

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: Malden Retirement Board

FROM: William T. Keefe, Executive Director

RE: Approval of Funding Schedule

DATE: December 18, 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 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 schedule reduces the FY26 (and subsequent appropriations) by \$1.4 million (and greater) from the prior schedule. This was accomplished by extending the funding schedule by two years and reducing in the annual increase in the level of appropriation. 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 revised schedule maintains the 6.75% investment return assumption used in the prior actuarial valuation.

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

WTK/jfb

P:\actuarial\APPROP\Approp25\malDEN approval.docx

Enc.



MALDEN RETIREMENT SYSTEM

FUNDING SCHEDULE

Fiscal Year	Normal Cost	Unfunded Liability	Funding Amortization of UAAL	Net 3(8)(c) Payments	Schedule Contribution
2026	3,940,403	78,736,938	12,840,610	367,245	17,148,257
2027	4,117,721	70,344,331	13,097,422	367,245	17,582,388
2028	4,303,019	61,111,075	13,359,370	367,245	18,029,633
2029	4,496,654	50,974,945	13,626,558	367,245	18,490,457
2030	4,699,004	39,869,404	13,899,089	367,245	18,965,337
2031	4,910,459	27,723,311	14,177,071	367,245	19,454,774
2032	5,131,430	14,460,612	14,460,612	367,245	19,959,286
2033	5,362,344	-	-	367,245	5,729,589

Amortization of Unfunded Liability as of July 1, 2025

Year	Type	Original Amort. Amount	Percentage Increasing	Original # of Years	Current Amort. Amount	Years Remaining
2026	Fresh Start	12,840,610	2.00%	7	12,840,610	7