

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

JOHN W. PARSONS, ESQ., *Executive Director*

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MEMORANDUM

TO: Hingham Retirement Board
FROM: John W. Parsons, Esq., Executive Director
RE: Appropriation for Fiscal Year 2023
DATE: October 21, 2021

Required Fiscal Year 2023 Appropriation: **\$6,580,970**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2023 which commences July 1, 2022.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2023 appropriation to be paid by each of the governmental units within your system. The allocation by governmental unit was developed by KMS Actuaries as part of their January 1, 2020 actuarial valuation.

The current schedule is due to be updated by Fiscal Year 2023.

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

JWP/jfb
Attachments

cc: Board of Selectmen
Town Meeting
c/o Town Clerk

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Hingham Retirement Board

Projected Appropriations

Fiscal Year 2023 - July 1, 2022 to June 30, 2023

Aggregate amount of appropriation: **\$6,580,970**

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 2023	\$8,739,004	\$6,580,970	\$0	\$6,580,970	\$6,580,970	\$0	\$2,158,034
FY 2024	\$8,914,772	\$7,041,639	\$0	\$7,041,639	\$7,041,639	\$0	\$1,873,133
FY 2025	\$9,094,056	\$7,534,552	\$0	\$7,534,552	\$7,534,552	\$0	\$1,559,504
FY 2026	\$9,276,925	\$8,061,971	\$0	\$8,061,971	\$8,061,971	\$0	\$1,214,954
FY 2027	\$9,463,452	\$8,626,310	\$0	\$8,626,310	\$8,626,310	\$0	\$837,142

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.

SECTION 9 - RESULTS BY DEPARTMENT

30-Year Forecast of Annual Appropriations

Year	Town	Light Plant	Housing Authority	SSREC	Total
2021	5,090,917	418,153	10,090	228,914	5,748,074
2022	5,443,559	456,431	19,792	230,657	6,150,439
2023	5,837,513	477,149	20,181	246,127	6,580,970
2024	6,254,723	503,080	20,930	262,906	7,041,639
2025	6,702,245	529,858	21,648	280,802	7,534,553
2026	7,183,491	556,425	22,230	299,825	8,061,971
2027	7,696,925	586,159	22,968	320,258	8,626,310
2028	8,246,864	617,479	23,715	342,093	9,230,151
2029	8,834,613	651,591	24,567	365,490	9,876,261
2030	9,463,587	688,020	25,471	390,522	10,567,600
2031	10,135,889	727,606	26,494	417,343	11,307,332
2032	10,858,376	767,245	27,347	445,877	12,098,845
2033	11,630,668	810,328	28,319	476,449	12,945,764
2034	12,457,947	855,621	29,287	509,112	13,851,967
2035	13,038,850	890,630	30,239	532,367	14,492,086
2036	3,150,163	431,768	25,655	150,126	3,757,712
2037	3,243,378	444,544	26,414	154,568	3,868,904
2038	3,332,668	456,783	27,141	158,823	3,975,415
2039	3,437,336	471,129	27,994	163,812	4,100,271
2040	3,543,102	485,625	28,855	168,852	4,226,434
2041	3,644,527	499,527	29,681	173,686	4,347,421
2042	3,752,911	514,382	30,564	178,851	4,476,708
2043	3,865,556	529,821	31,481	184,219	4,611,077
2044	3,982,262	545,817	32,431	189,781	4,750,291
2045	4,116,907	564,272	33,528	196,198	4,910,905
2046	4,260,006	583,885	34,693	203,017	5,081,601
2047	4,396,881	602,646	35,808	209,540	5,244,875
2048	4,542,692	622,631	36,996	216,489	5,418,808
2049	4,679,899	641,437	38,113	223,028	5,582,477
2050	4,831,782	662,254	39,350	230,266	5,763,652