

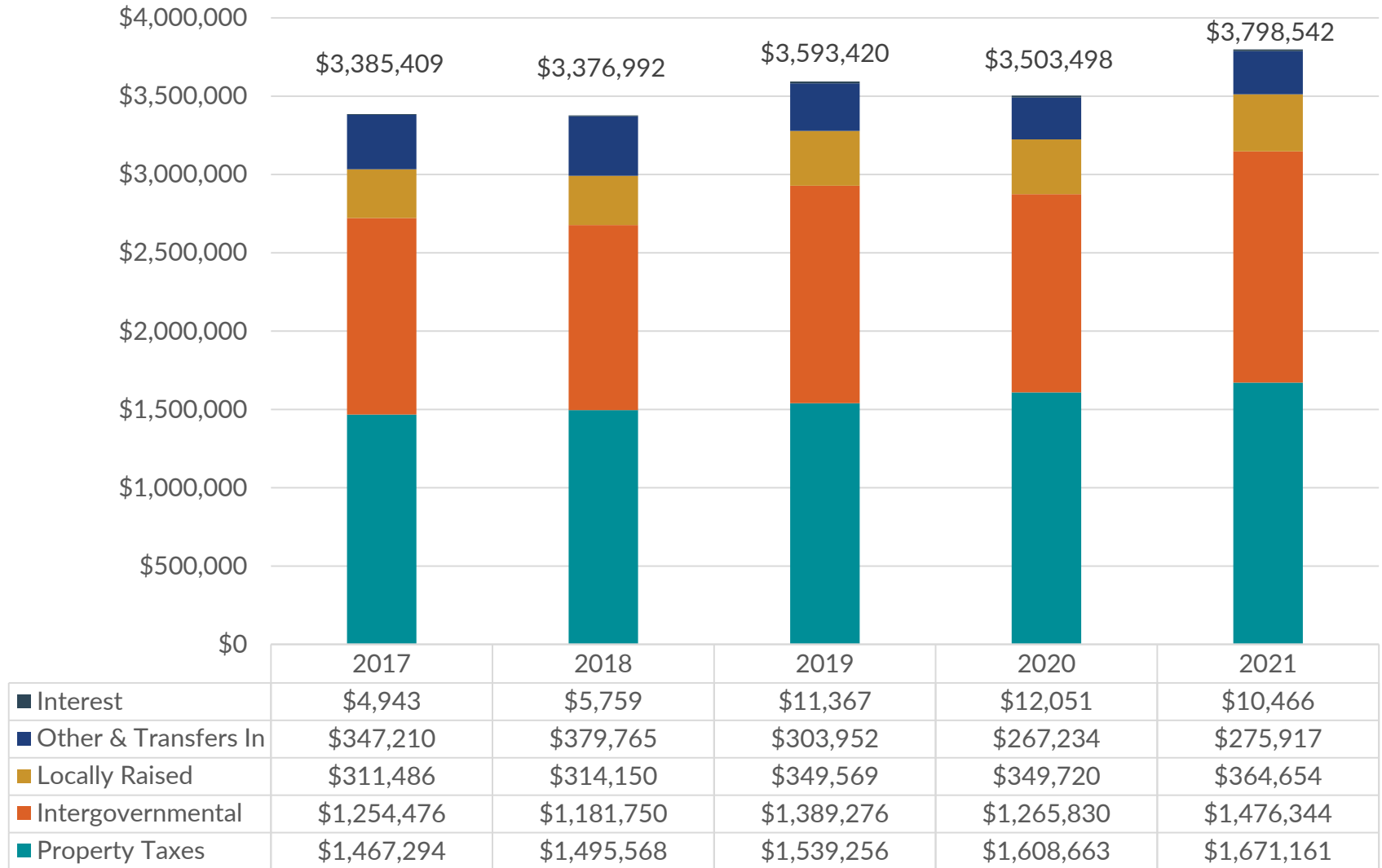


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Wealth Management.

City of Davison
Audit Presentation to the City Council
For the Year Ended June 30, 2021

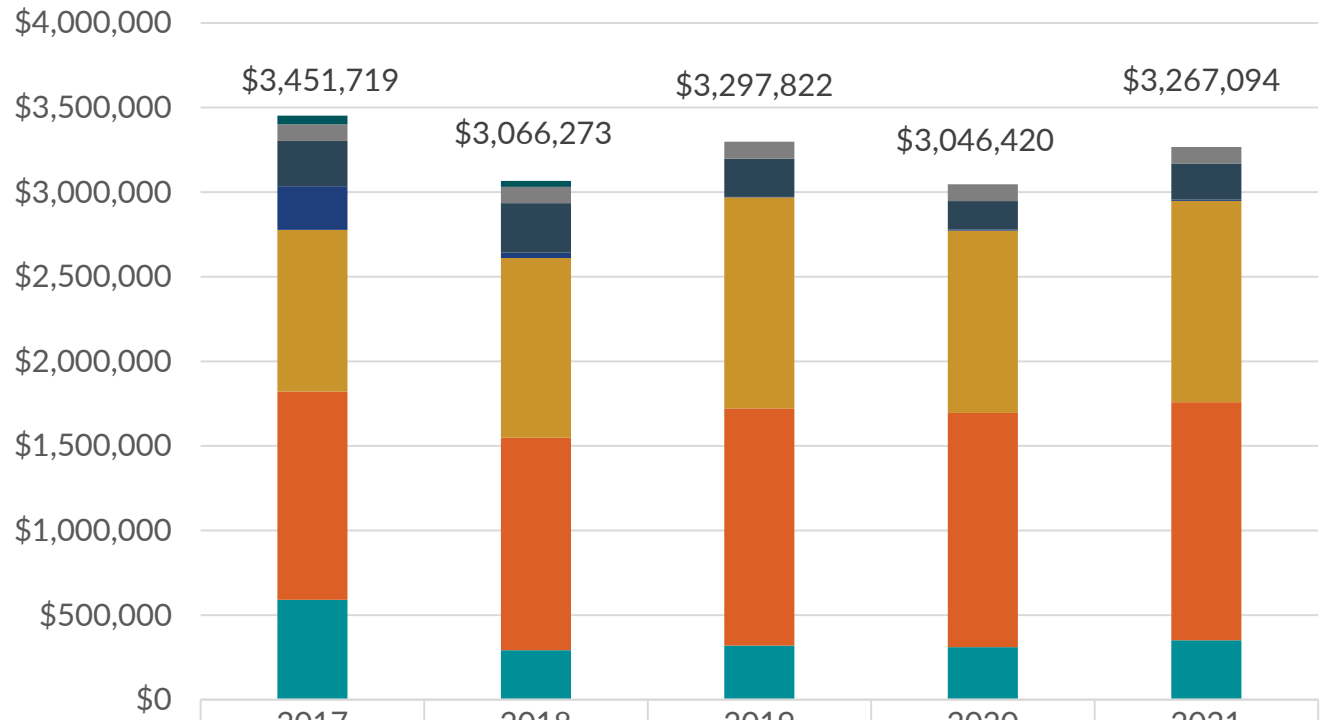


City of Davison Governmental Fund Revenue Years Ended June 30





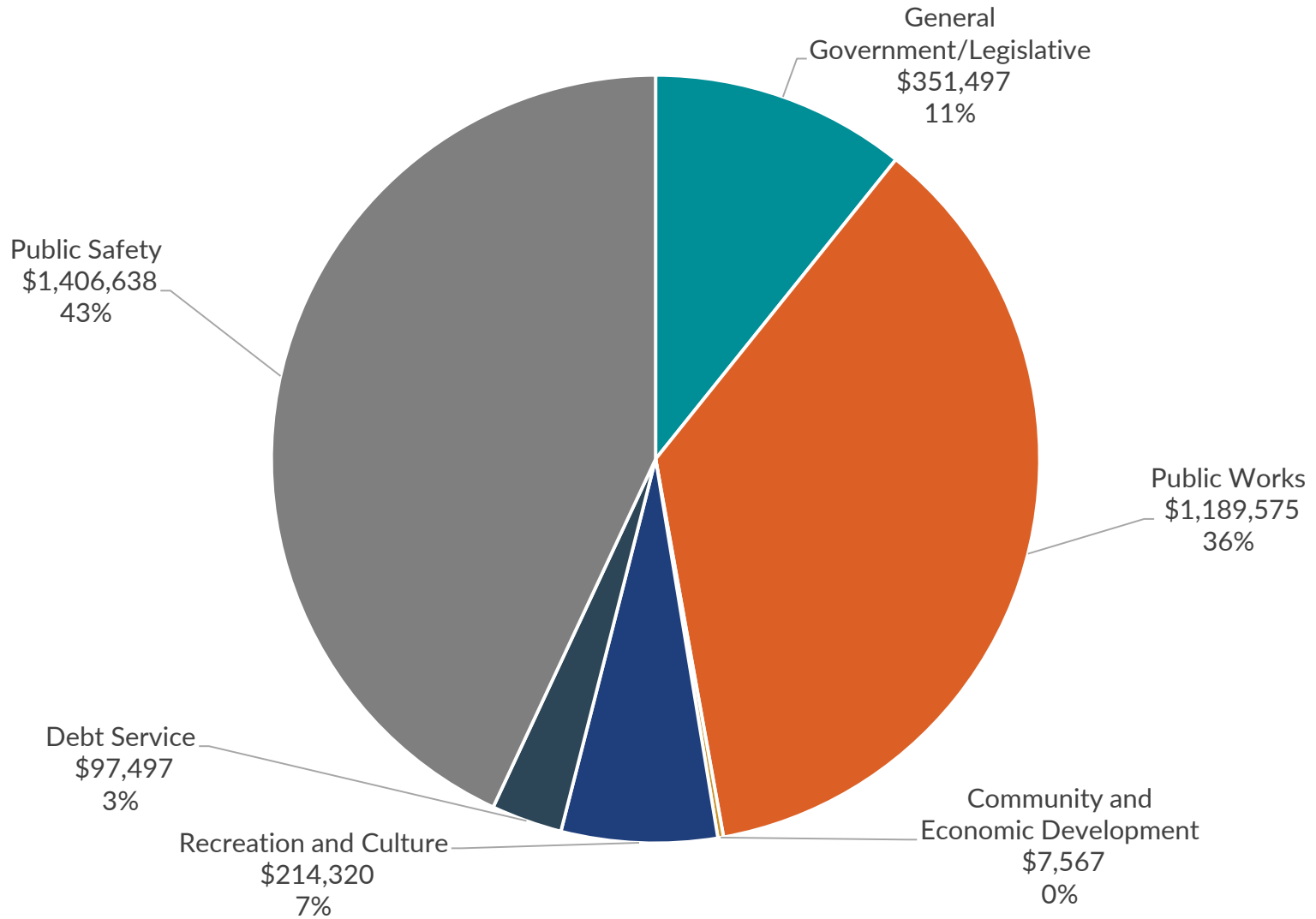
City of Davison Governmental Fund Expenditures Years Ended June 30



	2017	2018	2019	2020	2021
Transfers Out	\$50,900	\$35,170	\$0	\$0	\$0
Debt Service	\$97,900	\$96,600	\$100,260	\$98,879	\$97,497
Recreation and Culture	\$267,879	\$291,852	\$225,664	\$168,329	\$214,320
Community & Economic Development	\$258,184	\$31,779	\$2,588	\$6,675	\$7,567
Public Works	\$955,497	\$1,062,237	\$1,247,818	\$1,077,060	\$1,189,575
Public Safety	\$1,231,024	\$1,256,086	\$1,400,891	\$1,384,656	\$1,406,638
General Government/Legislative	\$590,335	\$292,549	\$320,601	\$310,821	\$351,497

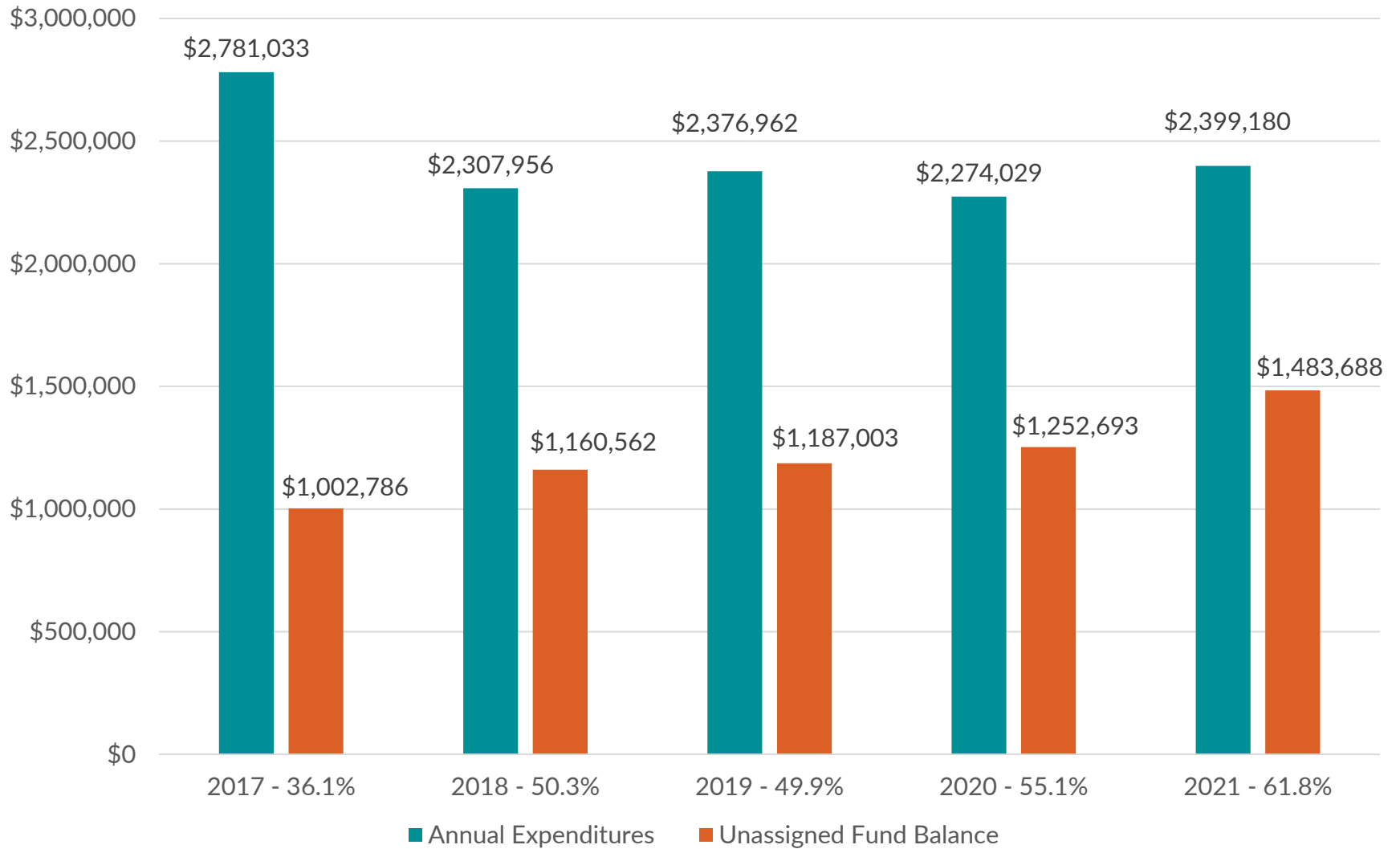


City of Davison Governmental Fund Expenditures Years Ended June 30



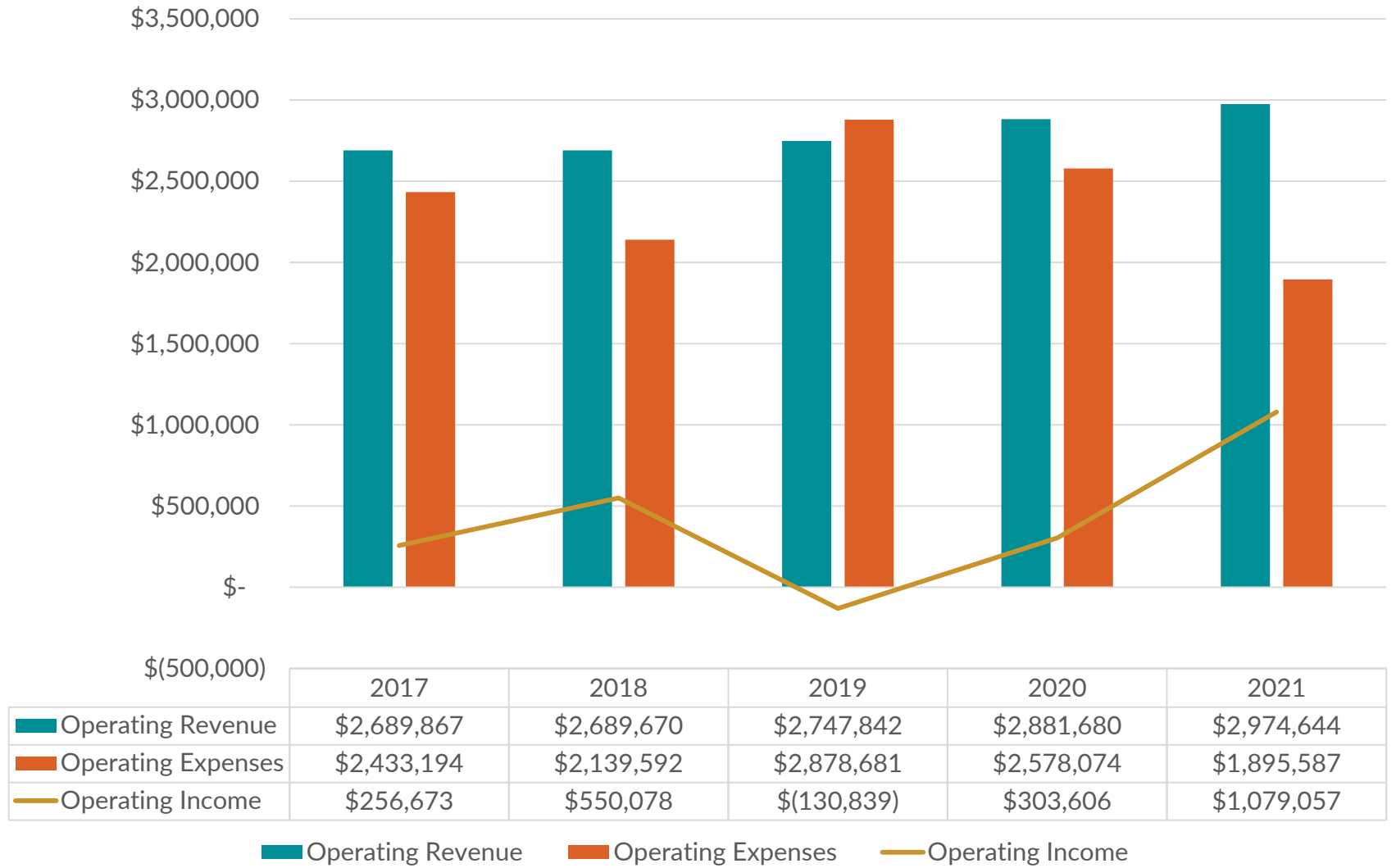


City of Davison General Fund—Fund Balance Years Ended June 30





Sewer and Water Funds Combined Revenue and Expense Comparison





Future Legacy Costs - Pension

Pension Liability as of 6/30/21	Total Pension Liability	Plan Net Position	Net Pension Liability	% Funded
Union and Supervisors	\$15,021,847	\$7,695,714	\$7,326,133	51.2%
Nonunion	\$1,347,928	\$1,259,907	\$88,021	93.5%

The City has made the following plan design changes in an effort to reduce the above liabilities (along with other changes):

- Closed various divisions, new hires in divisions with lower benefit multipliers
- Increased normal retirement age from 50 to 55 for new hires
- Removed COLA at retirement for new hires
- Required employee contributions of 5% for new hires and added employee contributions to select closed divisions

The City also continues to contribute more than they are required to on an annual basis.



Future Legacy Costs - OPEB

OPEB Liability as of 6/30/21	Total OPEB Liability	Plan Net Position	Net OPEB Liability	% Funded
OPEB Plan	\$8,519,950	\$1,134,921	\$7,385,029	13.3%

The City has made the following plan design changes in an effort to reduce the above liabilities (along with other changes):

- Plan no longer covers spouses/dependents for employees hired after 7/1/12 and prior to 7/1/18
- Portion of premiums are paid by employee if hired after 7/1/12 and prior to 7/1/18
- All employees must apply for Medicare Parts A and B when eligible
- Years of service requirement increased to 15 years
- Plan closed to new hires as of 7/1/18
- Employees hired after 7/1/18 are eligible to participate in a health care savings account



Thank You

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