

DETROIT CHARTER REVISION COMMISSION
PROPOSAL/ISSUE REVIEW SUMMARY

ISSUE NUMBER: BF 5

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)

ISSUE/PROPOSAL STATEMENT: Have Michigan Employee Retirement System administer City retirement plans.

RATIONALE: The City of Detroit Retirement systems are grossly mismanaged. See, generally, Mr. Rago's letter dated November 16, 2009.

ANALYSIS: See legal opinion regarding the Public Employees Retirement Act and retirement/pension systems.

DISPOSITION/COMMISSION ACTION:

NOTES: