

MEMORANDUM

TO: Essex Regional Retirement Board
FROM: *Joseph E. Connarton*
Joseph E. Connarton, Executive Director
RE: Appropriation for Fiscal Year 2015
DATE: November 13, 2013

Required Fiscal Year 2015 Appropriation: **\$26,560,007**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2015 which commences July 1, 2014.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2015 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, 2014.

The current schedule is/was due to be updated by Fiscal Year 2017.

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

JEC/jrl
Attachments

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Essex Regional Retirement Board

Projected Appropriations

Fiscal Year 2015 - July 1, 2014 to June 30, 2015

Aggregate amount of appropriation: **\$26,560,007**

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 2015	\$30,586,623	\$26,015,899	\$544,108	\$26,560,007	\$26,560,007	\$0	\$4,026,616
FY 2016	\$32,307,778	\$27,874,458	\$544,749	\$28,419,207	\$28,419,207	\$0	\$3,888,571
FY 2017	\$34,123,478	\$29,863,132	\$545,420	\$30,408,552	\$30,408,552	\$0	\$3,714,926
FY 2018	\$36,038,917	\$31,991,031	\$546,120	\$32,537,151	\$32,537,151	\$0	\$3,501,766
FY 2019	\$38,059,574	\$34,267,899	\$546,852	\$34,814,751	\$34,814,751	\$0	\$3,244,823

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 FY15 Appropriation by Governmental Unit

Aggregate amount for appropriation for the Pension Fund:	\$26,015,899
Aggregate amount for appropriation for the Pension Reserve Fund:	\$0
Aggregate additional appropriation for the E.R.I.:	\$544,108

<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	1.44%	374,629	0		374,629	367,490
Retirement Board	0.36%	93,657	0		93,657	91,872
Town of Boxford	3.67%	954,783	0		954,783	936,588
Town of Essex	1.68%	437,067	0		437,067	428,738
Town of Georgetown	4.91%	1,277,381	0	79,349	1,356,730	1,330,876
Town of Groveland	2.32%	603,569	0	6,863	610,432	598,799
Town of Hamilton	2.76%	718,039	0		718,039	704,356
Town of Ipswich	10.87%	2,827,928	0		2,827,928	2,774,038
Town of Lynnfield	7.74%	2,013,631	0	145,516	2,159,147	2,118,002
Town of Manchester	3.22%	837,712	0		837,712	821,748
Town of Merrimac	2.35%	611,374	0	45,935	657,309	644,783
Town of Middleton	4.93%	1,282,584	0		1,282,584	1,258,143
Town of Nahant	2.39%	621,780	0		621,780	609,931
Town of Newbury	1.92%	499,505	0		499,505	489,986
Town of North Andover	14.73%	3,832,142	0		3,832,142	3,759,115
Town of Rockport	5.26%	1,368,436	0	7,978	1,376,414	1,350,185
Town of Rowley	2.69%	699,828	0		699,828	686,492
Town of Salisbury	3.55%	923,564	0	102,456	1,026,020	1,006,468
Town of Topsfield	3.40%	884,541	0		884,541	867,685
Town of Wenham	2.00%	520,318	0		520,318	510,403
Town of West Newbury	1.88%	489,099	0	29,416	518,515	508,634
East.Essex Vet.Dist.	0.10%	26,016	0		26,016	25,520
No.And.-Box.Vet.Dist.	0.00%	0	0		0	0
North Essex Vet.Dist.	0.00%	0	0		0	0
Byfield Water Dist.	0.11%	28,617	0		28,617	28,072
Lynnfld.Ctr.Wat.Dist.	0.32%	83,251	0		83,251	81,665
Lynnfield Water Dist.	0.20%	52,032	0		52,032	51,040
NE Mass Mosq.Cont.	0.53%	137,884	0		137,884	135,256

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 FY15 Appropriation by Governmental Unit

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 Aggregate amount for appropriation for the Pension Reserve Fund: \$0
 Aggregate additional appropriation for the E.R.I.: \$544,108

<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	2.76%	718,039	0		718,039	704,356
Man-Essex Reg. School	1.79%	465,685	0		465,685	456,811
Masconomet Reg.School	1.84%	478,692	0		478,692	469,570
Pentucket Reg.School	3.43%	892,345	0	37,680	930,025	912,302
Triton Reg.School	3.08%	801,290	0	30,710	832,000	816,145
Essex Housing Authority	0.00%	0	0	4,084	4,084	4,006
Georgetown Hous.Auth.	0.15%	39,024	0		39,024	38,280
Groveland Hous. Auth.	0.10%	26,016	0		26,016	25,520
Hamilton Hous.Auth.	0.04%	10,406	0		10,406	10,208
Ipswich Housing Auth.	0.34%	88,454	0	27,045	115,499	113,298
Lynnfield Hous.Auth.	0.07%	18,211	0		18,211	17,864
Manchester Hous. Auth.	0.08%	20,813	0		20,813	20,416
Merrimac Hous.Auth.	0.00%	0	0		0	0
Middleton Hous.Auth.	0.08%	20,813	0		20,813	20,416
Nahant Housing Auth.	0.03%	7,805	0	7,389	15,194	14,904
No.Andover Hous.Auth.	0.45%	117,071	0	13,573	130,644	128,154
Rockport Hous.Auth.	0.16%	41,625	0		41,625	40,832
Rowley Hous. Auth.	0.04%	10,406	0		10,406	10,208
Salisbury Hous. Auth.	0.10%	26,016	0		26,016	25,520
Topsfield Hous.Auth.	0.05%	13,008	0		13,008	12,760
Wenham Housing Auth.	0.07%	18,211	0	6,114	24,325	23,861
W. Newbury Hous. Auth.	0.01%	2,602	0		2,602	2,552
TOTAL	100.00%	\$26,015,899	\$0	\$544,108	\$26,560,007	\$26,053,868

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