



STATE OF MICHIGAN

DEPARTMENT OF MANAGEMENT & BUDGET  
LANSING

JENNIFER M. GRANHOLM  
GOVERNOR

PHYLLIS MELLON  
ACTING DIRECTOR

February 12, 2010

All Reporting Unit Business and Payroll Personnel of the  
Michigan Public School Employees Retirement System

Ladies and Gentlemen:

The contribution rate due on member's wages paid between October 1, 2010, and September 30, 2011, will be 19.41 percent, a 2.47 percent increase from the fiscal 2010 rate year of 16.94 percent. This rate includes the reconciliation and applies to K-12 school districts, intermediate school districts, community colleges, district libraries, public school academies, and federal programs. The breakdown of the rate is as follows:

Pension Normal Cost:	3.74%
Pension Unfunded Accrued Liability	<u>8.42%</u>
Pension total:	12.16%
Health Benefits (Cash Basis):	<u>7.25%</u>
Total	19.41%

If you have any questions, please contact Financial Services, Retirement Accounting at (517) 241-5042.

Sincerely,

Ronald W. Foss, Director  
Fiscal Management Division