

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

JOSEPH E. CONNARTON, Executive Director

Auditor SUZANNE M. BUMP | PHILIP Y. BROWN, ESQ. | JOHN B. LANGAN | JAMES M. MACHADO | DONALD R. MARQUIS | ROBERT B. MCCARTHY

2014 OCT 28 P 2:16  
CITY CLERK'S OFFICE  
SOMERVILLE, MA

## MEMORANDUM

TO: Somerville Retirement Board  
FROM: *Joseph E. Connarton*  
Joseph E. Connarton, Executive Director  
RE: Appropriation for Fiscal Year 2016  
DATE: October 24, 2014

Required Fiscal Year 2016 Appropriation: **\$14,199,527**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2016 which commences July 1, 2015.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2016 appropriation to be paid by each of the governmental units within your system.

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 2016.

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

JEC/jrl  
Attachments

cc: Office of the Mayor  
Board of Aldermen ✓  
c/o City Clerk

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## Somerville Retirement Board

### Projected Appropriations

Fiscal Year 2016 - July 1, 2015 to June 30, 2016

Aggregate amount of appropriation: **\$14,199,527**

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
<b>FY 2016</b>	\$19,430,097	\$13,212,139	\$987,388	\$14,199,527	\$14,199,527	\$0	\$5,230,570
<b>FY 2017</b>	\$19,824,102	\$13,887,449	\$987,388	\$14,874,837	\$14,874,837	\$0	\$4,949,265
<b>FY 2018</b>	\$20,225,987	\$14,350,135	\$987,388	\$15,337,523	\$15,337,523	\$0	\$4,888,464
<b>FY 2019</b>	\$20,635,909	\$14,829,220	\$987,388	\$15,816,608	\$15,816,608	\$0	\$4,819,301
<b>FY 2020</b>	\$21,054,030	\$15,310,643	\$377,660	\$15,688,303	\$15,688,303	\$0	\$5,365,727

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.

**Somerville Retirement Board**  
 Appropriation by Governmental Unit

Fiscal Year 2016 - July 1, 2015 to June 30, 2016

Aggregate amount of appropriation: **\$14,199,527**

UNIT	Percent of Aggregate Amount	Funding Schedule (excluding ERI)	ERI	Total Appropriation
City of Somerville	93.34%	\$12,332,211	\$972,063	\$13,304,274
Somerville Housing Authority	6.66%	\$879,928	\$15,325	\$895,253
<b>UNIT TOTAL</b>	<b>100%</b>	<b>\$13,212,139</b>	<b>\$987,388</b>	<b>\$14,199,527</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.