

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor: SUZANNE M. BUMP | JOHN B. LANGAN | JAMES M. MACHADO | ROBERT B. MCCARTHY

MEMORANDUM

TO: Essex Regional Retirement Board
FROM: Joseph E. Connarton, Executive Director
RE: Appropriation for Fiscal Year 2016
DATE: December 1, 2014

Required Fiscal Year 2016 Appropriation: **\$28,419,207**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2016 which commences July 1, 2015.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2016 appropriation to be paid by each of the governmental units within your system.

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



Essex Regional Retirement Board

Projected Appropriations

Fiscal Year 2016 - July 1, 2015 to June 30, 2016

Aggregate amount of appropriation: **\$28,419,207**

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 2016	\$33,233,157	\$27,874,458	\$544,749	\$28,419,207	\$28,419,207	\$0	\$4,813,950
FY 2017	\$34,856,621	\$29,863,132	\$545,420	\$30,408,552	\$30,408,552	\$0	\$4,448,069
FY 2018	\$36,561,232	\$31,991,031	\$546,120	\$32,537,151	\$32,537,151	\$0	\$4,024,081
FY 2019	\$38,351,047	\$34,267,899	\$546,852	\$34,814,751	\$34,814,751	\$0	\$3,536,296
FY 2020	\$40,230,325	\$37,040,938	\$210,846	\$37,251,784	\$37,251,784	\$0	\$2,978,541

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 FY16 Appropriation by Governmental Unit

Aggregate amount for appropriation for the Pension Fund:	\$27,874,458
Aggregate amount for appropriation for the Pension Reserve Fund:	\$0
Aggregate additional appropriation for the E.R.I.:	\$544,749

<u>UNIT</u>	<u>PEN.FND.</u> <u>APP %</u>	<u>PENSION FUND</u> <u>APPROP.</u>	<u>PENSION RES.</u> <u>FUND APPROP.</u>	<u>ADD'L. APP.</u> <u>FOR E.R.I.</u>	<u>TOTAL</u> <u>APPROP.</u>	<u>APPROP</u> <u>PAID JULY 1</u>
Agricultural School	0.00%	0	0		0	0
Retirement Board	0.38%	105,923	0		105,923	103,904
Town of Boxford	3.68%	1,025,780	0		1,025,780	1,006,232
Town of Essex	1.70%	473,866	0		473,866	464,836
Town of Georgetown	4.94%	1,376,998	0	79,349	1,456,347	1,428,594
Town of Groveland	2.27%	632,750	0	7,172	639,922	627,727
Town of Hamilton	2.64%	735,886	0		735,886	721,863
Town of Ipswich	10.86%	3,027,166	0		3,027,166	2,969,479
Town of Lynnfield	7.92%	2,207,657	0	145,516	2,353,173	2,308,330
Town of Manchester	3.45%	961,669	0		961,669	943,343
Town of Merrimac	2.41%	671,774	0	45,935	717,709	704,032
Town of Middleton	4.95%	1,379,786	0		1,379,786	1,353,492
Town of Nahant	2.42%	674,562	0		674,562	661,707
Town of Newbury	1.98%	551,914	0		551,914	541,397
Town of North Andover	14.89%	4,150,507	0		4,150,507	4,071,413
Town of Rockport	5.33%	1,485,709	0	7,978	1,493,687	1,465,223
Town of Rowley	2.78%	774,910	0		774,910	760,143
Town of Salisbury	3.49%	972,819	0	102,456	1,075,275	1,054,784
Town of Topsfield	3.46%	964,456	0		964,456	946,077
Town of Wenham	2.06%	574,214	0		574,214	563,272
Town of West Newbury	1.84%	512,890	0	29,416	542,306	531,972
East Essex Vet.Dist.	0.07%	19,512	0		19,512	19,140
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%	30,662	0		30,662	30,078
Lynnfld.Ctr.Wat.Dist.	0.34%	94,773	0		94,773	92,967
Lynnfield Water Dist.	0.22%	61,324	0		61,324	60,155
NE Mass Mosq.Cont.	0.55%	153,309	0		153,309	150,387

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 FY16 Appropriation by Governmental Unit

Aggregate amount for appropriation for the Pension Fund:	\$27,874,458
Aggregate amount for appropriation for the Pension Reserve Fund:	\$0
Aggregate additional appropriation for the E.R.I.:	\$544,749

UNIT	PEN.FND. APP %	PENSION FUND APPROP.	PENSION RES. FUND APPROP.	ADD'L. APP. FOR E.R.I.	TOTAL APPROP.	APPROP PAID JULY 1
Ham.-Wen.Reg.School	2.85%	794,422	0		794,422	779,283
Man-Essex Reg. School	1.81%	504,528	0		504,528	494,914
Masconomet Reg.School	1.83%	510,103	0		510,103	500,382
Pentucket Reg.School	3.64%	1,014,630	0	37,680	1,052,310	1,032,257
Triton Reg.School	3.32%	925,432	0	30,710	956,142	937,921
Essex Housing Authority	0.03%	8,362	0	4,084	12,446	12,209
Georgetown Hous.Auth.	0.15%	41,812	0		41,812	41,015
Groveland Hous. Auth.	0.10%	27,874	0		27,874	27,343
Hamilton Hous.Auth.	0.04%	11,150	0		11,150	10,938
Ipswich Housing Auth.	0.34%	94,773	0	27,045	121,818	119,497
Lynnfield Hous.Auth.	0.07%	19,512	0		19,512	19,140
Manchester Hous. Auth.	0.08%	22,299	0		22,299	21,874
Merrimac Hous.Auth.	0.00%	0	0		0	0
Middleton Hous.Auth.	0.06%	16,725	0		16,725	16,406
Nahant Housing Auth.	0.04%	11,150	0	7,721	18,871	18,511
No.Andover Hous.Auth.	0.45%	125,435	0	13,573	139,008	136,359
Rockport Hous.Auth.	0.18%	50,174	0		50,174	49,218
Rowley Hous. Auth.	0.04%	11,150	0		11,150	10,938
Salisbury Hous. Auth.	0.11%	30,662	0		30,662	30,078
Topsfield Hous.Auth.	0.05%	13,937	0		13,937	13,671
Wenham Housing Auth.	0.07%	19,512	0	6,114	25,626	25,138
W. Newbury Hous. Auth.	0.00%	0	0		0	0
TOTAL	100.00%	\$27,874,458	\$0	\$544,749	\$28,419,207	\$27,877,639

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.