

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: Massachusetts Water Resources Authority Retirement Board

FROM: William T. Keefe, Executive Director

RE: Approval of Funding Schedule

DATE: July 10, 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 FY26 (and includes additional payments of \$8.0 million in FY26 and \$6.5 million in FY27 and FY28) and is acceptable under Chapter 32.

The revised schedule maintains the 6.90% investment return assumption used in the 2024 actuarial valuation.

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.



Funding Schedule 4

Appropriations increase 19.42% per year, with an additional payment of \$8,000,000 for FY2026,
\$6,500,000 for FY2027 and \$6,500,000 for FY2028

Fully funded by June 30, 2030

(1) Fiscal Year Ended June 30	(2) Employer Normal Cost	(3) Amortization of Unfunded Liability	(4) Actuarially Determined Contribution (ADC) Before Additional Payment: (2) + (3)	(5) Additional Payment	(6) Actuarially Determined Contribution (ADC) with Additional Payment: (4)+(5)	(7) Total Unfunded Actuarial Accrued Liability at Beginning of Fiscal Year	(8) Percent Increase in Actuarially Determined Contribution
2026	\$4,250,500	\$14,096,616	\$18,347,116	\$8,000,000	\$26,347,116	\$115,677,098	--
2027	4,402,327	17,507,799	21,910,126	6,500,000	28,410,126	100,037,535	19.42%
2028	4,559,477	21,605,595	26,165,072	6,500,000	32,665,072	81,275,788	19.42%
2029	4,722,131	26,524,198	31,246,329	0	31,246,329	56,838,936	19.42%
2030	4,890,481	32,406,455	37,296,936	0	37,296,936	32,406,455	19.36%
2031	5,064,723	0	5,064,723	0	5,064,723	0	-86.42%