

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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JOSEPH E. CONNARTON, *Executive Director*

MEMORANDUM

TO: Cambridge Retirement Board
FROM: *Joseph E. Connarton*
Joseph E. Connarton, Executive Director
RE: Appropriation for Fiscal Year 2003
DATE: December 3, 2001

Required Fiscal Year 2003 Appropriation: **\$21,398,751**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for the Fiscal Year 2003 which commences July 1, 2002.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2003 appropriation to be paid by each of the governmental units within your system.

Please note that if an actuarial valuation has not been performed for your system recently, the funding schedule amounts are subject to change once a new valuation of your system has been completed. 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 in Fiscal Year 2006.

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

JEC/jrl
Attachments

cc: City Council
c/o City Clerk
Office of the City Manager



Cambridge Retirement Board

Projected Appropriations

Fiscal Year 2003 - July 1, 2002 to June 30, 2003

Aggregate amount of appropriation: **\$21,398,751**

Fiscal Year	Pension Fund Needed (Estimated Cost of Benefits)	Funding Schedule (Excluding ERI)	ERI	Total Appropriation	Pension Fund Allocation	Pension Reserve Fund Allocation	Transfer From PRF to PF
FY 2003	\$25,396,743	\$20,958,855	\$439,896	\$21,398,751	\$21,398,751	\$0	\$3,997,992
FY 2004	\$26,758,247	\$21,363,854	\$439,896	\$21,803,750	\$21,803,750	\$0	\$4,954,497
FY 2005	\$28,187,827	\$21,791,127	\$439,896	\$22,231,023	\$22,231,023	\$0	\$5,956,804
FY 2006	\$29,688,885	\$22,241,901	\$439,896	\$22,681,797	\$22,681,797	\$0	\$7,007,088
FY 2007	\$31,264,996	\$22,717,467	\$439,896	\$23,157,363	\$23,157,363	\$0	\$8,107,633

The Total Appropriation column shown above is in accordance with your current funding schedule. Whenever payments are made more than one month after the scheduled date(s), PERAC's actuary should be contacted to revise the total appropriation to reflect interest at the rate assumed in the most recent actuarial valuation. In no case may payments be made at a date beyond this 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.



Cambridge Retirement Board
Appropriation by Governmental Unit

Fiscal Year 2003 - July 1, 2002 to June 30, 2003

Aggregate amount of appropriation: **\$21,398,751**

UNIT	Percent of Aggregate Amount	Funding Schedule (excluding ERI)	ERI	Total Appropriation
City of Cambridge	56.79%	\$11,902,534	\$419,045	\$12,321,579
Cambridge Housing	4.31%	\$903,327	\$13,549	\$916,876
Cambridge Redevelopment	0.15%	\$31,438	\$7,302	\$38,740
Cambridge Public Health Commission	38.75%	\$8,121,556	\$0	\$8,121,556
UNIT TOTAL	100%	\$20,958,855	\$439,896	\$21,398,751

The Total Appropriation column shown above is in accordance with your current funding schedule. Whenever payments are made more than one month after the scheduled date(s), PERAC's actuary should be contacted to revise the total appropriation to reflect interest at the rate assumed in the most recent actuarial valuation. In no case may payments be made at a date beyond this fiscal year.

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Consent Communication #3

A communication was received
from Joseph E. Connarton,
Executive Director, Public
Employee Retirement
Administration Commission,
regarding the Required Fiscal Year
2003 Appropriation.

In City Council December 17, 2001

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