

Public Act 530 of 2016 - Compliance Report - Kent County VEBA Trust

Item	Information and Location
Name of system	Kent County VEBA Trust
Names Investment Fiduciaries	Wayman Britt, Chair, Stephen Duarte, CPA, Vice Chair/Secretary, Kenneth Parrish, CPA, Treasurer, Michelle Balcom, At-Large Employee, Matthew Van Zetten, At-Large Employee
Systems service providers	Rehmann Robson, Gabriel Roeder Smith & Co, Asset Consulting Group, Inc., INTECH Investment Management, LLC, Loomis Sayles & Co., Brandywine Global Investment Management, LLC, Eaton Vance, JP Morgan Investment Management, Inc., Harding Loevner Funds, Inc.
System's assets and liabilities/ changes	Annual Statement of Fiduciary Net Position (Audit posted on accessKent in June)
System's funded ratio	36.4% as of December 31, 2016
Investment performance	Investment performance net of fees: 1 year: 6.20% 3 years: 4.69% 5 years: 8.31% 7 years: 8.22% 10 years: N/A
System admin & invest expenses	At December 31, 2016, the cost of the Defined Benefit Plan was 0.45% (0.32% for administration and 0.13% for investments)
System's 2017 budget	Professional Services \$55,000 Fiduciary Liability Ins. \$15,000
Number of actives	1,465
Number of retirees/beneficiaries	615
The average annual retirement allowance	Kent County Employees' Retirement Summary Annual Report
Total annual retirement allowance	Kent County Employees' Retirement Summary Annual Report
Valuation payroll for active employees	Page A-1 of the 2016 Annual Actuarial Valuation
Normal cost and /or percentage	Page A-1 of the 2016 Annual Actuarial Valuation
Total computed employer contribution	Page A-1 of the 2016 Annual Actuarial Valuation
Weighted average member contributions	No Member Contribution
Actuarial investment return	7.5%
Actuarial long term inflation rate	4.0%
Smoothing method	Not used
Amortization method	Page E-1 in the 2016 Annual Actuarial Valuation
Actuarial cost method	Entry Age Normal Cost Method
Open or closed membership	Open
Health care inflation	Page E-6 Health Cost Increase in the 2016 Annual Actuarial Valuation
Travel report	No travel paid for from plan assets
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If below 60% funded, actions taken to reduce the system's UAL	<p>Kent County VEBA adheres to the following fiscal best practices:</p> <ul style="list-style-type: none"> • Additional contributions above the Annual Required Contribution <p>Other actions your municipality may have taken could include:</p> <ul style="list-style-type: none"> • Will begin conducting an Experience Study every five years beginning in 2018 to ensure assumptions match actual experience and adjust where necessary • Use a fixed Amortization period • UAL amortization schedule is on track to be paid off in 24 years.