

Minutes of a regular meeting of the Chippewa County Board of Commissioners, held at the Chippewa County Courthouse, 319 Court St., Sault Ste. Marie, Michigan on the 14th day of April, 2014 at 4:00 p.m.

PRESENT: Scott Shackleton, George Kinsella, Don Cooper, Ted Postula and Don McLean

ABSENT: None

The following preamble and resolution was offered by Commissioner Cooper and seconded by Commissioner McLean.

RESOLUTION NO. 14-08
Resolution Supporting and Approving Chippewa County Policy 314
OPEB Health Care Retirement Vehicle Annual Funding Policy

Whereas, the Chippewa County Financial Management Policy No. 314 ó OPEB Health Care Retirement Vehicle Annual Funding Policy has been reviewed by the Finance Committee; and

Whereas, the policy would provide an annual funding system for the OPEB Health Care Retirement Vehicle; and

Whereas, the policy provides a stable funding source for the County to ensure that future obligation are met for employees whom have Retiree Health Care coverage; and

NOW THEREFORE BE IT RESOLVED, that the Chippewa County Board of Commissioners does hereby offer support and approve the Chippewa County's Financial Management Policy No. 314 ó OPEB Health Care Retirement Vehicle Annual Funding Policy.

A VOTE WAS TAKEN AS FOLLOWS

AYES: Shackleton, Kinsella, Cooper, Postula and McLean

NAYS: None

RESOLUTION DECLARED ADOPTED.

Scott Shackleton, Chairman, Chippewa County Board of Commissioners

Catherine C. Maleport, County Clerk

County Board Approval: April 14, 2014

CHIPPEWA COUNTY BOARD OF COMMISSIONERS
OPEB Health Care Retirement Vehicle Annual Funding Policy

Pursuant to the motion of Chippewa County Board of Commissioners decision on December 16, 2013, to establish the OPEB Health Care Retirement Vehicle, to safeguard the funding for future retiree health care expense.

1. That each October, the County Treasurer, Accountant, Administrator or designees will meet prior to the Finance Committee meeting, to review the DTFR fund, and that 90% of the annual receipts will be allocated to the Chippewa County Health Care Retirement Vehicle.
2. That the Investment Committee, that will be Chaired by the County Treasurer and will consist of the Chair of the Board, the Finance Chair, the County Treasurer and two members with financial background appointed by the Chair, will also meet at a minimum of annually and review the investments of the Health Care Retirement Vehicle, as well as, the funding sources available, and to recommend a diversified investment portfolio designed to balance risk and return, and to ensure that the investments are prudent and the investments are achieving the goals established.
3. That the Finance Committee with the information provided, from the Investment Committee and the Administrative Committee will pass a motion to the Full Board recommending the allocation of funds from the DTFR to the OPEB Health Care Retirement vehicle at the Regular, October meeting annually.
4. It is also understood, that based on this Funding Policy:
 - a. That at some point based on the investments and the funding, that the Health Care Retirement Vehicle will be used to pay the annual Retiree Health Care costs, to relieve the General Fund of the allocation.
 - b. That will also be an annual factor, determined from the actuarial, the ARC, and the difference between the current employees vs. the retirees that will be fair, equitable and logical, to be shared with the Health Department, so that active employees, can be charged within the annual budget for future retiree expense, and that these funds will also be sent to the OPEB Health Care Retirement Fund.

This policy is intended to provide the County Board of Commissioners with guidance regarding the OPEB Health Care Retirement Vehicle.

This policy applies to all offices and departments of the County of Chippewa who provide Retiree Health Care to its employees.

This funding policy is to ensure that Chippewa County's contributions to the OPEB Health Care Retirement Vehicle, coupled with long-term investment returns, will keep the Retirement Vehicle financially secure and permit Chippewa County to meet all current and future liabilities for those employees who have been granted Retiree Health Care.