

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chair*

WILLIAM T. KEEFE, *Executive Director*

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## MEMORANDUM

TO: Blue Hills Retirement Board

FROM: William T. Keefe, Executive Director

RE: Approval of Funding Schedule

DATE: February 19, 2025

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 July 1 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 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.



**Blue Hills Retirement System**  
**January 1, 2024 Actuarial Valuation**

Appropriation increases 7.1% through FY30 with a final amortization payment in FY31

<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>Amort. of</u> <u>2003 ERI</u>	<u>Total</u> <u>Cost</u>	<u>Unfunded</u> <u>Act. Liab.</u>	<u>Total Cost</u> <u>% Increase</u>
2025	363,148	70,000	322,400	31,401	786,949	2,349,622	
2026	379,490	70,000	360,519	32,814	842,823	2,135,529	7.1%
2027	396,567	70,000	401,806	34,291	902,663	1,864,149	7.1%
2028	414,413	70,000	446,506	35,834	966,753	1,528,017	7.1%
2029	433,061	70,000	532,331		1,035,392	1,118,874	7.1%
2030	452,549	70,000	586,356		1,108,905	627,602	7.1%
2031	472,914	70,000	44,133		587,047	44,133	-47.1%
2032	494,195	70,000			564,195	0	-3.9%

Appropriation payments assumed to be made July 1 of each fiscal year.

Normal cost includes expenses of \$125,000 and is assumed to increase 4.5% per year.

FY25 amount maintained at level of current schedule.