



# Bishop International Airport • FNT

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## MERS RETIREMENT SYSTEM SUMMARY ANNUAL REPORT DECEMBER 31, 2017

### Requirement

Sec. 13. (3)(i) from P.A. 530 of 2016

(i)	Name of the System	<b>Bishop International Airport Authority</b>
(ii)	Name of the Investment Fiduciaries	<b>MERS of Michigan</b>
(iii)	Systems service provider	<b>MERS of Michigan, CBIZ Retirement Plan Services (Actuary)</b>
(iv) & (v)	System's assets and liabilities/changes & Funding Ratio	

	Actuarial			Unfunded
	Accrued Liability	Valuation Assets	% Funded	(Overfunded) Accrued Liabilities
Balance as of January 1, 2017	\$ 10,456,187	\$ 8,181,831	78.2%	\$ 2,274,356
Balance as of December 31, 2017	<b>11,040,812</b>	<b>8,858,039</b>	<b>80.2%</b>	<b>2,182,773</b>
Change in Plan Assets/Liabilities & Funded Ratio	\$ 584,625	\$ 676,208	2.0%	\$ (91,583)

(vi)	Investment performance:	<b>% Net of Fees</b>
	1-year	<b>13.20%</b>
	3-year	<b>7.45%</b>
	5-year	<b>8.67%</b>
	7-year	<b>8.03%</b>
	10-year	<b>5.56%</b>

(vii) System administration & investment expenses **At December 31, 2017 the cost of the Defined Benefit Plan was 0.32% (0.19% for Administration & 0.13% for investments)**

(viii) System's Budget **Not applicable to Bishop International Airport Authority**

(ix)	(A) Number of Active Members at December 31, 2016	<b>31</b>
	(B) Number of Retirees/Beneficiaries at December 31, 2016	<b>13</b>
	(C) The Average Annual Retirement Allowance	<b>\$ 20,785</b>
	(D) Total Annual Retirement Allowances Being Paid	<b>\$ 270,211</b>
	(E) Valuation Payroll for Active Employees	<b>\$ 1,882,022</b>
	(F) Computed Normal Cost -% of Valuation Payroll	<b>15.33%</b>
	(G) Total Contribution Rate as % of Valuation Payroll	<b>17.66%</b>
	(H) Weighted Average of Member Contributions	<b>5.00%</b>
	(I) Actuarial Assumed Investment Rate of Return	<b>7.75%</b>
	(J) Actuarial long term inflation rate	<b>3.75%</b>
	(K) Smoothing method	<b>5 Year</b>
	(L) Amortization Method	<b>21 Years</b>
	(M) Actuarial Cost Method	<b>Entry Age Normal Method</b>
	(N) Open or Closed membership	<b>Closed</b>
	(O) Health Care Inflation	<b>Not applicable to Bishop International Airport Authority</b>
(x)	Travel Report	<b>Not applicable to Bishop International Airport Authority</b>

For information related to P.A. 530 of 2016 please refer to:

<http://www.legislature.mi.gov/documents/2015-2016/publicact/pdf/2016-PA-0530.pdf>