

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

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

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MEMORANDUM

TO: North Attleboro Retirement Board
FROM: John W. Parsons, Esq., Executive Director
RE: Appropriation for Fiscal Year 2021
DATE: December 5, 2019

Required Fiscal Year 2021 Appropriation: **\$4,170,510**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2021 which commences July 1, 2020.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2021 appropriation to be paid by each of the governmental units within your system. The allocation by governmental unit was determined by Sherman Actuarial Services as part of their January 1, 2019 actuarial valuation.

The current schedule is due to be updated by Fiscal Year 2022.

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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North Attleboro Retirement Board

Projected Appropriations

Fiscal Year 2021 - July 1, 2020 to June 30, 2021

Aggregate amount of appropriation: **\$4,170,510**

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 2021	\$6,152,111	\$4,170,510	\$0	\$4,170,510	\$4,170,510	\$0	\$1,981,601
FY 2022	\$6,446,385	\$4,397,313	\$0	\$4,397,313	\$4,397,313	\$0	\$2,049,072
FY 2023	\$6,755,278	\$4,637,330	\$0	\$4,637,330	\$4,637,330	\$0	\$2,117,948
FY 2024	\$7,079,516	\$4,891,371	\$0	\$4,891,371	\$4,891,371	\$0	\$2,188,145
FY 2025	\$7,419,862	\$5,160,301	\$0	\$5,160,301	\$5,160,301	\$0	\$2,259,561

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.

Breakouts

	<u>Total</u>	<u>Town</u>	<u>Housing</u>	<u>Electric</u>	<u>School</u>	<u>Landfill</u>	<u>Water</u>	<u>Sewer</u>
(1) Payroll of Active Participants	\$25,158,932	\$6,576,013	\$343,490	\$2,947,863	\$13,229,342	\$253,676	\$795,323	\$1,013,225
Percentage of Total Payroll	100.00%	26.14%	1.37%	11.72%	52.58%	1.01%	3.16%	4.02%
(2) Total Employer Contributions								
(a) Amortizations*	2,824,539	738,334	38,696	331,036	1,485,143	28,528	89,255	113,546
(b) Employer Normal Cost*	712,549	186,260	9,762	83,511	374,658	7,197	22,517	28,644
(c) Administrative Expenses*	<u>279,015</u>	<u>72,935</u>	<u>3,823</u>	<u>32,701</u>	<u>146,706</u>	<u>2,818</u>	<u>8,817</u>	<u>11,215</u>
(d) Total Appropriation	\$3,816,103	\$997,529	\$52,281	\$447,248	\$2,006,507	\$38,543	\$120,589	\$153,405
(3) Fiscal 2021 Appropriation	\$4,170,510	\$1,090,171	\$57,136	\$488,784	\$2,192,854	\$42,122	\$131,788	\$167,655
Percent of Total Appropriation	100.00%	26.14%	1.37%	11.72%	52.58%	1.01%	3.16%	4.02%
(4) Fiscal 2022 Appropriation	\$4,397,313	\$1,149,457	\$60,243	\$515,365	\$2,312,107	\$44,413	\$138,955	\$176,772
Percent of Total Appropriation	100.00%	26.14%	1.37%	11.72%	52.58%	1.01%	3.16%	4.02%

*Allocated based on the ratio of the division payroll to the total payroll.