

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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JOHN W. PARSONS, ESQ., *Executive Director*

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MEMORANDUM

TO: Belmont Retirement Board
FROM: John W. Parsons, Esq., Executive Director
RE: Appropriation for Fiscal Year 2023
DATE: November 9, 2021

Required Fiscal Year 2023 Appropriation: **\$11,765,178**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2023 which commences July 1, 2022.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2023 appropriation to be paid by each of the governmental units within your system. The allocation by governmental unit was determined by Segal as part of their January 1, 2020 actuarial valuation.

The current schedule is due to be updated by Fiscal Year 2023.

If you have any questions, please contact PERAC's Actuary, John Boorack, at (617) 666-4446 Extension 935.

JWP/jfb
Attachments

cc: Board of Selectmen
Town Meeting
c/o Town Clerk

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Belmont Retirement Board

Projected Appropriations

Fiscal Year 2023 - July 1, 2022 to June 30, 2023

Aggregate amount of appropriation: **\$11,765,178**

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 2023	\$10,271,051	\$11,666,293	\$98,885	\$11,765,178	\$10,271,051	\$1,494,127	\$0
FY 2024	\$10,526,285	\$12,185,394	\$103,334	\$12,288,728	\$10,526,285	\$1,762,443	\$0
FY 2025	\$10,787,817	\$12,727,594	\$107,983	\$12,835,577	\$10,787,817	\$2,047,760	\$0
FY 2026	\$11,055,802	\$13,406,760	\$0	\$13,406,760	\$11,055,802	\$2,350,958	\$0
FY 2027	\$11,330,399	\$14,003,360	\$0	\$14,003,360	\$11,330,399	\$2,672,961	\$0

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.

Section 3: Supplemental Information

Exhibit D: Department Results

	Town of Belmont	Housing Authority	Light Department	Water	School	Police and Fire	Total
Active members:							
• Number	129	7	32	9	205	116	498
• Average age	48.4	44.2	46.5	52.7	46.8	43.6	46.5
• Average service	12.1	8.8	12.4	18.5	7.3	14.4	10.7
• Total payroll	8,961,947	399,211	3,181,228	660,756	7,082,846	9,373,301	29,659,289
• Average annual payroll	\$69,472	\$57,030	\$99,413	\$73,417	\$34,550	\$80,804	\$59,557
Pensioners and beneficiaries:							
• Number	105	5	27	15	77	122	351
• Average benefit	\$30,291	\$34,128	\$37,452	\$35,681	\$17,342	\$43,621	\$32,919
Inactive members:							
• Number	43	1	4	1	215	6	270
Appropriations by department:							
• Total FY 2021 appropriation	\$3,482,321	\$128,362	\$1,106,072	\$216,950	\$2,260,027	\$3,590,311	\$10,784,043
• FY 2022 payroll allocation of appropriation excluding ERI payments	3,374,954	150,338	1,198,009	248,832	2,667,309	3,529,864	11,169,306
• FY 2022 ERI payments	<u>89,931</u>	<u>4,696</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>94,627</u>
• Total FY 2022 appropriation	\$3,464,885	\$155,034	\$1,198,009	\$248,832	\$2,667,309	\$3,529,864	\$11,263,933
• FY 2023 payroll allocation of appropriation excluding ERI payments	3,525,125	157,027	1,251,316	259,904	2,785,993	3,686,928	11,666,293
• FY 2023 ERI payments	<u>93,978</u>	<u>4,907</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>98,885</u>
• Total FY 2023 appropriation	\$3,619,103	\$161,934	\$1,251,316	\$259,904	\$2,785,993	\$3,686,928	\$11,765,178

Note

Fiscal 2021 appropriations are set equal to the budgeted amounts determined under the prior valuation.