

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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JOSEPH E. CONNARTON, *Executive Director*

## MEMORANDUM

TO: Saugus Retirement Board  
*Joseph E. Connarton*  
FROM: Joseph E. Connarton, Executive Director  
RE: Appropriation for Fiscal Year 2007  
DATE: December 1, 2005

Required Fiscal Year 2007 Appropriation: **\$3,707,403**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for the Fiscal Year 2007 which commences July 1, 2006.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2007 appropriation to be paid by each of the governmental units within your system.

Please note that if an actuarial valuation has not been performed for your system recently, the funding schedule amounts are subject to change once a new valuation of your system has been completed. If your System has a valuation currently in progress, you may submit a revised funding schedule to PERAC upon its completion. The current schedule is/was due to be updated by Fiscal Year 2007.

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

JEC/jrl  
Attachments

cc: Town Manager  
Town Meeting  
c/o Town Clerk



**Saugus Retirement Board**

**Projected Appropriations**

Fiscal Year 2007 - July 1, 2006 to June 30, 2007

Aggregate amount of appropriation: **\$3,707,403**

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 2007	\$4,599,947	\$3,540,771	\$166,632	\$3,707,403	\$3,707,403	\$0	\$892,544
FY 2008	\$4,840,019	\$3,677,279	\$171,631	\$3,848,910	\$3,848,910	\$0	\$991,109
FY 2009	\$5,092,094	\$3,819,548	\$176,780	\$3,996,328	\$3,996,328	\$0	\$1,095,766
FY 2010	\$5,356,774	\$3,967,843	\$182,084	\$4,149,927	\$4,149,927	\$0	\$1,206,847
FY 2011	\$5,634,687	\$4,122,441	\$187,546	\$4,309,987	\$4,309,987	\$0	\$1,324,700

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.

**Saugus Retirement Board**  
**Appropriation by Governmental Unit**

Fiscal Year 2007 - July 1, 2006 to June 30, 2007

Aggregate amount of appropriation: **\$3,707,403**

UNIT	Percent of Aggregate Amount	Funding Schedule (excluding ERI)	ERI	Total Appropriation
Town of Saugus	96.65%	\$3,422,155	\$158,665	\$3,580,820
Saugus Housing Authority	3.35%	\$118,616	\$7,967	\$126,583
<b>UNIT TOTAL</b>	<b>100%</b>	<b>\$3,540,771</b>	<b>\$166,632</b>	<b>\$3,707,403</b>

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.