

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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## MEMORANDUM

TO: Fall River Retirement Board

FROM: John W. Parsons, Esq., Executive Director

RE: Approval of Funding Schedule and Revised Appropriation for Fiscal Year 2025

DATE: February 5, 2024

Revised Appropriation for FY25: **\$46,530,857**

This Commission is hereby furnishing you with the revised amount to be appropriated for your retirement system for Fiscal Year 2025, which commences July 1, 2024.

This amount revises the figure shown in our December 7, 2023 memorandum based on the funding schedule recently adopted by the Board (copy enclosed). The revised schedule maintains the FY24 appropriation amount from the prior schedule then has total payments increasing 6.8% for FY25 and 7.5% each year thereafter until FY34, with a final amortization payment in FY35.

The breakout by governmental unit is as follows:

City	\$42,115,078
Housing Authority	3,457,243
Redevelopment Authority	37,225
Diman Voc. School	921,311

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

JWP/jfb

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Enclosure



**Fall River Retirement System  
January 1, 2023 Actuarial Valuation**

Total Appropriation Increasing 6.8% in FY25, then 7.5% until FY34 with a Final Amortization  
Payment in FY35

<u>Fiscal Year</u>	<u>Normal Cost</u>	<u>Net 3(8)(c)</u>	<u>Amort. of UAL</u>	<u>Total Cost</u>	<u>Unfunded Act. Liab.</u>	<u>Increase in Total Cost</u>
2024	9,322,996	2,000,000	32,245,222	43,568,218	377,103,325	
2025	9,742,530	2,000,000	34,788,326	46,530,857	369,571,844	6.8%
2026	10,180,944	2,000,000	37,839,727	50,020,671	358,837,282	7.5%
2027	10,639,087	2,000,000	41,133,135	53,772,221	344,140,590	7.5%
2028	11,117,846	2,000,000	44,687,292	57,805,138	324,949,775	7.5%
2029	11,618,149	2,000,000	48,522,375	62,140,523	300,675,887	7.5%
2030	12,140,965	2,000,000	52,660,097	66,801,063	270,667,518	7.5%
2031	12,687,309	2,000,000	57,123,834	71,811,142	234,204,815	7.5%
2032	13,258,238	2,000,000	61,938,740	77,196,978	190,492,939	7.5%
2033	13,854,858	2,000,000	67,131,893	82,986,751	138,654,943	7.5%
2034	14,478,327	2,000,000	72,732,431	89,210,758	77,724,005	7.5%
2035	15,129,852	2,000,000	6,747,151	23,877,002	6,634,965	-73.2%
2036	15,810,695	2,000,000		17,810,695	0	-25.4%

All amounts assume payments will be made October 1 of each fiscal year.  
 FY24 normal cost includes assumed expenses of \$1.25 million and is assumed to increase 4.5% per year.  
 FY24 appropriation was maintained at the same level as the current schedule.