

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | KATHLEEN M. FALLON | KATE FITZPATRICK | JAMES M. MACHADO | ROBERT B. MCCARTHY | JENNIFER F. SULLIVAN

## MEMORANDUM

TO: Essex Regional Retirement Board  
 FROM: *Joseph E. Connarton*  
 Joseph E. Connarton, Executive Director  
 RE: Appropriation for Fiscal Year 2018  
 DATE: December 7, 2016

Required Fiscal Year 2018 Appropriation: **\$32,661,826**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2018 which commences July 1, 2017.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2018 appropriation to be paid by each of the governmental units within your system.

The amount above assumes appropriations will be made in equal installments on July 1 and January 1. Some units make the appropriation in full on July 1. The allocation shows the figures for each unit on both bases.

The above figure does not include a separate appropriation from the Essex Technical High School, as the successor agency of the Essex Agricultural and Technical School and now a member of the Salem Retirement System.

The current schedule is/was due to be updated by Fiscal Year 2019.

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 2018 - July 1, 2017 to June 30, 2018

Aggregate amount of appropriation: **\$32,661,826**

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
<b>FY 2018</b>	\$33,221,525	\$32,116,680	\$545,146	\$32,661,826	\$32,661,826	0	\$559,699
<b>FY 2019</b>	\$33,876,081	\$34,536,197	\$545,870	\$35,082,067	\$33,876,081	\$1,205,986	\$0
<b>FY 2020</b>	\$34,543,729	\$37,471,417	\$210,231	\$37,681,648	\$34,543,729	\$3,137,919	\$0
<b>FY 2021</b>	\$35,224,729	\$40,455,497	\$18,361	\$40,473,858	\$35,224,729	\$5,249,129	\$0
<b>FY 2022</b>	\$35,919,350	\$43,453,784	\$19,187	\$43,472,971	\$35,919,350	\$7,553,621	\$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.



# Essex Regional Retirement System FY17 Appropriation by Governmental Unit

Aggregate amount for appropriation for the Pension Fund: \$32,116,680  
 Aggregate amount for appropriation for the Pension Reserve Fund: \$0  
 Aggregate additional appropriation for the E.R.I.: \$545,146

UNIT	PEN.FND. APP %	PENSION FUND APPROP.	PENSION RES. FUND APPROP.	ADD'L. APP. FOR E.R.I.	TOTAL APPROP.	APPROP PAID JULY 1
Agricultural School	0.00%	0	0		0	0
Retirement Board	0.37%	118,832	0		118,832	116,655
Town of Boxford	3.70%	1,188,317	0		1,188,317	1,166,551
Town of Essex	1.77%	568,465	0		568,465	558,052
Town of Georgetown	5.13%	1,647,586	0	79,230	1,726,816	1,695,186
Town of Groveland	2.21%	709,779	0	7,747	717,526	704,383
Town of Hamilton	2.54%	815,764	0		815,764	800,822
Town of Ipswich	10.31%	3,311,230	0		3,311,230	3,250,578
Town of Lynnfield	7.94%	2,550,064	0	145,297	2,695,361	2,645,990
Town of Manchester	3.37%	1,082,332	0		1,082,332	1,062,507
Town of Merrimac	2.45%	786,859	0	45,865	832,724	817,471
Town of Middleton	5.24%	1,682,914	0		1,682,914	1,652,088
Town of Nahant	2.53%	812,552	0		812,552	797,669
Town of Newbury	1.90%	610,217	0		610,217	599,040
Town of North Andover	15.33%	4,923,487	0		4,923,487	4,833,303
Town of Rockport	5.56%	1,785,687	0	7,966	1,793,653	1,760,799
Town of Rowley	2.75%	883,209	0		883,209	867,031
Town of Salisbury	3.75%	1,204,375	0	102,302	1,306,677	1,282,743
Town of Topsfield	3.40%	1,091,967	0		1,091,967	1,071,965
Town of Wenham	2.15%	690,509	0		690,509	677,861
Town of West Newbury	1.82%	584,523	0	29,371	613,894	602,649
East.Essex Vet.Dist.	0.10%	32,117	0		32,117	31,529
No.And.-Box.Vet.Dist.	0.00%	0	0		0	0
North Essex Vet.Dist.	0.00%	0	0		0	0
Byfield Water Dist.	0.07%	22,482	0		22,482	22,070
Lynnfld.Ctr.Wat.Dist.	0.27%	86,715	0		86,715	85,127
Lynnfield Water Dist.	0.21%	67,445	0		67,445	66,210
NE Mass Mosq.Cont.	0.53%	170,218	0		170,218	167,100

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.

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<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	2.79%	896,055	0		896,055	879,642
Man-Essex Reg. School	1.71%	549,195	0		549,195	539,135
Masconomet Reg.School	1.71%	549,195	0		549,195	539,135
Pentucket Reg.School	3.24%	1,040,580	0	37,623	1,078,203	1,058,454
Triton Reg.School	3.46%	1,111,237	0	30,664	1,141,901	1,120,985
Essex Housing Authority	0.04%	12,847	0	4,078	16,925	16,615
Georgetown Hous.Auth.	0.16%	51,387	0		51,387	50,446
Groveland Hous. Auth.	0.07%	22,482	0		22,482	22,070
Hamilton Hous.Auth.	0.05%	16,058	0		16,058	15,764
Ipswich Housing Auth.	0.36%	115,620	0	27,004	142,624	140,012
Lynnfield Hous.Auth.	0.06%	19,270	0		19,270	18,917
Manchester Hous. Auth.	0.07%	22,482	0		22,482	22,070
Merrimac Hous.Auth.	0.00%	0	0		0	0
Middleton Hous.Auth.	0.05%	16,058	0		16,058	15,764
Nahant Housing Auth.	0.01%	3,212	0	8,342	11,554	11,342
No.Andover Hous.Auth.	0.43%	138,102	0	13,552	151,654	148,876
Rockport Hous.Auth.	0.12%	38,540	0		38,540	37,834
Rowley Hous. Auth.	0.04%	12,847	0		12,847	12,612
Salisbury Hous. Auth.	0.09%	28,905	0		28,905	28,376
Topsfield Hous.Auth.	0.05%	16,058	0		16,058	15,764
Wenham Housing Auth.	0.09%	28,905	0	6,105	35,010	34,369
W. Newbury Hous. Auth.	0.00%	0	0		0	0
<b>TOTAL</b>	<b>100.00%</b>	<b>\$32,116,680</b>	<b>\$0</b>	<b>\$545,146</b>	<b>\$32,661,826</b>	<b>\$32,063,561</b>

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