

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: Approval of Funding Schedule
DATE: November 23, 2009



This Commission is hereby furnishing you with approval of the revised funding schedule you recently adopted (copy enclosed). The schedule assumes payments are made on January 1 of each fiscal year. The schedule is effective in FY10 (since the amount under the prior schedule was maintained in FY10) and is acceptable under Chapter 32.

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

JEC/jrl

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Enc.



Saugus Retirement System
Alternative 3A

Amortization of Unfunded Liability 4.3% increasing until FY2027

<u>Fiscal Year</u>	<u>Normal Cost</u>	<u>Amort. of UAL</u>	<u>Amort. of 2002 ERIP</u>	<u>Total Cost</u>	<u>Unfunded Act. Liab.</u>
2010	1,111,988	2,827,759	178,513	4,118,261	38,633,273
2011	1,173,148	2,913,984	183,869	4,271,000	38,597,411
2012	1,237,671	3,019,519	189,385	4,446,574	38,463,438
2013	1,305,743	3,149,358	195,066	4,650,167	38,203,254
2014	1,377,559	3,284,780	200,918	4,863,257	37,781,313
2015	1,453,324	3,426,026	206,946	5,086,296	37,178,692
2016	1,533,257	3,573,345	213,154	5,319,756	36,374,696
2017	1,617,586	3,726,999	219,549	5,564,134	35,346,713
2018	1,706,554	3,887,260	226,135	5,819,948	34,070,041
2019	1,800,414	4,054,412	232,919	6,087,745	32,517,713
2020	1,899,437	4,228,752	239,907	6,368,095	30,660,306
2021	2,003,906	4,410,588	247,104	6,661,598	28,465,726
2022	2,114,121	4,600,243	254,517	6,968,881	25,898,984
2023	2,230,397	4,798,054	262,153	7,290,604	22,921,952
2024	2,353,069	5,004,370	270,017	7,627,456	19,493,094
2025	2,482,488	5,219,558	278,118	7,980,163	15,567,179
2026	2,619,025	5,443,999	286,461	8,349,485	11,094,971
2027	2,763,071	5,678,091	295,055	8,736,217	6,022,890
2028	2,915,040		303,907	3,218,947	292,649
2029	3,075,367			3,075,367	0

FY10 appropriation maintained at current level.

FY11 appropriation amount determined by the Retirement Board.

Appropriation payments assumed to be made January 1 of each fiscal year.

Normal cost assumed to increase 5.5% per year.

Assumed administrative expenses of \$110,000.