

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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JOSEPH E. CONNARTON, *Executive Director*

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## MEMORANDUM

TO: Attleboro Retirement Board  
FROM: Joseph E. Connarton, Executive Director  
RE: Appropriation for Fiscal Year 2014  
DATE: October 30, 2012

Required Fiscal Year 2014 Appropriation: **\$5,536,246**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2014 which commences July 1, 2013.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2014 appropriation to be paid by each of the governmental units within your system. The allocation by governmental unit was developed by Stone Consulting as part of their January 1, 2012 actuarial valuation.

If your System has a valuation currently in progress, you may submit a revised funding schedule to PERAC upon its completion. The current schedule is/was due to be updated by Fiscal Year 2016.

If you have any questions, please contact PERAC's Actuary, Jim Lamenzo, at (617) 666-4446 Extension 921.

JEC/jrl  
Attachments

cc: Office of the Mayor  
City Council  
c/o City Clerk



**Attleboro Retirement Board**

Projected Appropriations

Fiscal Year 2014 - July 1, 2013 to June 30, 2014

Aggregate amount of appropriation: **\$5,536,246**

<b>Fiscal Year</b>	<b>Estimated Cost of Benefits</b>	<b>Funding Schedule (Excluding ERI)</b>	<b>ERI</b>	<b>Total Appropriation</b>	<b>Pension Fund Allocation</b>	<b>Pension Reserve Fund Allocation</b>	<b>Transfer From PRF to PF</b>
<b>FY 2014</b>	\$8,128,290	\$5,218,229	\$318,017	\$5,536,246	\$5,536,246	\$0	\$2,592,044
<b>FY 2015</b>	\$8,551,260	\$5,466,112	\$331,532	\$5,797,644	\$5,797,644	\$0	\$2,753,616
<b>FY 2016</b>	\$8,996,197	\$5,725,866	\$345,623	\$6,071,489	\$6,071,489	\$0	\$2,924,708
<b>FY 2017</b>	\$9,464,242	\$5,998,068	\$360,312	\$6,358,380	\$6,358,380	\$0	\$3,105,862
<b>FY 2018</b>	\$9,956,595	\$6,283,319	\$375,625	\$6,658,944	\$6,658,944	\$0	\$3,297,651

The Total Appropriation column shown above is in accordance with your current funding schedule and the scheduled payment date(s) in that schedule. Whenever payments are made after the scheduled date(s), the total appropriation should be revised to reflect interest at the rate assumed in the most recent actuarial valuation. Payments should be made before the end of the fiscal year.

For illustration, we have shown the amount to be transferred from the Pension Reserve Fund to the Pension Fund to meet the estimated Cost of Benefits for each year. If there are sufficient assets in the Pension Fund to meet the Cost of Benefits, this transfer is optional.

Actuarial Results Breakdown by Governmental Unit and Department		Total	Redevelopment			Mayor's	
			City (Cty)	Housing (AHA)	(ARA)	City Council	Office
(1)	Participants						
	Active	618	604	14	0	9	5
	Inactives	154	152	0	2	8	0
	Retirees	349	344	4	1	2	7
	Disabled Retirees	41	41	0	0	0	0
	Total						
(2)	Payroll of Active Participants	\$ 27,568,303	\$26,910,206	\$658,097	\$0	\$130,830	\$301,959
(3)	Normal Cost						
(a)	Total Normal Cost	\$3,493,072	\$3,424,233	\$68,839	\$0	\$15,955	\$33,302
(b)	Expected Employee Contributions	\$2,482,911	\$2,426,628	\$56,283	\$0	\$10,619	\$26,968
(c)	Administrative Expense	\$200,500	\$196,549	\$3,951	\$0	\$914	\$1,912
(d)	Net Employer Normal Cost	\$1,210,661	\$1,194,154	\$16,507	\$0	\$6,250	\$8,246
(e)	Interest on Net Normal Cost	\$27,408	\$27,034	\$374	\$0	\$141	\$187
(f)	Net Employer Normal Cost w Interest	\$1,238,069	\$1,221,188	\$16,881	\$0	\$6,391	\$8,433
(4)	Actuarial Accrued Liability	\$151,925,623	\$149,450,465	\$2,199,509	\$275,649	\$503,478	\$1,627,455
(5)	Assets	\$98,889,310	\$97,278,215	\$1,431,674	\$179,422	\$327,717	\$1,059,320
(6)	Unfunded Actuarial Accrued Liability (UAL)	\$53,036,313	\$52,172,251	\$767,835	\$96,227	\$175,761	\$568,135
(7)	UAL projected to July 1, 2013	\$55,641,852	\$54,735,340	\$805,557	\$100,955	\$184,396	\$596,046
(8)	2003 ERI Amortization	\$305,053	\$305,053	\$0	\$0	\$1,028	\$3,322
(9)	Unfunded Amortization excluding ERI	\$3,743,604	\$3,682,614	\$54,198	\$6,792	\$12,406	\$40,102
(10)	Fiscal 2013 Cost (3f) + (8) +(9)	\$5,286,726	\$5,208,855	\$71,079	\$6,792	\$19,825	\$51,857
(11)	Percentage of Total	100%	98.53%	1.34%	0.13%	0.37%	0.98%
(12)	Fiscal 2014 Cost	\$5,536,246	\$5,454,699	\$74,434	\$7,113	\$20,761	\$54,305
(13)	Percentage of Total	100%	98.53%	1.34%	0.13%	0.38%	0.98%