

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

DOMENIC J. F. RUSSO, *Chairman* | A. JOSEPH DeNUCCI, *Vice Chairman*

JOSEPH E. CONNARTON, *Executive Director*

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## MEMORANDUM

TO: Lowell Retirement Board  
FROM: Joseph E. Connarton, Executive Director  
RE: Appropriation for Fiscal Year 2012  
DATE: November 1, 2010

Required Fiscal Year 2012 Appropriation: **\$17,191,279**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2012 which commences July 1, 2011.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2012 appropriation to be paid by each of the governmental units within your system.

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 2014.

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

JEC/jrl  
Attachments

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



**Lowell Retirement Board**

Projected Appropriations

Fiscal Year 2012 - July 1, 2011 to June 30, 2012

Aggregate amount of appropriation: **\$17,191,279**

<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 2012</b>	\$24,697,259	\$16,544,310	\$646,969	\$17,191,279	\$17,191,279	\$0	\$7,505,980
<b>FY 2013</b>	\$25,449,314	\$17,145,477	\$646,969	\$17,792,446	\$17,792,446	\$0	\$7,656,868
<b>FY 2014</b>	\$26,224,035	\$17,767,529	\$646,969	\$18,414,498	\$18,414,498	\$0	\$7,809,537
<b>FY 2015</b>	\$27,022,106	\$18,411,138	\$646,969	\$19,058,107	\$19,058,107	\$0	\$7,963,999
<b>FY 2016</b>	\$27,844,231	\$19,077,001	\$646,969	\$19,723,970	\$19,723,970	\$0	\$8,120,261

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.

**Lowell Retirement Board**  
 Appropriation by Governmental Unit

Fiscal Year 2012 - July 1, 2011 to June 30, 2012

Aggregate amount of appropriation: **\$17,191,279**

UNIT	Percent of Aggregate Amount	Funding Schedule (excluding ERI)	ERI	Total Appropriation
City of Lowell	66.77%	\$11,046,636	\$497,622	\$11,544,258
Lowell Housing Authority	7.85%	\$1,298,728	\$135,353	\$1,434,081
Lowell Regional Transit Authority	0.47%	\$77,758	\$13,994	\$91,752
Lowell School Department	24.91%	\$4,121,188	\$0	\$4,121,188
<b>UNIT TOTAL</b>	<b>100%</b>	<b>\$16,544,310</b>	<b>\$646,969</b>	<b>\$17,191,279</b>

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.