

**Lansing Board of Water and Light
Employees' Defined Contribution
Pension Plan**

**Financial Report
with Supplemental Information
June 30, 2015**

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

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Independent Auditor's Report

To the Honorable Mayor, Members of
the City Council, and Commissioners
of the Board of Water and Light
Lansing Board of Water and Light Employees'
Defined Contribution Pension Plan
City of Lansing, Michigan

Report on the Financial Statements

We have audited the accompanying financial statements of Lansing Board of Water and Light Employees' Defined Contribution Pension Plan (the "Plan") as of and for the years ended June 30, 2015 and 2014 and the related notes to the financial statements, which collectively comprise the Plan's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

To the Honorable Mayor, Members of
the City Council, and Commissioners
of the Board of Water and Light
Lansing Board of Water and Light Employees'
Defined Contribution Pension Plan

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the net position of Lansing Board of Water and Light Employees' Defined Contribution Pension Plan as of June 30, 2015 and 2014, and the changes in its net position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 and 4 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplemental information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lansing Board of Water and Light Employees' Defined Contribution Pension Plan's basic financial statements. The statement of changes in net position by fund is presented for the purpose of additional analysis and is not a required part of the basic financial statements.

The statement of changes in net position by fund is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the statement of changes in net position by fund is fairly stated in all material respects in relation to the basic financial statements as a whole.

Plante & Moran, PLLC

August 28, 2015

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Management's Discussion and Analysis

Using this Annual Report

This annual report consists of two parts: (1) management's discussion and analysis (this section) and (2) the basic financial statements. The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

Condensed Financial Information

The table below compares key financial information in a condensed format between the current year and the prior two years:

	2015	2014	2013
Assets held in trust:			
Mutual funds	\$ 136,010,607	\$ 130,442,786	\$ 109,882,178
Stable value	31,844,948	33,607,203	32,243,585
Participant notes receivable and other	5,265,081	5,229,750	4,768,679
Net position	<u>\$ 173,120,636</u>	<u>\$ 169,279,739</u>	<u>\$ 146,894,442</u>
Changes in plan assets:			
Net investment income	\$ 7,317,020	\$ 23,453,570	\$ 16,035,621
Employer and participant contributions	6,893,841	6,521,703	7,889,794
Benefits paid to participants	(10,451,713)	(7,645,116)	(9,097,209)
Loan defaults and other increases	81,749	55,140	45,192
Changes in net position	<u>\$ 3,840,897</u>	<u>\$ 22,385,297</u>	<u>\$ 14,873,398</u>

During fiscal year 2015, net investment income was \$7.3 million.

Investment Objectives

The principal purpose of the Plan is to provide benefits at a normal retirement age. The Plan's funds are selected to optimize return on a risk-adjusted basis within each asset class, to provide an opportunity to create a well-diversified portfolio, to control administrative and management cost, and to comply with relevant Michigan and federal law.

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Management's Discussion and Analysis (Continued)

The Plan allows each participant to direct the investment of the funds in his or her plan accounts. The Lansing Board of Water and Light (the "BWL") will offer various investment options (consistent with the investment policy statement), among which participants may choose to invest their respective interests in the Plan. The BWL periodically reviews the performance of investment options available to participants to ensure that each such option is meeting its investment objectives.

Investment Results

The fiscal year ended June 30, 2015 saw a net investment income of \$7.3 million. Total assets held in trust at the end of the fiscal year were \$173.1 million.

Future Events

The BWL has no current plans to revise the terms of its defined contribution pension plan.

Contacting the Plan's Management

This financial report is intended to provide a general overview of the Plan's finances and to show accountability for the money it receives. If you have questions about this report or need additional information, we welcome you to contact the office of Heather Shawa-Decook, Chief Financial Officer, at P.O. Box 13007, Lansing, Michigan 48901-3007.

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Statement of Net Position

	June 30	
	2015	2014
Assets		
Participant-directed investments (Note 1):		
Mutual funds:		
Money market	\$ 228,799	\$ 117,793
Bond and equity funds	17,657,647	16,556,877
Stock funds	64,962,538	60,617,315
Balanced funds	30,214,407	29,495,580
Growth funds	6,269,076	6,144,760
International funds	16,678,140	17,510,461
Total mutual funds	136,010,607	130,442,786
Stable value	31,844,948	33,607,203
Self-directed brokerage account	1,376,730	1,147,041
Total participant-directed investments	169,232,285	165,197,030
Participant notes receivable	3,888,351	4,082,709
Net Position	<u>\$ 173,120,636</u>	<u>\$ 169,279,739</u>

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Statement of Changes in Net Position

	Year Ended June 30	
	2015	2014
Increase		
Investment income:		
Net appreciation in fair value of investments	\$ 21,201	\$ 17,907,856
Dividend income	7,295,819	5,545,714
Total investment income	7,317,020	23,453,570
Employer contributions (Note 1)	5,548,360	5,467,824
Participant rollover contributions	1,345,481	1,053,879
Interest from participant notes receivable	155,010	155,997
Other	152,128	114,992
Total increase	14,517,999	30,246,262
Decrease		
Benefits paid to participants	10,451,713	7,645,116
Loan defaults	125,254	119,694
Participants' note and administrative fees	100,135	96,155
Total decrease	10,677,102	7,860,965
Change in Net Position	3,840,897	22,385,297
Net Position		
Beginning of year	169,279,739	146,894,442
End of year	<u>\$ 173,120,636</u>	<u>\$ 169,279,739</u>

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

**Notes to Financial Statements
June 30, 2015 and 2014**

Note 1 - Description of the Plan

The following description of Lansing Board of Water and Light Employees' Defined Contribution Pension Plan (the "Plan") provides only general information. Participants should refer to the plan agreement for a more complete description of the Plan's provisions.

General - The Plan was established by the Lansing Board of Water and Light (the "BWL") in 1997 under Section 5-203 of the City Charter. Prior to its establishment, the BWL sponsored a defined benefit plan (Plan for Employees' Pensions of the Board of Water and Light - City of Lansing, Michigan - Defined Benefit Plan) in which substantially all employees of the BWL were participants. Effective December 1, 1997, all active participants of the defined benefit plan were required to make an irrevocable choice to either remain in the defined benefit plan or move to the newly established defined contribution plan (Lansing Board of Water and Light Employees' Defined Contribution Plan). Those participants who elected to move to the defined contribution plan received lump-sum distributions from the defined benefit plan, which were rolled into their accounts in the new defined contribution plan. Of the 760 active participants who were required to make this election, 602 elected to convert their retirement benefits to the newly established defined contribution plan. As a result of this action, effective December 1, 1997, the board of commissioners transferred \$75,116,470 to the newly established defined contribution plan, reflecting the plan participants' accumulated benefits as of said date.

ICMA-RC performs administrative duties associated with the Plan in its role as plan administrator.

Contributions - For employees hired before January 1, 1997, the BWL is required to contribute 15 percent of the employees' compensation. For employees hired on or after January 1, 1997, the BWL is required to contribute 8.1 percent of the employees' compensation. In addition, the BWL is required to contribute an additional 3.0 percent of the employees' compensation for all employees who are not eligible to receive overtime pay and 0.5 percent of the employees' compensation for all nonbargaining employees. The board of commissioners of the Board of Water and Light - City of Lansing may amend the Plan's provisions and contribution requirements.

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Notes to Financial Statements June 30, 2015 and 2014

Note 1 - Description of the Plan (Continued)

Participant Accounts - Each participant's account is credited with the participant's rollover contributions and withdrawals, as applicable, and allocations of the BWL's contributions and plan earnings. Allocations are based on participants' earnings or account balances, as defined in the plan document. Forfeited balances of terminated participants' nonvested accounts are used to reduce future BWL contributions. The benefit to which a participant is entitled is the benefit that can be provided from the participant's account.

As of June 30, 2015, there were 878 participants in the Plan, of which 725 were active employees. As of June 30, 2014, there were 822 participants in the Plan, of which 628 were active employees.

Vesting - Participants become vested in the BWL contribution and related earnings after completing three years of service, at a rate of 25 percent each year. Participants become fully vested after six years of service.

Investment Options - Participants may direct contributions in any of the following investment options, which are administered by ICMA-RC. Since ICMA-RC is the custodian as defined by the Plan, transactions in the ICMA funds qualify as transactions with parties in interest.

Stable Value - Seeks safety of principal, adequate liquidity, and returns superior to shorter maturity alternatives by actively managing a diversified portfolio of assets issued by highly rated financial institutions and corporations as well as obligations of the U.S. government or its agencies.

Balanced - Seeks both current income and capital appreciation by investing in a combination of stocks, bonds, and money market instruments.

Growth - Seeks long-term capital appreciation by investing primarily in equity securities of companies with above-average growth prospects. Current income is a secondary concern.

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Notes to Financial Statements June 30, 2015 and 2014

Note 1 - Description of the Plan (Continued)

International - Seeks long-term capital appreciation by investing primarily in equity securities of issuers located outside of the U.S.

Stock Funds - Seeks long-term growth through capital gains, although historically, dividends have been an important source of total return. These funds primarily invest in the common stocks of companies based in the United States. There are many options for diversification within this category.

Bond and Equity Funds - Seeks to maximize current income with capital appreciation as a secondary consideration by investing primarily in debt securities issued by the U.S. government or its agencies and domestic and foreign corporations. They are not fixed-income investments. Even when a mutual fund's portfolio is composed entirely of bonds, the fund itself has neither a fixed yield nor a contractual obligation to give investors back their principal at some later maturity date - the two key fixed characteristics of individual bonds.

Self-directed Brokerage Account - Participants with a minimum account balance of \$35,000 may transfer from their fund accounts a minimum of \$5,000 to a self-directed brokerage account. Eligible investments are equity securities traded on U.S. exchanges valued at greater than \$5 and over 400 mutual funds from 18 investment management companies. Participants pay a one-time set-up fee of \$50.

Participant Notes Receivable - Participants may borrow from their fund accounts a minimum of \$1,000 up to a maximum of the lesser of \$50,000 or 50 percent of their account balances. Notes receivable are treated as transfers between the investment fund and the notes receivable fund. Note terms range from one to five years or up to 20 years for the purchase of a primary residence. The notes receivable are secured by the balance in the participant's account and bear interest at a rate commensurate with prevailing rates as determined periodically by the plan administrator. Principal and interest are paid ratably through payroll deductions.

Payment of Benefits - Upon termination of service, a participant may elect to receive either a lump-sum amount equal to the value of the participant's vested interest in his or her account, or choose from a variety of periodic payment options.

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Notes to Financial Statements June 30, 2015 and 2014

Note 2 - Summary of Significant Accounting Policies

Basis of Accounting - The financial statements of the Plan have been prepared using the accrual method of accounting in accordance with Governmental Accounting Standards Board (GASB) Statement No. 67, *Financial Reporting for Pension Plans*.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of additions and deductions during the reporting period. Actual results could differ from those estimates.

Valuation of Investments and Income Recognition - The investments are stated at market value based on closing sales prices reported on recognized securities exchanges on the last business day of the year, or for listed securities having no sales reported, and for unlisted securities, upon the last reported bid prices on that date. The mutual funds are valued at quoted market prices, which represent the net asset values of shares held by the Plan at year end.

Purchases and sales of investments are recorded on a trade-date basis. Interest income is accrued when earned. Dividend income is recorded on the ex-dividend date.

Participant Notes Receivable - Participant notes receivable are recorded at their unpaid principal balances plus any accrued interest. Participant notes receivable are written off when deemed uncollectible.

Expenses - The Plan's expenses are paid by the BWL as provided by the plan document.

Regulatory Status - The Plan is not subject to the reporting requirements of the Employee Retirement Income Security Act of 1974 (ERISA) as it has been established for the benefit of a governmental unit.

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Notes to Financial Statements June 30, 2015 and 2014

Note 3 - Investments

The pension trust fund is authorized by Michigan Public Act 314 of 1965, as amended, to invest in certain reverse repurchase agreements, stocks, diversified investment companies, annuity investment contracts, real estate leased to public entities, mortgages, real estate, debt or equity of certain small businesses, certain state and local government obligations, and certain other specified investment vehicles.

The Plan's deposits and investment policies are in accordance with PA 196 of 1997 and has authorized the investments according to Michigan PA 314 of 1965, as amended.

Risks at June 30, 2015

Custodial Credit Risk of Bank Deposits - At the end of the year, the Plan has no bank deposits.

Credit Risk - State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The Plan has no investment policy that would further limit its investment choices. As of year end, the credit quality ratings of debt securities (other than the U.S. government) are as follows:

Investment	Fair Value	Rating	Rating Organization
Mutual funds	\$ 136,010,607	Not rated	Not rated
Stable value	31,844,948	AA	S&P

Risks at June 30, 2014

Custodial Credit Risk of Bank Deposits - At the end of the year, the Plan has no bank deposits.

Credit Risk - State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The Plan has no investment policy that would further limit its investment choices. As of year end, the credit quality ratings of debt securities (other than the U.S. government) are as follows:

Investment	Fair Value	Rating	Rating Organization
Mutual funds	\$ 130,442,786	Not rated	Not rated
Stable value	33,607,203	AA	S&P

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

**Notes to Financial Statements
June 30, 2015 and 2014**

Note 4 - Plan Termination

Although it has not expressed any intention to do so, the BWL has the right under the Plan to terminate the Plan subject to the provisions set forth in Article 12 of the Plan. In the event of any termination of the Plan, or upon complete or partial discontinuance of contributions, the accounts of each affected participant shall become fully vested.

Note 5 - Tax Status

The Plan is a prototype plan. The prototype plan has received a favorable opinion letter from the Internal Revenue Service (IRS) indicating that the prototype plan, as designed, is qualified for federal income tax-exempt status. The Plan has not individually sought its own determination letter.

Note 6 - Upcoming Accounting Pronouncements

In February 2015, the Governmental Accounting Standards Board issued GASB Statement No. 72, *Fair Value Measurement and Application*. The requirements of this statement will enhance comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and acceptable valuation techniques. This statement will also enhance fair value application guidance and related disclosures in order to provide information to financial statement users about the impact of fair value measurements on a government's financial position. GASB Statement No. 72 is required to be adopted for years beginning after June 15, 2015. The Plan is currently evaluating the impact this standard will have on the financial statements when adopted, during the Plan's 2016 fiscal year.

Supplemental Information

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Statement of Changes in Net Position by Fund

	Money Market		Bond Funds	
	Year Ended June 30		Year Ended June 30	
	2015	2014	2015	2014
Increase				
Investment income:				
Net appreciation (depreciation) in fair value of investments	\$ 410	\$ 485	\$ (845,789)	\$ 449,026
Interest income	-	-	-	-
Dividend income	-	-	813,414	555,414
Employer contributions	13,977	13,731	477,593	487,362
Participant rollover contributions	-	-	25,541	33,403
Loan repayments	21,638	4,550	197,715	173,174
Interest from participant notes receivable	-	-	-	-
Other	-	-	(2,216)	13
Total increase, net of realized and unrealized gains and losses	36,025	18,766	666,258	1,698,392
Decrease				
Benefits paid to participants	150,217	64,086	660,545	536,673
Loans to participants	2,210	3,572	197,409	169,585
Loan defaults	-	-	-	-
Participants' note and administrative fees	327	972	24,358	21,360
Total decrease	152,754	68,630	882,312	727,618
Net (Decrease) Increase Prior to Interfund Transfers	(116,729)	(49,864)	(216,054)	970,774
Interfund Transfers	227,735	(250,764)	1,316,824	(852,733)
Net Increase (Decrease)	111,006	(300,628)	1,100,770	118,041
Net Position				
Beginning of year	117,793	418,421	16,556,877	16,438,836
End of year	<u>\$ 228,799</u>	<u>\$ 117,793</u>	<u>\$ 17,657,647</u>	<u>\$ 16,556,877</u>

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Statement of Changes in Net Position by Fund (Continued)

	Stock Funds		Balanced Funds	
	Year Ended June 30		Year Ended June 30	
	2015	2014	2015	2014
Increase				
Investment income:				
Net appreciation (depreciation) in fair value of investments	\$ 530,586	\$ 9,532,529	\$ (81,064)	\$ 3,198,720
Interest income	-	-	-	-
Dividend income	5,067,314	3,874,276	972,450	558,296
Employer contributions	1,689,400	1,752,951	1,652,808	1,375,608
Participant rollover contributions	246,359	100,790	643,541	197,557
Loan repayments	635,470	602,678	426,321	349,248
Interest from participant notes receivable	-	-	-	-
Other	87	5	40,575	65
	<u>8,169,216</u>	<u>15,863,229</u>	<u>3,654,631</u>	<u>5,679,494</u>
Total increase, net of realized and unrealized gains and losses				
Decrease				
Benefits paid to participants	3,269,915	2,539,594	1,658,124	996,083
Loans to participants	496,175	634,522	353,843	367,726
Loan defaults	-	-	-	-
Participants' note and administrative fees	29,869	31,744	14,930	12,891
	<u>3,795,959</u>	<u>3,205,860</u>	<u>2,026,897</u>	<u>1,376,700</u>
Total decrease				
Net (Decrease) Increase Prior to Interfund Transfers	4,373,257	12,657,369	1,627,734	4,302,794
Interfund Transfers	<u>(28,034)</u>	<u>(3,657,845)</u>	<u>(908,907)</u>	<u>4,798,682</u>
Net Increase (Decrease)	4,345,223	8,999,524	718,827	9,101,476
Net Position				
Beginning of year	<u>60,617,315</u>	<u>51,617,791</u>	<u>29,495,580</u>	<u>20,394,104</u>
End of year	<u>\$ 64,962,538</u>	<u>\$ 60,617,315</u>	<u>\$ 30,214,407</u>	<u>\$ 29,495,580</u>

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Statement of Changes in Net Position by Fund (Continued)

	Growth Funds		International Funds	
	Year Ended June 30		Year Ended June 30	
	2015	2014	2015	2014
Increase				
Investment income:				
Net appreciation (depreciation) in fair value of investments	\$ 115,442	\$ 1,053,965	\$ (279,065)	\$ 3,063,853
Interest income	-	-	-	-
Dividend income	-	-	432,105	397,037
Employer contributions	568,790	588,556	514,289	535,453
Participant rollover contributions	71,130	9,045	44,996	31,217
Loan repayments	235,807	138,956	201,380	168,865
Interest from participant notes receivable	-	-	-	-
Other	-	-	50	22
Total increase, net of realized and unrealized gains and losses	991,169	1,790,522	913,755	4,196,447
Decrease				
Benefits paid to participants	160,116	266,068	605,388	712,842
Loans to participants	280,581	355,677	205,341	154,955
Loan defaults	-	-	-	-
Participants' note and administrative fees	3,972	4,010	15,306	14,078
Total decrease	444,669	625,755	826,035	881,875
Net (Decrease) Increase Prior to Interfund Transfers	546,500	1,164,767	87,720	3,314,572
Interfund Transfers	(422,184)	(756,292)	(920,041)	(1,080,852)
Net Increase (Decrease)	124,316	408,475	(832,321)	2,233,720
Net Position				
Beginning of year	6,144,760	5,736,285	17,510,461	15,276,741
End of year	<u>\$ 6,269,076</u>	<u>\$ 6,144,760</u>	<u>\$ 16,678,140</u>	<u>\$ 17,510,461</u>

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Statement of Changes in Net Position by Fund (Continued)

	Total Mutual Funds	
	Year Ended June 30	
	2015	2014
Increase		
Investment income:		
Net (depreciation) appreciation in fair value of investments	\$ (559,480)	\$ 17,298,578
Interest income	-	-
Dividend income	7,285,283	5,385,023
Employer contributions	4,916,857	4,753,661
Participant rollover contributions	1,031,567	372,012
Loan repayments	1,718,331	1,437,471
Interest from participant notes receivable	-	-
Other	38,496	105
	<u>14,431,054</u>	<u>29,246,850</u>
Total increase, net of realized and unrealized gains and losses	14,431,054	29,246,850
Decrease		
Benefits paid to participants	6,504,305	5,115,346
Loans to participants	1,535,559	1,686,037
Loan defaults	-	-
Participants' note and administrative fees	88,762	85,055
	<u>8,128,626</u>	<u>6,886,438</u>
Total decrease	8,128,626	6,886,438
Net (Decrease) Increase Prior to Interfund Transfers	6,302,428	22,360,412
Interfund Transfers	<u>(734,607)</u>	<u>(1,799,804)</u>
Net Increase (Decrease)	5,567,821	20,560,608
Net Position		
Beginning of year	<u>130,442,786</u>	<u>109,882,178</u>
End of year	<u>\$ 136,010,607</u>	<u>\$ 130,442,786</u>

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Statement of Changes in Net Position by Fund (Continued)

	Stable Value Fund		Brokerage Account	
	Year Ended June 30		Year Ended June 30	
	2015	2014	2015	2014
Increase				
Investment income:				
Net appreciation in fair value of investments	\$ 580,681	\$ 609,278	\$ -	\$ -
Interest income	-	-	10,536	160,691
Dividend income	-	-	-	-
Employer contributions	631,503	714,164	-	-
Participant rollover contributions	313,914	681,866	-	-
Loan repayments	177,673	233,842	-	-
Interest from participant notes receivable	-	-	-	-
Other	113,632	114,887	-	-
	<u>1,817,403</u>	<u>2,354,037</u>	<u>10,536</u>	<u>160,691</u>
Total increase, net of realized and unrealized gains and losses	1,817,403	2,354,037	10,536	160,691
Decrease				
Benefits paid to participants	3,947,408	2,529,770	-	-
Loans to participants	136,331	122,602	-	-
Loan defaults	-	-	-	-
Participants' note and administrative fees	11,373	11,100	-	-
	<u>4,095,112</u>	<u>2,663,472</u>	<u>-</u>	<u>-</u>
Total decrease	4,095,112	2,663,472	-	-
Net (Decrease) Increase Prior to Interfund Transfers	(2,277,709)	(309,435)	10,536	160,691
Interfund Transfers	<u>515,454</u>	<u>1,673,053</u>	<u>219,153</u>	<u>126,751</u>
Net Increase (Decrease)	(1,762,255)	1,363,618	229,689	287,442
Net Position				
Beginning of year	<u>33,607,203</u>	<u>32,243,585</u>	<u>1,147,041</u>	<u>859,599</u>
End of year	<u>\$ 31,844,948</u>	<u>\$ 33,607,203</u>	<u>\$ 1,376,730</u>	<u>\$ 1,147,041</u>

Lansing Board of Water and Light Employees' Defined Contribution Pension Plan

Statement of Changes in Net Position by Fund (Continued)

	Participant Notes Receivable		Total	
	Year Ended June 30		Year Ended June 30	
	2015	2014	2015	2014
Increase				
Investment income:				
Net appreciation				
in fair value of investments	\$ -	\$ -	\$ 21,201	\$ 17,907,856
Interest income	-	-	10,536	160,691
Dividend income	-	-	7,285,283	5,385,023
Employer contributions	-	-	5,548,360	5,467,825
Participant rollover contributions	-	-	1,345,481	1,053,878
Loan repayments	(1,896,004)	(1,671,313)	-	-
Interest from participant notes receivable	155,010	155,997	155,010	155,997
Other	-	-	152,128	114,992
Total increase, net of realized and unrealized gains and losses	(1,740,994)	(1,515,316)	14,517,999	30,246,262
Decrease				
Benefits paid to participants	-	-	10,451,713	7,645,116
Loans to participants	(1,671,890)	(1,808,639)	-	-
Loan defaults	125,254	119,694	125,254	119,694
Participants' note and administrative fees	-	-	100,135	96,155
Total decrease	(1,546,636)	(1,688,945)	10,677,102	7,860,965
Net (Decrease) Increase Prior to Interfund Transfers	(194,358)	173,629	3,840,897	22,385,297
Interfund Transfers	-	-	-	-
Net Increase (Decrease)	(194,358)	173,629	3,840,897	22,385,297
Net Position				
Beginning of year	4,082,709	3,909,080	169,279,739	146,894,442
End of year	<u>\$ 3,888,351</u>	<u>\$ 4,082,709</u>	<u>\$ 173,120,636</u>	<u>\$ 169,279,739</u>