

**CITY OF ADRIAN, MICHIGAN
REQUIRED SUPPLEMENTAL INFORMATION
JUNE 30, 2010**

CITY'S DEFINED BENEFIT PENSION PLAN (MERS)

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets [a]	Actuarial Accrued Liability (AAL) Entry Age [b]	Unfunded AAL (UAAL) [b-a]	Funded Ratio [a/b]	Covered Payroll [c]	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2000	\$ 32,184,883	\$ 31,275,689	\$ (909,194)	102.9%	\$ 6,119,081	(-14.8%)
12/31/2001	33,449,560	33,579,131	129,571	99.6%	6,201,978	2.09%
12/31/2002	33,080,222	34,645,351	1,565,129	95.5%	6,360,989	24.6%
12/31/2003	34,241,034	37,001,028	2,759,994	92.5%	6,847,899	40.3%
12/31/2004	35,354,281	39,798,110	4,443,829	88.8%	7,219,754	61.5%
12/31/2005	36,311,897	41,147,699	4,835,802	88.2%	7,282,519	66.4%
12/31/2006	38,692,642	44,565,293	5,872,651	86.8%	7,351,140	79.8%
12/31/2007	40,488,407	47,693,898	7,205,491	84.9%	7,459,599	96.5%
12/31/2008	40,923,232	49,360,030	8,436,798	82.9%	7,674,429	109.9%
12/31/2009	40,872,633	49,739,738	8,867,105	82.1%	7,490,851	118.3%

See notes to the financial statements.