

**DETROIT CHARTER REVISION COMMISSION**  
**PROPOSAL/ISSUE REVIEW SUMMARY**

**ISSUE NUMBER:** BF 7

**ISSUE CATEGORY:** Budget and Finance

**SOURCE:** Edward Rago, former Budget Dir.,  
City of Detroit, Letter dated 11/16/09

**RELATED CHARTER SECTIONS:** Article 11 (Retirement Plans)

**RELEVANT ORDINANCE SECTION:** Part III,  
Ch. 47 (Retirement Systems)

**RELEVANT LAW(S):** MCL 432.201 et seq. (Public Employee Retirement  
Act)

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**ISSUE/PROPOSAL STATEMENT:** Provide a statutorily determined annual contribution requirement, rather than allowing the influence of the beneficiaries' current desires to govern.

**RATIONALE:** See Rago's letter dated November 16, 2009.

**ANALYSIS:** See legal opinion regarding the Public Employee Relations Act and retirement systems.

**DISPOSITION/COMMISSION ACTION:**

**NOTES:**