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PERAC

MEMORANDUM

TO: Cambridge Retirement Board

Joseph E. Connarton

FROM: Joseph E. Connarton, Executive Director

RE: Appropriation for Fiscal Year 2004

DATE: November 18, 2002

Required Fiscal Year 2004 Appropriation: **$21,803,750**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for the Fiscal Year 2004 which commences July 1, 2003.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2004 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 by Fiscal Year 2006.

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

JEC/jrl
Attachments

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

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

Consent Communication #12

A communication was received from Kerry Corner Improvement Association, regarding the response to Harvard's Letter on the Riverside/Carlson zoning petition.

In City Council December 9, 2002

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CITY MANAGER.

Cambridge Retirement Board

Projected Appropriations

Fiscal Year 2004 - July 1, 2003 to June 30, 2004

Aggregate amount of appropriation: **$21,803,750**

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 2004	$26,935,544	$21,363,854	$439,896	$21,803,750	$21,803,750	$0	$5,131,794
FY 2005	$28,366,524	$21,791,127	$439,896	$22,231,023	$22,231,023	$0	$6,135,501
FY 2006	$29,869,053	$22,241,901	$439,896	$22,681,797	$22,681,797	$0	$7,187,256
FY 2007	$31,446,709	$22,717,467	$439,896	$23,157,363	$23,157,363	$0	$8,289,346
FY 2008	$33,103,247	$23,219,189	$439,896	$23,659,085	$23,659,085	$0	$9,444,162

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.

Consent Communication #12

A communication was received from Joseph E. Connarton, Executive Director, Public Employee Retirement Administration Commission, regarding the Required Fiscal Year 2004 Appropriation.

In City Council December 9, 2002

REFFEREDTO THE CITY MANAGER.

Cambridge Retirement Board
Appropriation by Governmental Unit

Fiscal Year 2004 - July 1, 2003 to June 30, 2004

Aggregate amount of appropriation: **$21,803,750**

UNIT	Percent of Aggregate Amount	Funding Schedule (excluding ERI)	ERI	Total Appropriation
City of Cambridge	54.23%	$11,585,618	$419,045	$12,004,663
Cambridge Housing	4.40%	$940,010	$13,549	$953,559
Cambridge Redevelopment	0.14%	$29,909	$7,302	$37,211
Cambridge Public Health Commission	41.23%	$8,808,317	$0	$8,808,317
UNIT TOTAL	**100%**	**$21,363,854**	**$439,896**	**$21,803,750**

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.

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Consent Communication #12

A communication was received from Joseph E. Connarton, Executive Director, Public Employee Retirement Administration Commission, regarding the Required Fiscal Year 2004 Appropriation.

In City Council December 9, 2002

REFFEREDTO THE CITY MANAGER.