

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chair*

WILLIAM T. KEEFE, *Executive Director*

Auditor DIANA DIZOGGIO | KATHLEEN M. FALLON | KATE FITZPATRICK | JAMES J. GUIDO | RICHARD MACKINNON, JR. | JENNIFER F. SULLIVAN, ESQ.

MEMORANDUM

TO: Beverly Retirement Board

FROM: William T. Keefe, Executive Director

RE: Approval of Funding Schedule

DATE: October 7, 2024

This Commission is hereby furnishing you with approval of the revised funding schedule you recently adopted (copy enclosed). The schedule assumes payments are made on December 31 of each fiscal year. The schedule is effective in FY25 (since the amount under the prior schedule was maintained in FY25) and is acceptable under Chapter 32.

The revised schedule maintains the 7.0% investment return assumption used in the 2022 actuarial valuation and a there was a slight adjustment to the fully generational mortality assumption.

If you have any questions, please contact PERAC's Actuary, John Boorack, at (617) 666-4446, extension 935.

WTK/jfb

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Enc.



Beverly Retirement System
January 1, 2024 Actuarial Valuation

Total Cost 4.5% increasing until FY31 with a final amortization payment in FY32

<u>Fiscal</u> <u>Year</u>	<u>Normal</u> <u>Cost</u>	<u>Net</u> <u>3(8)(c)</u>	<u>Amort. of</u> <u>UAL</u>	<u>Total</u> <u>Cost</u>	<u>Unfunded</u> <u>Act. Liab.</u>	<u>Total Cost</u> <u>Increase</u>
2025	3,989,020	125,000	10,154,554	14,268,574	67,937,797	
2026	4,168,526	125,000	10,617,134	14,910,660	62,183,480	4.50%
2027	4,356,109	125,000	11,100,530	15,581,640	55,547,590	4.50%
2028	4,552,134	125,000	11,605,679	16,282,813	47,946,872	4.50%
2029	4,756,980	125,000	12,133,559	17,015,540	39,291,276	4.50%
2030	4,971,045	125,000	12,685,195	17,781,239	29,483,431	4.50%
2031	5,194,742	125,000	13,261,653	18,581,395	18,418,095	4.50%
2032	5,428,505	125,000	6,183,825	11,737,330	5,981,550	-36.83%
2033	5,672,788	125,000		5,797,788	0	-50.60%

Appropriation payments assumed to be made December 31 of each fiscal year.

Normal cost assumed to increase 4.5% per year.

Assumed expenses of \$650,000.

FY25 amount maintained at level of current schedule.