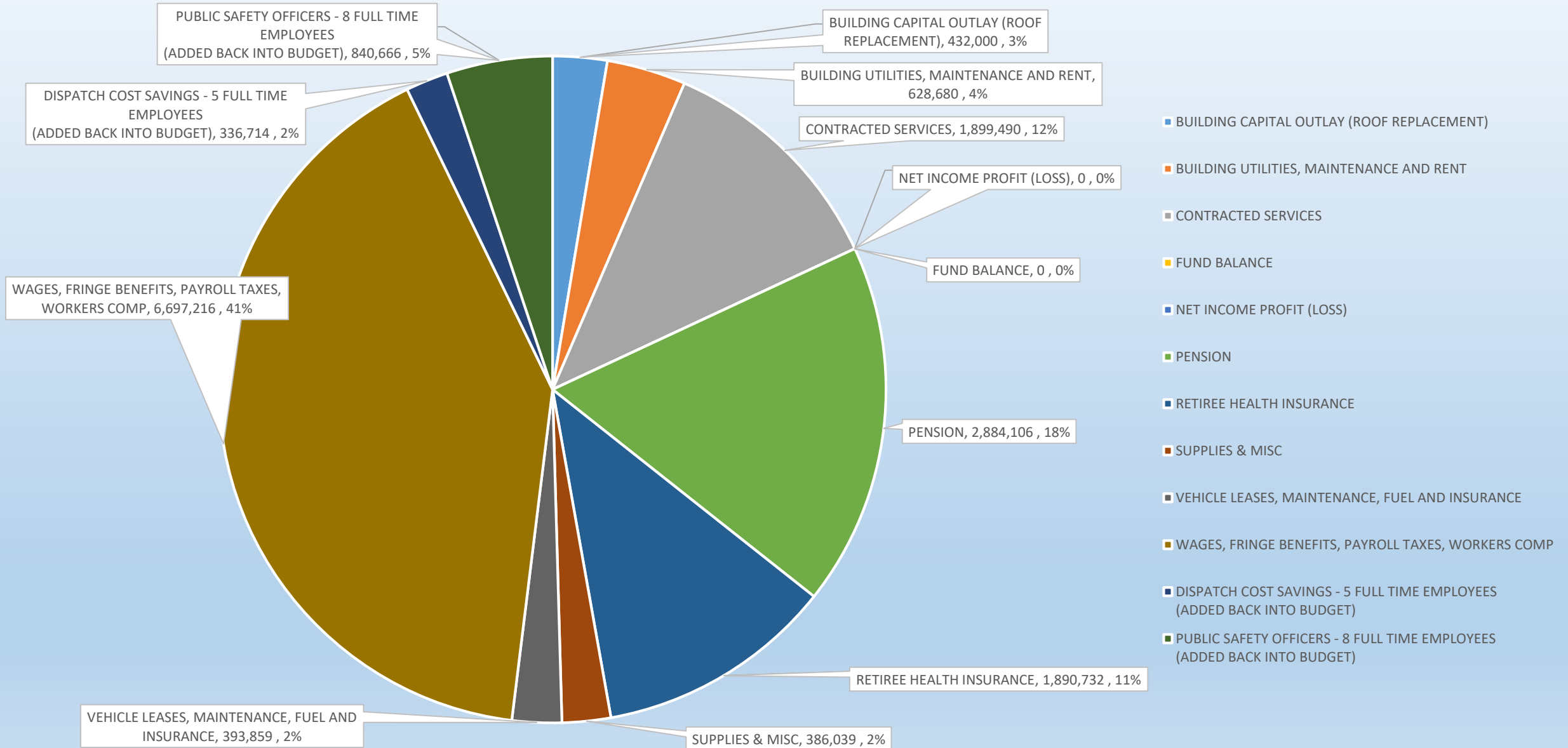


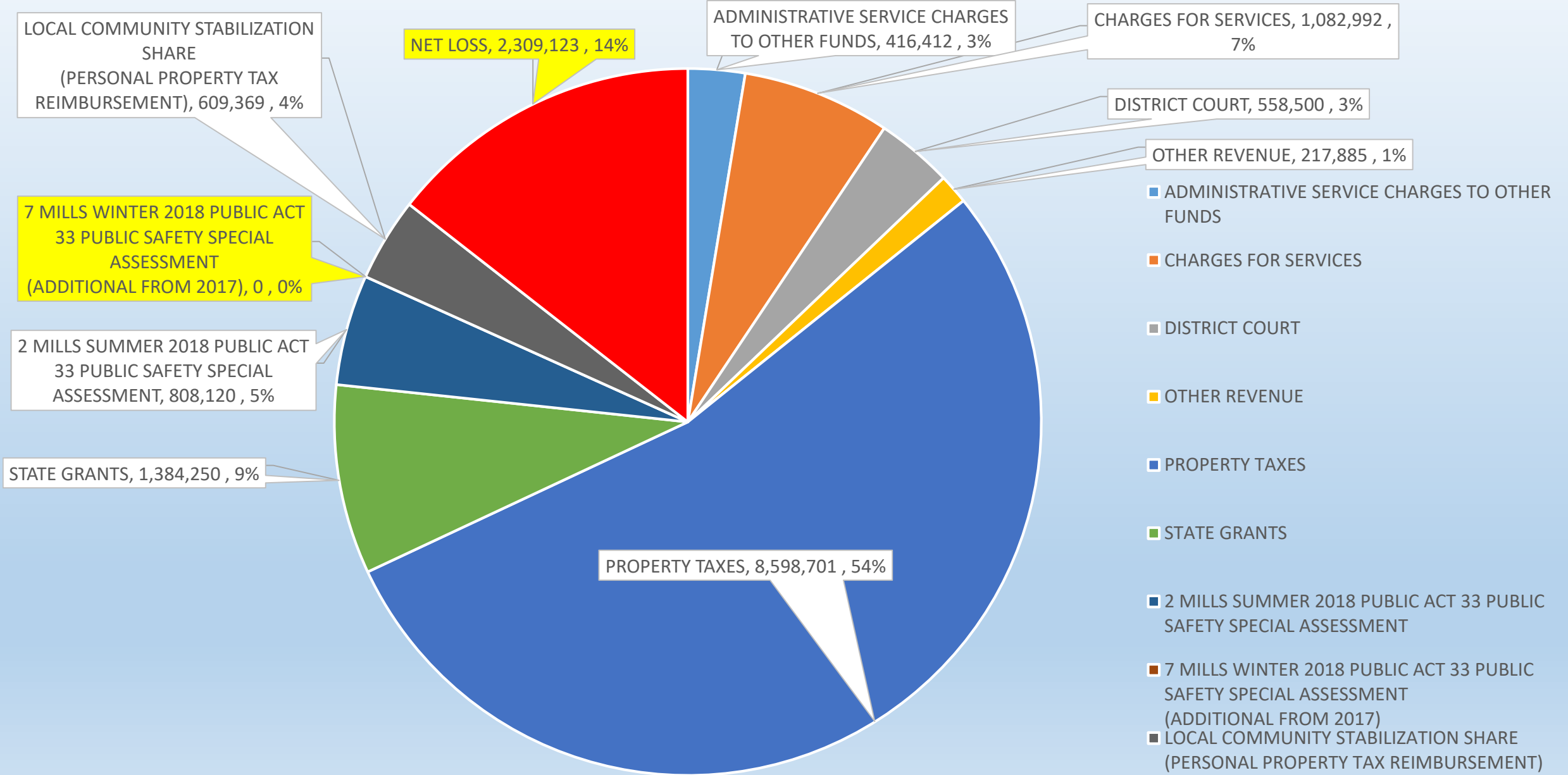
2018-2019

General Fund Budget “Overview”
Public Act 33 Public Safety
Presentation

2018-2019 Projection - \$16,389,502 in Expenditures (2016-2017 Organizational Structure - October 2017)



2018-2019 Projection - \$14,080,379 in Revenues (2016-2017 Organizational Structure - October 2017)



2018-2019 Projection – (\$206,642) in Fund Balance (Deficit) (2016-2017 Organizational Structure - October 2017)

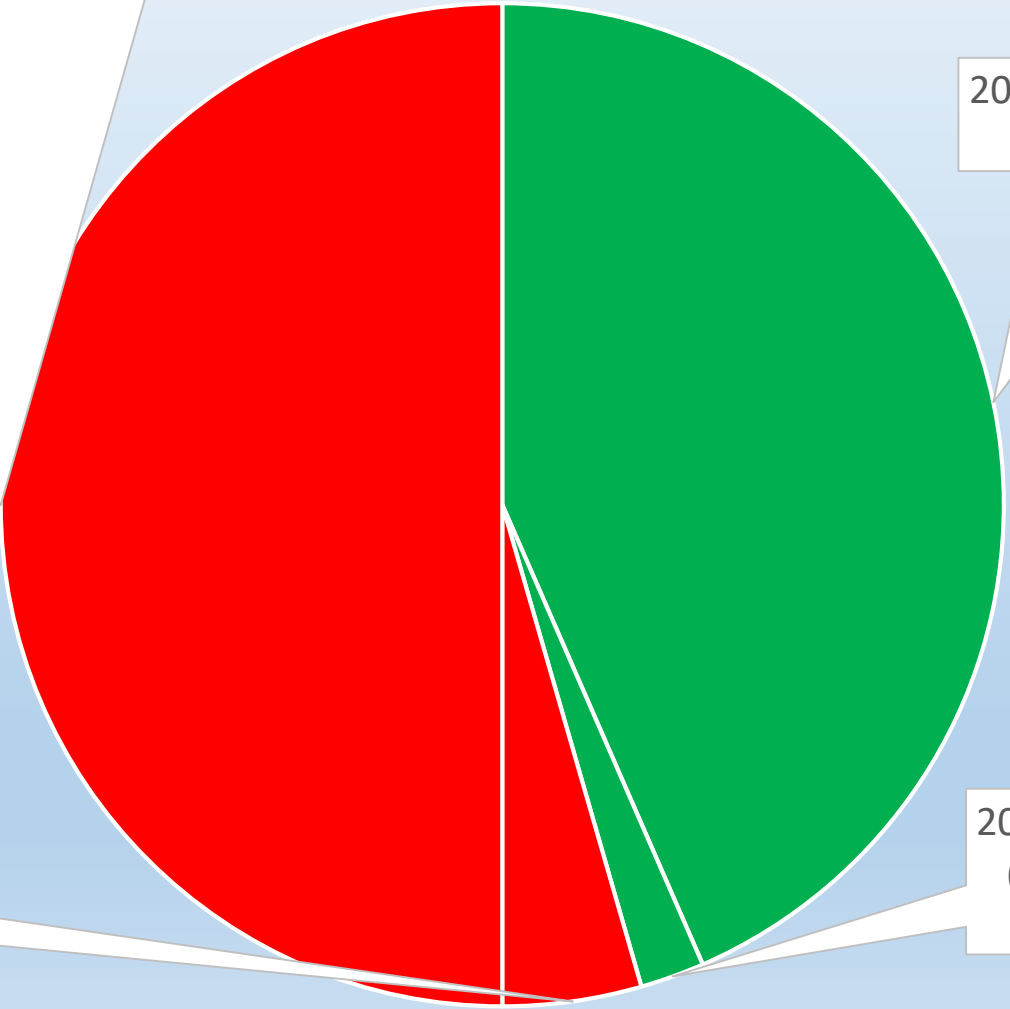
2018-2019 NET LOSS (WITHOUT PA 33 7 MILL INCREASE AND NO SAVINGS), (2,309,123), -50%

2016-2017 FUND BALANCE,
2,006,815 , 43%

- 2016-2017 FUND BALANCE
- 2017-2018 NET INCOME (ORIGINAL BUDGET)
- 2018-2019 DEFICIT
- 2018-2019 NET LOSS (WITHOUT PA 33 7 MILL INCREASE AND NO SAVINGS)

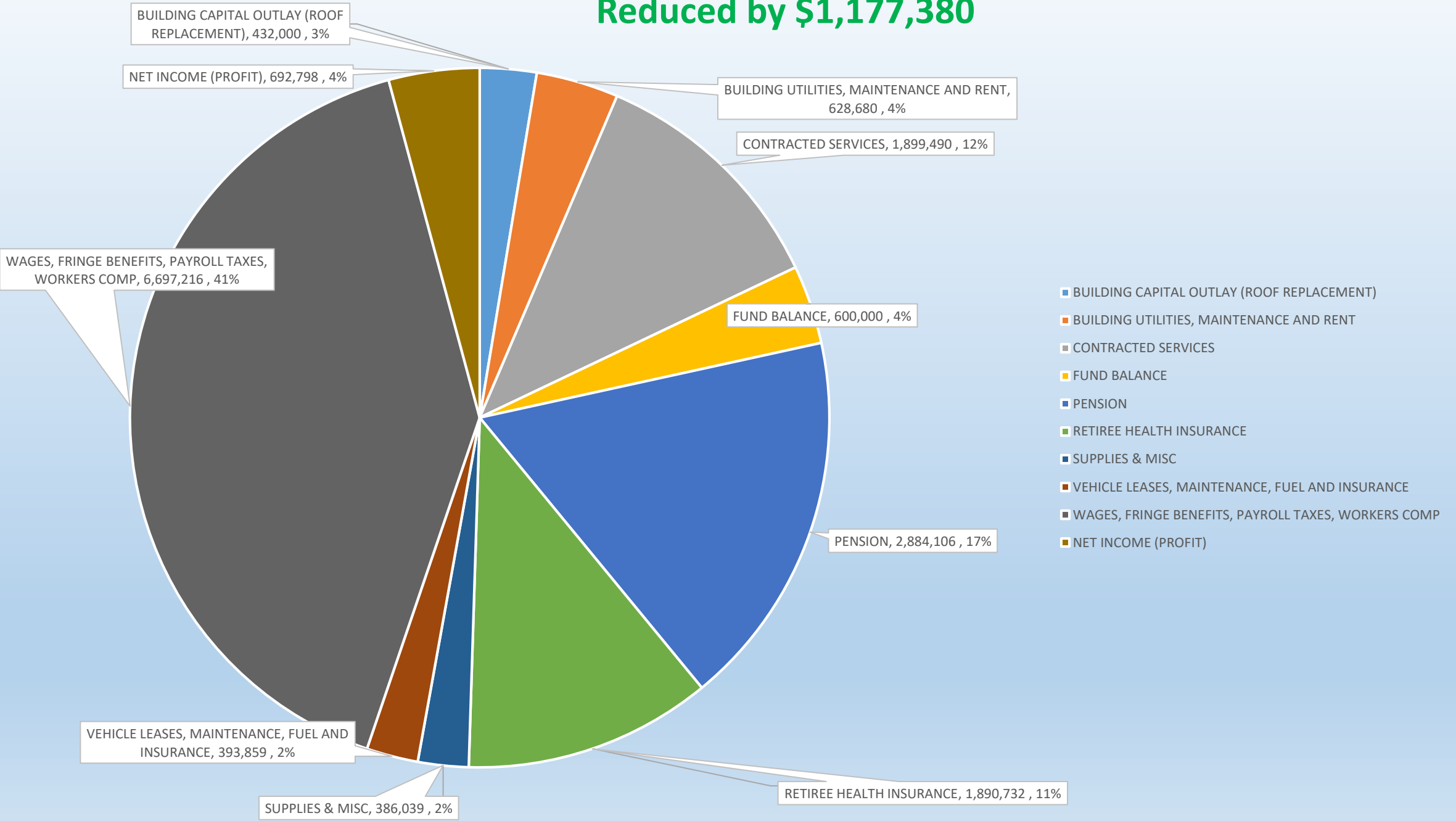
2017-2018 NET INCOME
(ORIGINAL BUDGET),
95,666 , 2%

2018-2019 DEFICIT,
206,642 , 5%



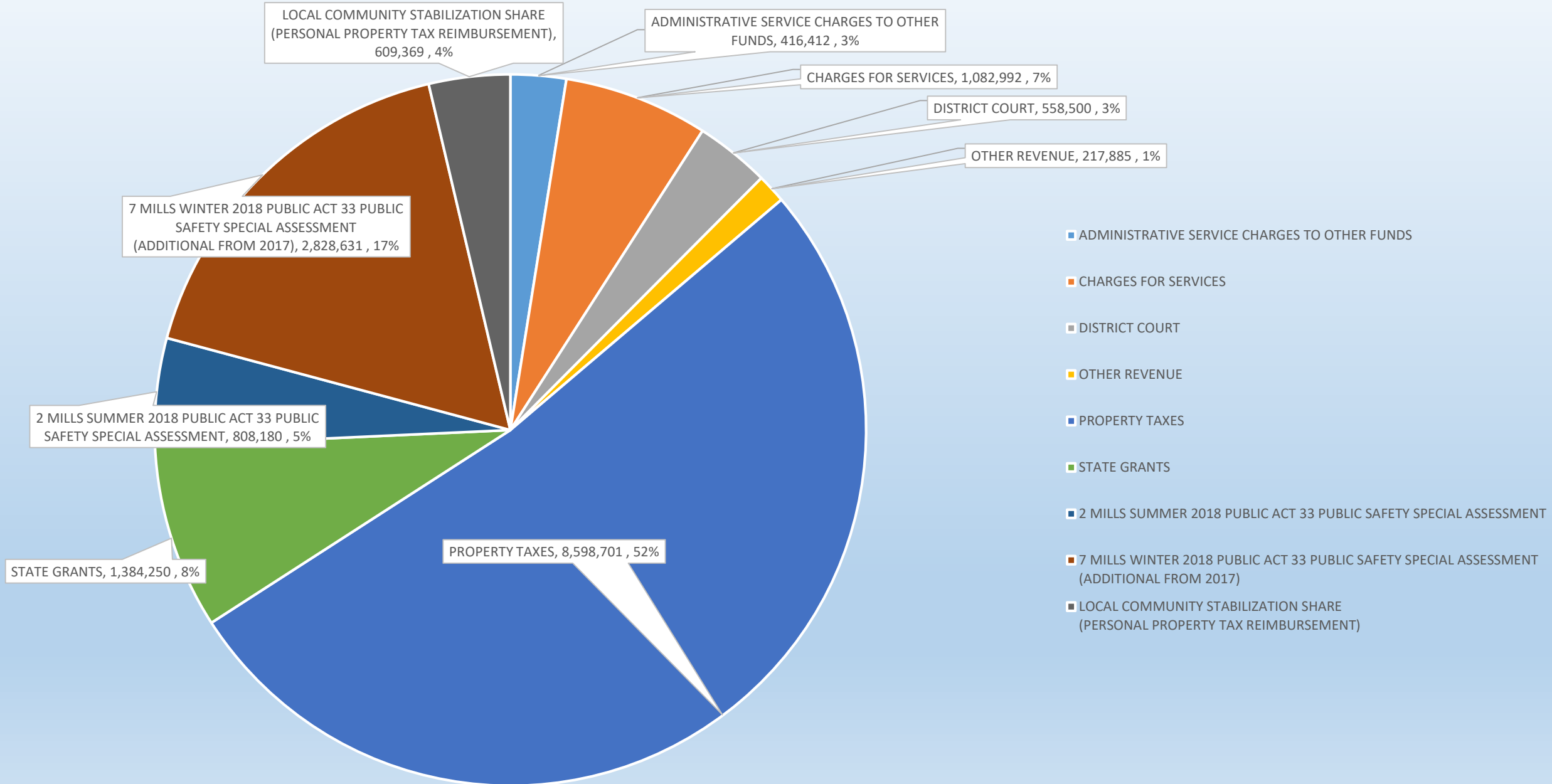
2018-2019 Amended Budget - \$15,212,122 in Expenditures

Reduced by \$1,177,380



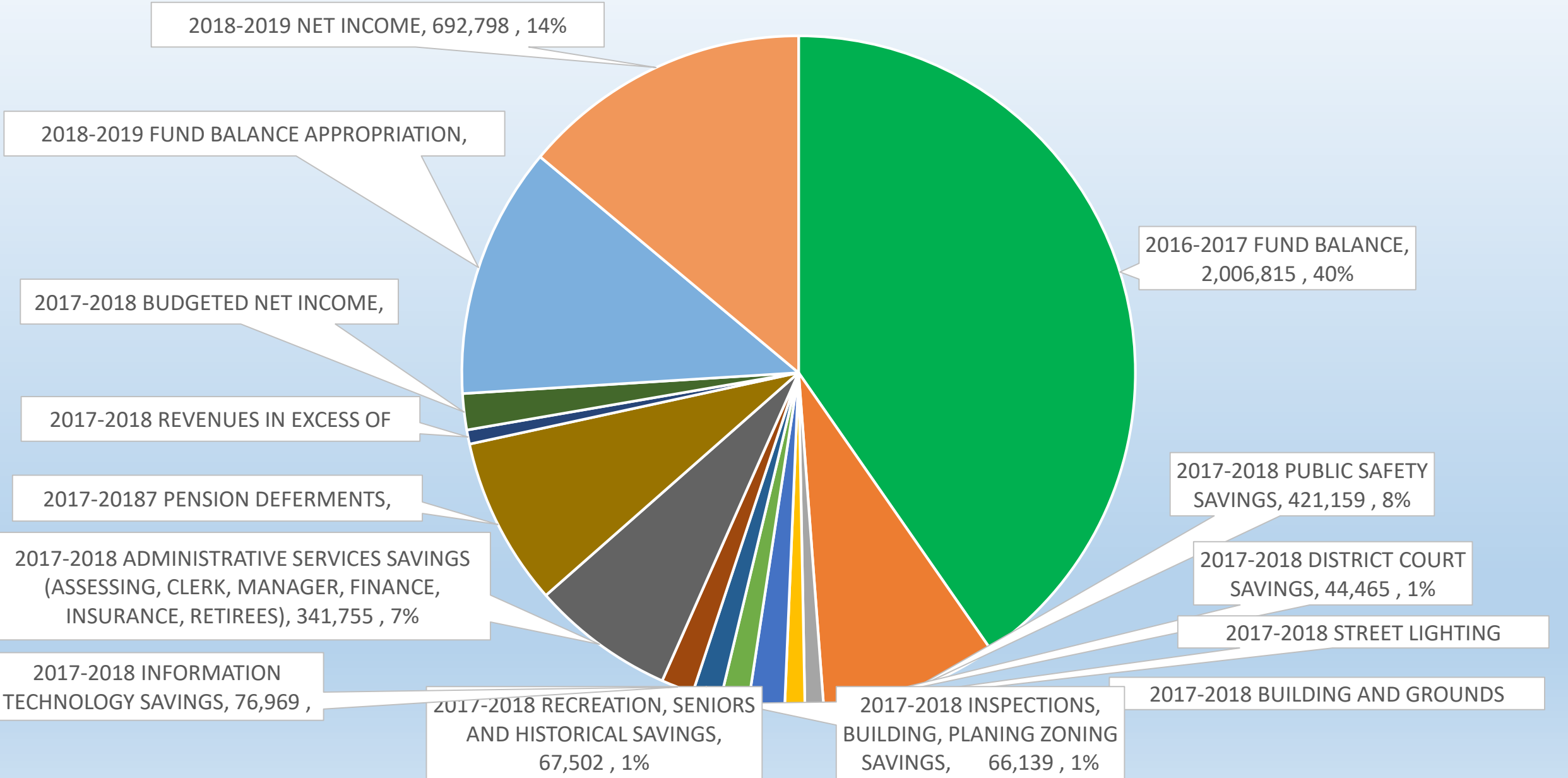
2018-2019 Amended Budget - \$16,504,920 in Revenues

Increased by \$2,424,541 - PA 33 7 Mill Public Safety Special Assessment



2018-2019 Amended Budget - \$4,974,763 in Fund Balance

Increased by \$5,181,405 (Two years of cost savings and PA 33 7 Mills Public Safety)



2018-2019 Amended Budget - \$4,974,763 in Fund Balance (List)

DESCRIPTION	FUND BALANCE
2016-2017 FUND BALANCE (YEAR END)	2,006,815
2017-2018 PUBLIC SAFETY SAVINGS	421,159
2017-2018 DISTRICT COURT SAVINGS	44,465
2017-2018 STREET LIGHTING SAVINGS	48,022
2017-2018 BUILDING AND GROUNDS SAVINGS	86,616
2017-2018 INSPECTIONS, BUILDING, PLANING ZONING SAVINGS	66,139
2017-2018 RECREATION, SENIORS AND HISTORICAL SAVINGS	67,502
2017-2018 INFORMATION TECHNOLOGY SAVINGS	76,969
2017-2018 ADMINISTRATIVE SERVICES SAVINGS (ASSESSING, CLERK, MANAGER, FINANCE, INSURANCE, RETIREES)	341,755
2017-2018 PENSION DEFERMENTS	402,622
2017-2018 REVENUES IN EXCESS OF BUDGET	33,673
2017-2018 BUDGETED NET INCOME	86,228
2018-2019 FUND BALANCE APPROPRIATION	600,000
2018-2019 NET INCOME	692,798
2018-2019 FUND BALANCE (YEAR END)	4,974,763

2017-2018 General Fund Savings

\$1,152,627



\$341,755

Administrative Services

Assessing, Clerk, Manager, Finance, Insurance, Retirees



\$421,159

Police, Fire and Dispatch



\$44,465

District Court



\$76,969



\$48,022

Street Lighting



\$67,502

Recreation

Seniors

Historical



\$66,139

Inspections

Building

Planning

Zoning



\$86,616

Building and

Grounds

Maintenance

A signpost with two green signs. The top sign says "KEEP MOVING" and the bottom sign says "FORWARD".

KEEP MOVING

FORWARD

Municipal Employees Retirement System of Michigan (MERS) Pension Funding

FRASER, CITY OF (5003) - 2017

Actuarial Accrued Liabilities - Comparative Schedule

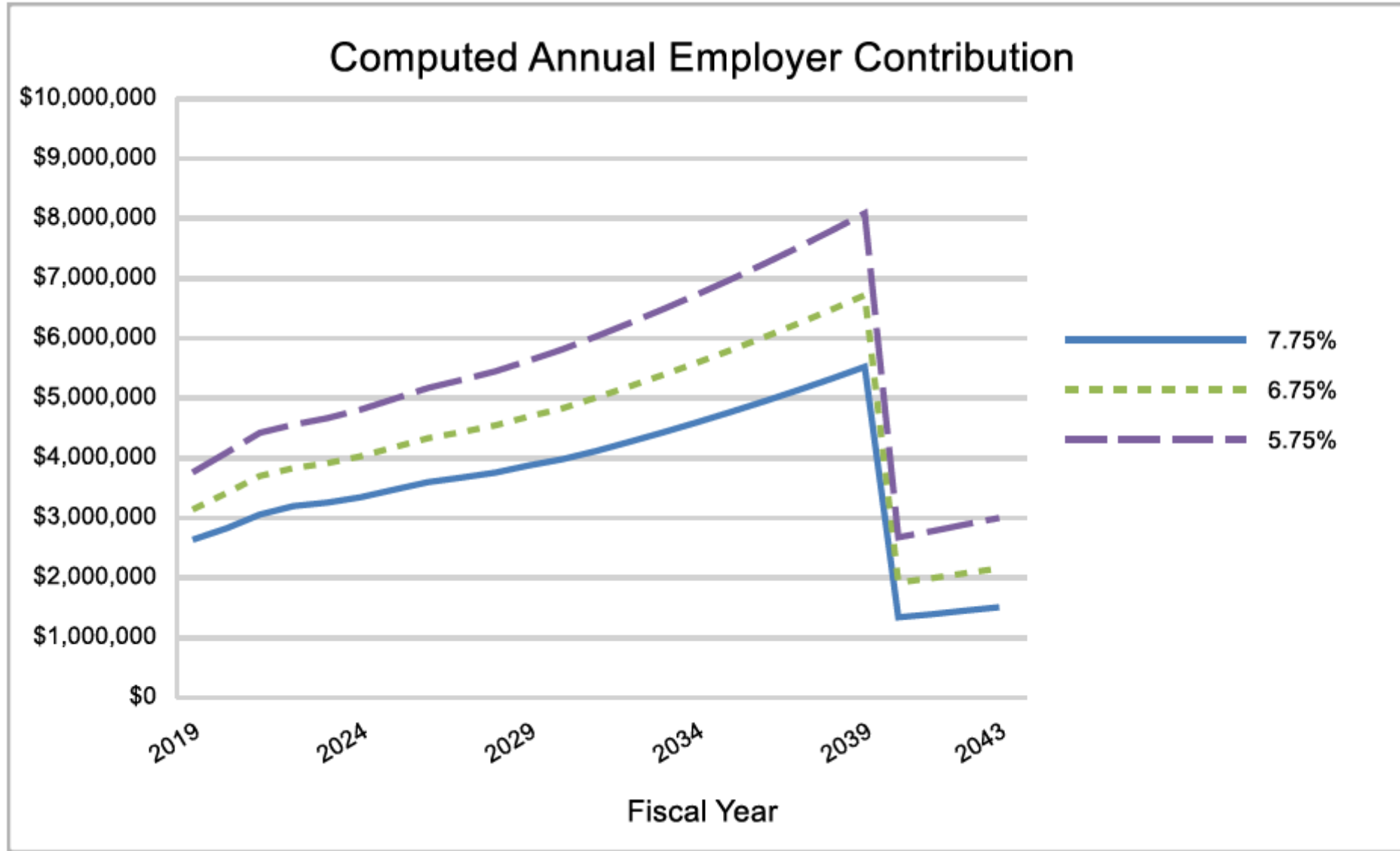
Table 7

Valuation Date December 31	Actuarial Accrued Liability	Valuation Assets	Percent Funded	Unfunded (Overfunded) Accrued Liabilities
2014	\$ 49,905,166	\$ 28,798,705	58%	\$ 21,106,461
2015	54,774,413	30,616,978	56%	24,157,435
2016	59,257,679	30,957,111	52%	28,300,568
2017	59,774,487	31,798,823	53%	27,975,664

Notes: Actuarial assumptions were revised for the 2004, 2008, 2009, 2010, 2011, 2012 and 2015 actuarial valuations.

The Valuation Assets include assets from Surplus divisions, if any.

Municipal Employees Retirement System of Michigan (MERS) Pension Expense



Retiree Health Care Expense and Funding

Fiscal Year Ending	Actuarially Computed Employer Contribution	Estimated Claims and Premiums Paid for Retirees
June 30, 2020	\$4,345,400	\$ 1,913,823
June 30, 2021	4,345,413	2,060,982

Liabilities and Assets - As of June 30, 2017

1. Present Value of Future Benefit Payments	\$43,650,756
2. Actuarial Accrued Liability	39,143,978
3. Plan Assets	0
4. Unfunded Actuarial Accrued Liability (2) – (3)	39,143,978
5. Funded Ratio (3)/(2)	0.0%

CORRECTIVE ACTION

YES

NO



2018-2019 Corrective Action Steps

Public Act 202 of 2017 Protecting Local Government Retirement and Benefits Act

- ✓ \$600,000 Additional payment made to MERS Pension
- ✓ \$207,000 Contribution made to MERS Retiree Health Care Trust

Public Act 2 of 1968 Uniform Budgeting and Accounting Act

- ✓ \$2,424,541 - PA 33 7 Mill Public Safety Special Assessment
- ✓ \$840,666 – 8 FT Public Safety Officer Positions Eliminated
- ✓ \$336,714 – 5 FT Dispatch Operator Positions Contracted