

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

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

Auditor SUZANNE M. BUMP | KATHLEEN M. FALLON | KATE FITZPATRICK | JAMES M. MACHADO | RICHARD MACKINNON, JR. | JENNIFER F. SULLIVAN

MEMORANDUM

TO: Essex Regional Retirement Board
 FROM: John W. Parsons, Esq., Executive Director
 RE: Appropriation for Fiscal Year 2023
 DATE: December 14, 2021

Required Fiscal Year 2023 Appropriation: **\$44,512,745**

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 amount above assumes appropriations will be made July 1. Some units make the appropriation in equal installments on July 1 and January 1. The allocation shows the figures for each unit on both bases. The amount above includes the additional special appropriation for the Manchester-Essex Regional School District and the Rowley Housing Authority. We have included these additional amounts in the ERI column on Page 2 and the Additional Appropriation for CRAB column on Pages 3 and 4.

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

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Essex Regional Retirement Board

Projected Appropriations

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

Aggregate amount of appropriation: **\$44,512,745**

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	\$44,442,164	\$44,458,230	\$54,515	\$44,512,745	\$44,442,164	\$70,581	\$0
FY 2024	\$45,274,682	\$47,350,680	\$55,394	\$47,406,074	\$45,274,682	\$2,131,392	\$0
FY 2025	\$46,123,850	\$50,431,156	\$56,312	\$50,487,468	\$46,123,850	\$4,363,618	\$0
FY 2026	\$46,990,002	\$53,711,884	\$57,270	\$53,769,154	\$46,990,002	\$6,779,152	\$0
FY 2027	\$47,873,477	\$57,205,876	\$58,273	\$57,264,149	\$47,873,477	\$9,390,672	\$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 FY23 Appropriation by Governmental Unit

Aggregate amount for appropriation for the Pension Fund: \$44,458,230
 Aggregate amount for appropriation for the Pension Reserve Fund: \$0
 Aggregate additional appropriation for the E.R.I.: \$54,515

<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>ADD'L. APP. FOR CRAB</u>	<u>TOTAL PAID JULY 1</u>	<u>APPROP SEMI-ANNUAL</u>
Agricultural School	0.00%	0	0			0	0
Retirement Board	0.35%	155,604	0			155,604	158,369
Town of Boxford	3.49%	1,551,592	0			1,551,592	1,579,165
Town of Essex	1.71%	760,236	0			760,236	773,746
Town of Georgetown	5.16%	2,294,045	0			2,294,045	2,334,812
Town of Groveland	2.31%	1,026,985	0	9,399		1,036,384	1,054,801
Town of Hamilton	2.77%	1,231,493	0			1,231,493	1,253,377
Town of Ipswich	10.50%	4,668,114	0			4,668,114	4,751,070
Town of Lynnfield	7.75%	3,445,513	0			3,445,513	3,506,742
Town of Manchester	3.52%	1,564,930	0			1,564,930	1,592,740
Town of Merrimac	2.39%	1,062,552	0			1,062,552	1,081,434
Town of Middleton	5.26%	2,338,503	0			2,338,503	2,380,060
Town of Nahant	2.18%	969,189	0			969,189	986,412
Town of Newbury	2.16%	960,298	0			960,298	977,363
Town of North Andover	15.64%	6,953,268	0			6,953,268	7,076,832
Town of Rockport	4.92%	2,187,345	0			2,187,345	2,226,216
Town of Rowley	2.97%	1,320,409	0			1,320,409	1,343,874
Town of Salisbury	4.54%	2,018,404	0			2,018,404	2,054,272
Town of Topsfield	3.48%	1,547,146	0			1,547,146	1,574,640
Town of Wenham	2.10%	933,623	0			933,623	950,214
Town of West Newbury	1.95%	866,935	0			866,935	882,341
East.Essex Vet.Dist.	0.08%	35,567	0			35,567	36,199
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%	31,121	0			31,121	31,674
Lynnfld.Ctr. Wat.Dist.	0.48%	213,400	0			213,400	217,192
Lynnfield Water Dist.	0.24%	106,700	0			106,700	108,596
NE Mass Mosq.Cont.	0.45%	200,062	0			200,062	203,617
Ham.-Wen.Reg.School	2.36%	1,049,214	0			1,049,214	1,067,859
Man-Essex Reg. School	1.46%	649,090	0		18,904	667,994	679,865
Masconomet Reg.School	1.94%	862,490	0			862,490	877,817
Pentucket Reg.School	2.71%	1,204,818	0			1,204,818	1,226,228
Triton Reg.School	3.36%	1,493,797	0			1,493,797	1,520,343
Essex Housing Authority	0.04%	17,783	0			17,783	18,099
Georgetown Hous.Auth.	0.16%	71,133	0			71,133	72,397
Groveland Hous. Auth.	0.05%	22,229	0			22,229	22,624
Hamilton Hous.Auth.	0.04%	17,783	0			17,783	18,099
Ipswich Housing Auth.	0.45%	200,062	0			200,062	203,617
Lynnfield Hous.Auth.	0.04%	17,783	0			17,783	18,099
Manchester Hous. Auth.	0.08%	35,567	0			35,567	36,199
Merrimac Hous.Auth.	0.03%	13,337	0			13,337	13,574
Middleton Hous.Auth.	0.05%	22,229	0			22,229	22,624
Nahant Housing Auth.	0.03%	13,337	0	10,120		23,457	23,874
No.Andover Hous.Auth.	0.37%	164,495	0			164,495	167,418

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 FY23 Appropriation by Governmental Unit

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<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>ADD'L. APP.</u> <u>FOR CRAB</u>	<u>TOTAL</u> <u>PAID JULY 1</u>	<u>APPROP</u> <u>SEMI-ANNUAL</u>
Rockport Hous.Auth.	0.16%	71,133	0			71,133	72,397
Rowley Hous. Auth.	0.04%	17,783	0		16,092	33,875	34,477
Salisbury Hous. Auth.	0.04%	17,783	0			17,783	18,099
Topsfield Hous.Auth.	0.04%	17,783	0			17,783	18,099
Wenham Housing Auth.	0.08%	35,567	0			35,567	36,199
W. Newbury Hous. Auth.	0.00%	0	0			0	0
TOTAL	100.00%	\$44,458,230	\$0	\$19,519	\$34,996	\$44,512,745	\$45,303,765

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