

## Economic Vitality Incentive Program/County Incentive Program Certification of Unfunded Accrued Liability Plan


Issued under authority of 2014 Public Act 34. Filing is mandatory to qualify for payments.

Each city/village/township/county applying for Unfunded Accrued Liability Plan payments must:

1. Certify to the Michigan Department of Treasury (Treasury) that the local unit listed below has produced and made readily available to the public, an Unfunded Accrued Liability Plan. The plan shall be made available for public viewing in the clerk's office or posted on a publicly accessible Internet site as required by 2014 Public Act 34.
2. Submit to Treasury an Unfunded Accrued Liability Plan, if selecting Option 1 of Part 2 below.

**City/village/township:** This certification, along with the Unfunded Accrued Liability Plan, **must be received by June 1, 2014**, to receive the June and August payments or on or before July 31, 2014, to receive the August payment. Post mark dates will not be considered. For questions, call (517) 373-2697.

**County:** This certification, along with the Unfunded Accrued Liability Plan, **must be received by June 1, 2014**, (or the first day of a payment month) in order to qualify for that month's payment. Post mark dates will not be considered. For questions, call (517) 373-2697.

PART 1: LOCAL UNIT INFORMATION			
Local Unit Name <b>Hart City</b>		Local Unit County Name <b>Oceana</b>	
Local Unit Code <b>602010</b>		Contact E-Mail Address <b>srickard@ci.hart.mi.us</b>	
Contact Name <b>Stanley H. Rickard</b>	Contact Title <b>City Manager</b>	Contact Telephone Number <b>(231) 873-2488</b>	Extension
Website Address, if plan is available online <b>www.ci.hart.mi.us</b>			Date of Last Audited Financial Report <b>06/30/13</b>
PART 2: STATEMENT OF UNFUNDED ACCRUED LIABILITIES			
Indicate the option that pertains to your local unit:			
<input checked="" type="checkbox"/> <b>1. Unfunded Accrued Liabilities Exist</b> A local unit who has unfunded accrued liabilities pertaining to pensions or other post-employment benefits must attach a plan as required by 2014 Public Act 34.			
<input type="checkbox"/> <b>2. No Unfunded Accrued Liabilities Exist</b> A local unit who does not have any unfunded accrued liabilities pertaining to pensions or other post-employment benefits must provide, in the box below, an explanation of why the local unit does not have any unfunded accrued liabilities.			
PART 3: CERTIFICATION			
<i>In accordance with 2014 Public Act 34, the undersigned hereby certifies to Treasury that the above mentioned local unit has produced an Unfunded Accrued Liability Plan and has made the plan available for public viewing in the city, village, township or county clerk's office, or has posted the plan on a publicly accessible Internet site. The Unfunded Accrued Liability Plan, if required, is attached to this signed certification.</i>			
Chief Administrative Officer Signature (as defined in MCL 141.422b) 		Printed Name of Chief Administrative Officer (as defined in MCL 141.422b) <b>Stanley H. Rickard</b>	
Title <b>City Manager</b>		Date <b>05/29/14</b>	

Completed and signed form (including required attachment, if selected option 1) should be e-mailed to: [TreasRevenueSharing@michigan.gov](mailto:TreasRevenueSharing@michigan.gov)

If you are unable to submit via e-mail, fax to (517) 335-3298, or mail the completed form and required attachment (if selected option 1) to:

Michigan Department of Treasury  
Office of Revenue and Tax Analysis  
PO Box 30722  
Lansing MI 48909

TREASURY USE ONLY		
EVIP/CIP Eligible <b>Y N</b>	Certification Received	EVIP/CIP Notes
Final Certification	Plan Received	

**Unfunded Accrued Liability Plan for  
Other Post-Employment Benefits (OPEB) – Retiree Healthcare**

**City of Hart  
Hart, Michigan**

May 29, 2014

**Previous Actions Taken to Lower Unfunded Accrued Liabilities**

- In 2011, the City of Hart and two collective bargaining units entered into labor agreements that increased the retiree share for healthcare premiums from 20% to 25% effective for retirees after July 1, 2011.
- On April 16, 2014 Hart City Manager approved a transaction establishing a \$35,010 OPEB cash reserve in various City funds in accordance with the City of Hart FY2014 Annual Budget.
- On May 27, 2014 Hart City Council adopted Resolution 14-28 that authorized and directed the City Manager to establish a Healthcare Fund Trust no later than June 30, 2014 with an established provider in the State of Michigan after adoption of a City Council resolution naming that provider; and authorized and directed the City Manager to deposit funds into the Healthcare Fund Trust in amounts established by the City Council.

**Description of How Previous Actions Will Continue to be Implemented and Maintained**

- In accordance with Hart City Council Resolution 14-28 adopted on May 27, 2014 the Hart City Manager will evaluate two Healthcare Fund Trust providers and recommend a selection to City Council; request adoption of a resolution establishing the Trust; and recommend cash amounts to be placed in the Trust no later than June 30, 2014.
- The Hart City Manager will recommend OPEB funding in future Hart City budgets; and placement of those funds into the Healthcare Fund Trust.

**Additional Actions That Could Be Taken**

- The City of Hart could negotiate with collective bargaining units to increase the retiree share of healthcare premiums.