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

M E M O R A N D U M

TO: Hingham Retirement Board

FROM: Joseph E. Connarton, Executive Director

RE: Appropriation for Fiscal Year 2014

DATE: December 11, 2012

Required Fiscal Year 2014 Appropriation: **$4,045,905**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2014 which commences July 1, 2013.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2014 appropriation to be paid by each of the governmental units within your system. The allocation by governmental unit was developed by KMS Actuaries as part of their January 1, 2012 actuarial valuation.

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: Board of Selectmen
Town Meeting
c/o Town Clerk

FIVE MIDDLESEX AVENUE, SUITE 304 | SOMERVILLE, MA 02145
PH 617 666 4446 | FAX 617 628 4002 | TTY 617 591 8917 | WWW.MASS.GOV/PERAC

Hingham Retirement Board

Projected Appropriations

Fiscal Year 2014 - July 1, 2013 to June 30, 2014

Aggregate amount of appropriation: **$4,045,905**

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 2014	$5,536,634	$4,045,905	$0	$4,045,905	$4,045,905	$0	$1,490,729
FY 2015	$5,792,997	$4,182,459	$0	$4,182,459	$4,182,459	$0	$1,610,538
FY 2016	$6,060,939	$4,323,161	$0	$4,323,161	$4,323,161	$0	$1,737,778
FY 2017	$6,340,984	$4,468,111	$0	$4,468,111	$4,468,111	$0	$1,872,873
FY 2018	$6,633,679	$4,617,409	$0	$4,617,409	$4,617,409	$0	$2,016,270

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.

SECTION 9 - RESULTS BY DEPARTMENT

30-Year Forecast of Annual Appropriations

Department	Town	Police & Fire	Subtotal Town	Light Plant	Housing Authority	SSREC	Total
2013	1,656,149	1,990,504	3,646,653	253,663	13,086	0	3,913,402
2014	1,587,090	2,131,770	3,718,860	240,076	3,417	83,552	4,045,905
2015	1,636,050	2,209,437	3,845,487	246,899	3,487	86,586	4,182,459
2016	1,686,219	2,289,810	3,976,029	253,851	3,557	89,725	4,323,161
2017	1,737,606	2,372,977	4,110,583	260,931	3,625	92,972	4,468,111
2018	1,790,221	2,459,028	4,249,249	268,136	3,693	96,332	4,617,409
2019	1,844,071	2,548,055	4,392,126	275,463	3,759	99,807	4,771,155
2020	1,905,286	2,652,827	4,558,113	283,617	3,824	103,893	4,949,448
2021	1,955,493	2,735,423	4,690,916	290,469	3,887	107,118	5,092,390
2022	2,013,070	2,833,960	4,847,030	298,140	3,948	110,961	5,260,080
2023	2,071,891	2,935,872	5,007,763	305,914	4,007	114,936	5,432,620
2024	2,131,951	3,041,261	5,173,211	313,788	4,063	119,045	5,610,107
2025	2,193,242	3,150,236	5,343,479	321,753	4,116	123,293	5,792,641
2026	2,255,757	3,262,911	5,518,668	329,802	4,165	127,684	5,980,320
2027	2,319,482	3,379,398	5,698,880	337,927	4,211	132,223	6,173,241
2028	2,384,399	3,499,814	5,884,213	346,119	4,252	136,914	6,371,498
2029	2,470,387	3,665,445	6,135,831	356,668	4,289	143,362	6,640,150
2030	2,575,801	3,818,487	6,394,287	372,053	4,482	149,351	6,920,172
2031	2,685,727	3,977,938	6,663,665	388,103	4,683	155,590	7,212,041
2032	1,886,087	2,252,547	4,138,634	299,072	4,894	88,529	4,531,129
2033	1,144,923	644,941	1,789,865	216,962	5,114	26,051	2,037,993
2034	1,196,445	673,964	1,870,409	226,726	5,344	27,224	2,129,702
2035	1,250,284	704,292	1,954,576	236,928	5,585	28,449	2,225,538
2036	1,306,547	735,985	2,042,532	247,590	5,836	29,729	2,325,688
2037	1,365,342	769,105	2,134,447	258,732	6,099	31,067	2,430,344
2038	1,426,782	803,714	2,230,496	270,375	6,373	32,465	2,539,709
2039	1,490,987	839,882	2,330,869	282,542	6,660	33,926	2,653,996
2040	1,558,082	877,676	2,435,757	295,256	6,960	35,452	2,773,425
2041	1,628,196	917,172	2,545,368	308,542	7,273	37,048	2,898,231
2042	1,701,465	958,445	2,659,909	322,427	7,600	38,715	3,028,651