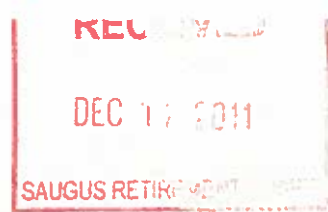


PERAC



COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

DOMENIC J. F. RUSSO, *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | ALAN MACDONALD | JAMES M. MACHADO | DONALD R. MARQUIS | ROBERT B. McCARTHY | GREGORY R. MENNIS

MEMORANDUM

TO: Saugus Retirement Board
FROM: *Joseph E. Connarton*
Joseph E. Connarton, Executive Director
RE: Approval of Funding Schedule
DATE: November 30, 2011

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 FY12 (since the amount under the prior schedule was maintained in FY12) 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
January 1, 2011 Actuarial Valuation**

Amortization of Unfunded Liability 4.0% increasing until FY2024

Fiscal Year	Normal Cost	Amort. of UAL	Amort. of 2002 ERIP	Total Cost	Unfunded Act. Liab.
2012	1,206,725	3,050,464	189,385	4,446,574	33,178,970
2013	1,267,061	3,200,509	195,066	4,662,637	32,463,845
2014	1,330,415	3,328,530	200,918	4,859,863	31,529,554
2015	1,396,935	3,461,671	206,946	5,065,552	30,381,292
2016	1,466,782	3,600,138	213,154	5,280,074	28,996,434
2017	1,540,121	3,744,143	219,549	5,503,813	27,350,325
2018	1,617,127	3,893,909	226,136	5,737,172	25,416,111
2019	1,697,984	4,049,665	232,920	5,980,568	23,164,554
2020	1,782,883	4,211,652	239,907	6,234,442	20,563,830
2021	1,872,027	4,380,118	247,104	6,499,249	17,579,315
2022	1,965,628	4,555,323	254,518	6,775,468	14,173,349
2023	2,063,910	4,737,536	262,153	7,063,598	10,304,983
2024	2,167,105	4,927,037	270,018	7,364,160	5,929,706
2025	2,275,460		278,118	2,553,579	999,146
2026	2,389,233		286,462	2,675,695	789,834
2027	2,508,695		295,056	2,803,751	555,101
2028	2,634,130		303,907	2,938,037	292,651
2029	2,765,836			2,765,836	0

FY12 appropriation maintained at current level.
Appropriation payments assumed to be made January 1 of each fiscal year.
Normal cost assumed to increase 5.0% per year.
Assumed expenses of \$160,000.