,578	2,226,191	0	0	222,613	222,613	0
Total business-type activities	3,803,906	4,026,664	0	0	222,758	222,758	0
Total primary government	\$ 8,797,106	\$ 4,318,928	\$ 152,949	(4,547,987)	222,758	(4,325,229)	0
Component Unit:							
Downtown Development Authority	120,970	0	0	0	0	0	(120,970)
Total component unit	\$ 120,970	\$ 0	\$ 0	0	0	0	(120,970)
General Revenues:							
Taxes				2,345,936	0	2,345,936	102,367
Special assessments levied				235,371	0	235,371	0
State shared revenue				1,377,420	0	1,377,420	0
Interest and investment earnings				12,453	7,806	20,259	113
Other				498,533	680	499,213	41,957
Total general revenues				4,469,713	8,486	4,478,199	144,437
Change in net position				(78,274)	231,244	152,970	23,467
Net position - beginning of year				(1,441,953)	6,503,343	5,061,390	1,199,493
Net position - end of year				\$ (1,520,227)	\$ 6,734,587	\$ 5,214,360	\$ 1,222,960

292,264
 152,949 +
 4,469,713 +

 4,914,926 = Total Governmental Revenue

See accompanying notes to financial statements.