

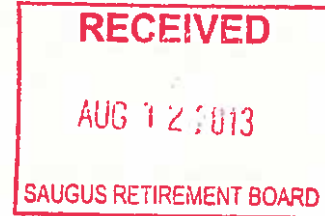
# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

DOMENIC J. F. RUSSO, *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | 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: August 8, 2013

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 FY14 (since the amount under the prior schedule was maintained in FY14) 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, 2013 Actuarial Valuation**

Amortization of Unfunded Liability 2.0% increasing until FY25

<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>
2014	1,150,868	3,511,376	197,619	4,859,863	38,933,991
2015	1,208,412	3,837,041	203,548	5,249,000	38,098,657
2016	1,268,832	4,190,514	209,654	5,669,000	36,854,142
2017	1,332,274	4,574,782	215,944	6,123,000	35,139,664
2018	1,398,888	4,829,496	222,422	6,450,806	32,886,622
2019	1,468,832	4,926,086	229,095	6,624,013	30,187,655
2020	1,542,274	5,024,608	235,967	6,802,849	27,172,254
2021	1,619,387	5,125,100	243,046	6,987,534	23,813,681
2022	1,700,357	5,227,602	250,338	7,178,297	20,083,080
2023	1,785,375	5,332,154	257,848	7,375,377	15,949,308
2024	1,874,643	5,438,797	265,583	7,579,024	11,378,765
2025	1,968,376	5,547,573	273,551	7,789,500	6,335,194
2026	2,066,794		281,757	2,348,552	779,479
2027	2,170,134		290,210	2,460,344	547,213
2028	2,278,641		298,916	2,577,557	288,166
2029	2,392,573			2,392,573	0

All amounts assume payments will be made January 1 of each fiscal year.  
 Normal Cost increases 5% per year.  
 FY14 appropriation was maintained at the same level as the prior schedule.  
 Total Appropriation increases 8% per year from 2014-2017.