

# 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

## MEMORANDUM

TO: Cambridge Retirement Board  
FROM: *Joseph E. Connarton*  
Joseph E. Connarton, Executive Director  
RE: Appropriation for Fiscal Year 2013  
DATE: November 17, 2011

2011 NOV 21 P 3:00  
OFFICE OF THE CITY CLERK  
CAMBRIDGE, MASSACHUSETTS

Required Fiscal Year 2013 Appropriation: **\$31,558,201**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2013 which commences July 1, 2012.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2013 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 2014.

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

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Cambridge Retirement Board

Projected Appropriations

Fiscal Year 2013 - July 1, 2012 to June 30, 2013

Aggregate amount of appropriation: **\$31,558,201**

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 2013	\$43,255,024	\$31,558,201	\$0	\$31,558,201	\$31,558,201	\$0	\$11,696,823
FY 2014	\$45,426,144	\$33,293,902	\$0	\$33,293,902	\$33,293,902	\$0	\$12,132,242
FY 2015	\$47,704,128	\$35,125,067	\$0	\$35,125,067	\$35,125,067	\$0	\$12,579,061
FY 2016	\$50,094,236	\$37,056,946	\$0	\$37,056,946	\$37,056,946	\$0	\$13,037,290
FY 2017	\$52,601,988	\$39,095,078	\$0	\$39,095,078	\$39,095,078	\$0	\$13,506,910

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.

**Cambridge Retirement Board**  
**Appropriation by Governmental Unit**

Fiscal Year 2013 - July 1, 2012 to June 30, 2013

Aggregate amount of appropriation: **\$31,558,201**

UNIT	Percent of Aggregate Amount	Funding Schedule (excluding ERI)	ERI	Total Appropriation
City of Cambridge	57.49%	\$18,142,810	\$0	\$18,142,810
Cambridge Housing	4.98%	\$1,571,598	\$0	\$1,571,598
Cambridge Redevelopment	0.07%	\$22,091	\$0	\$22,091
Cambridge Public Health Commission	37.46%	\$11,821,702	\$0	\$11,821,702
<b>UNIT TOTAL</b>	<b>100%</b>	<b>\$31,558,201</b>	<b>\$ 0</b>	<b>\$31,558,201</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.