

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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JOSEPH E. CONNARTON, *Executive Director*

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MEMORANDUM

TO: North Adams Retirement Board

FROM: Joseph E. Connarton, Executive Director

RE: Approval of Funding Schedule and Revised Appropriation for Fiscal Year 2015

DATE: March 10, 2014

Revised Appropriation for FY15: **\$2,714,776**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2015, which commences July 1, 2014.

This amount revises the appropriation amount shown in our November 6, 2013 letter based on the funding schedule recently adopted by the Board (copy enclosed). The schedule assumes payment is made on July 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.

The revised allocation by governmental unit is as follows:

City	\$2,416,726
Northern Berkshire VS	181,265
Housing Authority	116,785

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

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**North Adams Retirement System
January 1, 2013 Actuarial Valuation**

Total Appropriation increases 5% through FY22, thereafter Amortization of UAL 4.0% Increasing until FY29

<u>Fiscal Year</u>	<u>Normal Cost</u>	<u>Net 3(8)(c)</u>	<u>Amort. of UAL</u>	<u>Amort. of 2002 ERI</u>	<u>Amort. of 2003 ERI</u>	<u>Total Cost</u>	<u>Unfunded Act. Liab.</u>
2014	689,468	90,000	1,647,890	26,825	131,317	2,585,501	24,048,845
2015	723,942	90,000	1,742,692	26,825	131,317	2,714,776	23,966,630
2016	760,139	90,000	1,842,234	26,825	131,317	2,850,515	23,775,895
2017	798,146	90,000	1,946,752	26,825	131,317	2,993,041	23,463,121
2018	838,053	90,000	2,056,497	26,825	131,317	3,142,693	23,013,489
2019	879,956	90,000	2,171,729	26,825	131,317	3,299,827	22,410,760
2020	923,953	90,000	2,319,548		131,317	3,464,819	21,637,157
2021	970,151	90,000	2,577,909			3,638,060	20,673,229
2022	1,018,659	90,000	2,711,304			3,819,963	19,497,708
2023	1,069,591	90,000	2,866,417			4,026,009	18,087,350
2024	1,123,071	90,000	2,981,074			4,194,145	16,400,556
2025	1,179,225	90,000	3,100,317			4,369,541	14,459,491
2026	1,238,186	90,000	3,224,329			4,552,515	12,239,511
2027	1,300,095	90,000	3,353,303			4,743,398	9,713,858
2028	1,365,100	90,000	3,487,435			4,942,535	6,853,498
2029	1,433,355	90,000	3,626,932			5,150,287	3,626,934
2030	1,505,023	90,000				1,595,023	0

Appropriation payments assumed to be made July 1 of each fiscal year
Normal cost assumed to increase 5.0% per year
Assumed expenses of \$125,000
FY14 maintained at level shown in current funding schedule
Total appropriation for FY15-FY22 increases by 5% from prior fiscal year