

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chair*

WILLIAM T. KEEFE, *Executive Director*

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

MEMORANDUM

TO: Braintree Retirement Board

FROM: William T. Keefe, Executive Director

RE: Approval of Funding Schedule

DATE: November 12, 2024

This Commission is hereby furnishing you with approval of the revised funding schedule the Board recently adopted (copy enclosed). The schedule assumes payments are made on July 1 each year and is effective in FY25 (since the amount under the prior schedule was maintained in FY25) and is acceptable under Chapter 32.

The schedule reduces the FY25 (and subsequent appropriations) by \$817,000 (and greater) from the prior schedule. This was accomplished by extending the funding schedule by one year. Although this is allowable, we would not have recommended reducing the appropriation amounts so significantly. By reducing the budgeted amounts from the prior schedule, a significant investment loss in the next few years could require substantial increases in the level of appropriation.

The valuation reflects a 7.125% investment return assumption, a reduction from the 7.25% assumption used in the 2022 actuarial valuation.

We are available to discuss these issues further. 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.



SECTION 3 - CHAPTER 32 OF M.G.L. APPROPRIATIONS

Exhibit 3.1 - 30-Year Forecast of Annual Appropriations

Fiscal Year Ending	Employer Normal Cost	Amortization Payment of UAL	Amortization Payment of FY2025 MakeUp	Net 3(8)(c) Transfers	Total Employer Cost	Increase over Prior Year	Unfunded Actuarial Accrued Liability
2025	\$5,125,826	\$9,708,360	\$0	\$50,000	\$14,884,186		\$103,915,209
2026	5,118,350	10,664,883	109,219	50,000	15,942,452	7.11%	101,270,898
2027	5,209,369	11,703,004	113,587	50,000	17,075,960	7.11%	97,335,124
2028	5,322,674	12,799,255	118,131	50,000	18,290,060	7.11%	92,039,937
2029	5,450,563	13,967,065	122,856	50,000	19,590,484	7.11%	85,228,131
2030	5,543,036	15,262,559	127,771	50,000	20,983,366	7.11%	76,717,397
2031	5,664,164	16,628,239	132,881	50,000	22,475,284	7.11%	66,254,334
2032	5,789,333	18,095,746	138,197	50,000	24,073,276	7.11%	53,626,993
2033	5,896,935	19,694,228	143,724	50,000	25,784,887	7.11%	38,575,564
2034	6,034,483	21,370,034	149,473	50,000	27,603,990	7.05%	20,791,552
2035	6,204,333	-	-	50,000	6,254,333	-77.34%	-
2036	6,356,636	-	-	50,000	6,406,636	2.44%	-
2037	6,523,904	-	-	50,000	6,573,904	2.61%	-
2038	6,686,050	-	-	50,000	6,736,050	2.47%	-
2039	6,895,900	-	-	50,000	6,945,900	3.12%	-
2040	7,086,225	-	-	50,000	7,136,225	2.74%	-
2041	7,294,336	-	-	50,000	7,344,336	2.92%	-
2042	7,506,605	-	-	50,000	7,556,605	2.89%	-
2043	7,725,693	-	-	50,000	7,775,693	2.90%	-
2044	7,955,136	-	-	50,000	8,005,136	2.95%	-
2045	8,182,387	-	-	50,000	8,232,387	2.84%	-
2046	8,430,361	-	-	50,000	8,480,361	3.01%	-
2047	8,677,705	-	-	50,000	8,727,705	2.92%	-
2048	8,937,162	-	-	50,000	8,987,162	2.97%	-
2049	9,184,897	-	-	50,000	9,234,897	2.76%	-
2050	9,463,128	-	-	50,000	9,513,128	3.01%	-
2051	9,739,648	-	-	50,000	9,789,648	2.91%	-
2052	10,023,046	-	-	50,000	10,073,046	2.89%	-
2053	10,335,294	-	-	50,000	10,385,294	3.10%	-
2054	10,602,237	-	-	50,000	10,652,237	2.57%	-