

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

DOMENIC J. F. RUSSO, *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | ALAN MACDONALD | JAMES M. MACHADO | DONALD R. MARQUIS | ROBERT B. McCARTHY | GREGORY R. MENNIS

MEMORANDUM

TO: Essex Regional Retirement Board
FROM: Joseph E. Connarton, Executive Director
RE: Appropriation for Fiscal Year 2014
DATE: November 29, 2012

Required Fiscal Year 2014 Appropriation: **\$24,592,599**

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 final column reflects the appropriation if the entire payment is made on July 1, 2013.

The current schedule is/was due to be updated by Fiscal Year 2015.

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

JEC/jrl
Attachments



Essex Regional Retirement Board

Projected Appropriations

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

Aggregate amount of appropriation: **\$24,592,599**

Fiscal Year	Estimated Cost of Benefits	Funding Schedule (Excluding ERI)	ERI	Total Appropriation	Pension Fund Allocation	Pension Reserve Fund Allocation	Transfer From PRF to PF
FY 2014	\$30,629,654	\$24,049,104	\$543,495	\$24,592,599	\$24,592,599	\$0	\$6,037,055
FY 2015	\$32,433,378	\$26,015,899	\$544,108	\$26,560,007	\$26,560,007	\$0	\$5,873,371
FY 2016	\$34,345,429	\$28,140,059	\$544,749	\$28,684,808	\$28,684,808	\$0	\$5,660,621
FY 2017	\$36,372,315	\$30,434,173	\$545,420	\$30,979,593	\$30,979,593	\$0	\$5,392,722
FY 2018	\$38,520,931	\$32,911,840	\$546,120	\$33,457,960	\$33,457,960	\$0	\$5,062,971

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.

Essex Regional Retirement System FY14 Appropriation by Governmental Unit

Aggregate amount for appropriation for the Pension Fund:	\$24,049,104
Aggregate amount for appropriation for the Pension Reserve Fund:	\$0
Aggregate additional appropriation for the E.R.I.:	\$543,495

<u>UNIT</u>	<u>PEN.FND. APP %</u>	<u>PENSION FUND APPROP.</u>	<u>PENSION-RES. FUND APPROP.</u>	<u>ADD'L. APP. FOR E.R.I.</u>	<u>TOTAL APPROP.</u>	<u>APPROP PAID JULY 1</u>
Agricultural School	1.58%	379,976	0		379,976	372,520
Retirement Board	0.35%	84,172	0		84,172	82,520
Town of Boxford	3.65%	877,792	0		877,792	860,567
Town of Essex	1.71%	411,240	0		411,240	403,170
Town of Georgetown	5.03%	1,209,670	0	79,349	1,289,019	1,263,724
Town of Groveland	2.21%	531,485	0	6,568	538,053	527,495
Town of Hamilton	2.85%	685,400	0		685,400	671,950
Town of Ipswich	11.06%	2,659,831	0		2,659,831	2,607,637
Town of Lynnfield	7.35%	1,767,609	0	145,516	1,913,125	1,875,583
Town of Manchester	3.34%	803,240	0		803,240	787,478
Town of Merrimac	2.35%	565,154	0	45,935	611,089	599,097
Town of Middleton	4.80%	1,154,357	0		1,154,357	1,131,705
Town of Nahant	2.35%	565,154	0		565,154	554,064
Town of Newbury	1.98%	476,172	0		476,172	466,828
Town of North Andover	14.60%	3,511,169	0		3,511,169	3,442,269
Town of Rockport	5.05%	1,214,480	0	7,978	1,222,458	1,198,469
Town of Rowley	2.62%	630,087	0		630,087	617,723
Town of Salisbury	3.54%	851,338	0	102,456	953,794	935,078
Town of Topsfield	3.31%	796,025	0		796,025	780,404
Town of Wenham	1.97%	473,767	0		473,767	464,470
Town of West Newbury	1.88%	452,123	0	29,416	481,539	472,090
East Essex Vet. Dist.	0.09%	21,644	0		21,644	21,219
No. And.-Box. Vet. Dist.	0.00%	0	0		0	0
North Essex Vet. Dist.	0.00%	0	0		0	0
Byfield Water Dist.	0.10%	24,049	0		24,049	23,577
Lynnfld. Ctr. Wat. Dist.	0.27%	64,933	0		64,933	63,659
Lynnfield Water Dist.	0.19%	45,693	0		45,693	44,796
NE Mass Mosq. Cont.	0.52%	125,055	0		125,055	122,601

In accordance with your funding schedule, appropriations are due July 1 and January 1. Whenever payments are made at a date one month or more before the scheduled date or whenever payments are made one month or more after the scheduled date, PERAC's actuary should be contacted so that a revised amount can be calculated. Payments will be adjusted with interest at the rate assumed in the actuarial valuation used as the basis for your schedule. In no case may payments be made at a date beyond this fiscal year.

Essex Regional Retirement System FY14 Appropriation by Governmental Unit

Aggregate amount for appropriation for the Pension Fund:	\$24,049,104
Aggregate amount for appropriation for the Pension Reserve Fund:	\$0
Aggregate additional appropriation for the E.R.I.:	\$543,495

<u>UNIT</u>	<u>PEN.FND. APP %</u>	<u>PENSION FUND APPROP.</u>	<u>PENSION RES. FUND APPROP.</u>	<u>ADD'L. APP. FOR E.R.I.</u>	<u>TOTAL APPROP.</u>	<u>APPROP PAID JULY 1</u>
Ham.-Wen.Reg.School	3.02%	726,283	0		726,283	712,031
Man-Essex Reg. School	1.81%	435,289	0		435,289	426,747
Masconomet Reg.School	1.84%	442,504	0		442,504	433,821
Pentucket Reg.School	3.41%	820,074	0	37,680	857,754	840,922
Triton Reg.School	3.44%	827,289	0	30,710	857,999	841,162
Essex Housing Authority	0.00%	0	0	4,084	4,084	4,004
Georgetown Hous.Auth.	0.16%	38,479	0		38,479	37,724
Grovelaud Hous. Auth.	0.06%	14,429	0		14,429	14,146
Hamilton Hous.Auth.	0.04%	9,620	0		9,620	9,431
Ipswich Housing Auth.	0.35%	84,172	0	27,045	111,217	109,035
Lynnfield Hous.Auth.	0.07%	16,834	0		16,834	16,504
Manchester Hous. Auth.	0.08%	19,239	0		19,239	18,861
Merrimac Hous.Auth.	0.00%	0	0		0	0
Middleton Hous.Auth.	0.08%	19,239	0		19,239	18,861
Nahant Housing Auth.	0.03%	7,215	0	7,071	14,286	14,006
No.Andover Hous.Auth.	0.43%	103,411	0	13,573	116,984	114,688
Rockport Hous.Auth.	0.17%	40,884	0		40,884	40,082
Rowley Hous. Auth.	0.04%	9,620	0		9,620	9,431
Salisbury Hous. Auth.	0.09%	21,644	0		21,644	21,219
Topsfield Hous.Auth.	0.05%	12,025	0		12,025	11,789
Wenham Housing Auth.	0.08%	19,239	0	6,114	25,353	24,855
W. Newbury Hous. Auth.	0.00%	0	0		0	0
TOTAL	100.00%	\$24,049,104	\$0	\$543,495	\$24,592,599	\$24,110,012

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