



**CITY COUNCIL *STUDY* SESSION
AUGUST 14, 2023/7:30 P.M.
RIVERVIEW CITY HALL
COUNCIL CONFERENCE ROOM
14100 CIVIC PARK DR.
RIVERVIEW, MI 48193-7600
734-281-4201**

AGENDA

- 1. CALL TO ORDER.**
- 2. DISCUSSION ITEMS.**

2.1 PRESENT ACTUARIAL ASSUMPTIONS SELECTED BY THE RETIREMENT BOARD – CITY MANAGER .

COMMUNITY IMPACT/BACKGROUND: At the June meeting of the Riverview Employees Retirement Board, the Board of Trustees considered the supplemental valuation assumptions which Gabriel, Roeder, Smith & Company was asked to perform with regard to Riverview's closed pension. The Board was asked to choose from among five different assumptions. Each of these assumptions involves a component for interest rates, demographics, wages, and amortization periods. The consequences for each of these five options, at one end of the spectrum, is to reduce the city's first year contribution by \$206,672. At the other end of the spectrum, the change to the employer's contribution would result in a net increase of \$82,735 in liability to the city. This amount is typically paid near the end of the calendar year.

After discussion and consideration, a motion was made and seconded which selected the fifth assumption being category C3. That assumption proposed the lowest possible interest rate, which in turn triggers the highest city contribute in an estimated amount of \$82,735, beyond what is it is already obligated to contribute to the fund. The Retirement Board chose a set of assumptions that were the most favorable to the pension plan and least favorable to the employer. The city's ordinance says that the City Council must approve the decision of the board in

order for it to be effective. The actuary needs to know whether the board's proposal is approved or not in order to generate its own annual report.

Louise Gates from Gabriel, Roeder, Smith & Company will be present to address the City Council on the options and consequences.

ACTION REQUESTED: Presentation by Louise Gates and discussion.

ATTACHMENTS: Assumption Study and Assumption Study Supplemental.

2.2 UPDATE - SPECIAL PROJECTS REPORT.

COMMUNITY IMPACT/BACKGROUND: The Project Managers, Engineering support staff, and Community Development Director will report on public and private construction activities occurring within the community.

Representatives from Cornerstone Environmental Group, LLC; Charles E. Raines Co.; and the Community Development Department will be available for discussion of the projects.

ATTACHMENTS: Cornerstone Environmental Group, LLC Project Summary dated 08/08/23; Charles E. Raines Co. Engineering Projects Update dated 08/10/23; and Community Development Economic Development Report dated 08/10/23.

3. OTHER BUSINESS.

4. PUBLIC COMMENTS.

5. ADJOURNMENT.