

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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MEMORANDUM

TO: Maynard Retirement Board

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

RE: Approval of Funding Schedule

DATE: September 11, 2023

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 FY24 (since the amount under the prior schedule was maintained in FY24) and is acceptable under Chapter 32.

The revised schedule maintains the 6.5% investment return assumption used in the 2021 actuarial valuation. Also, there was a slight adjustment to the fully generational mortality assumption.

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

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Maynard Retirement System
January 1, 2023 Actuarial Valuation

UAL Amortized on 4.0% annual increasing basis through FY34

<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 Total Cost</u>
2024	1,512,025	100,000	1,503,605	3,115,630	15,130,235	
2025	1,580,066	100,000	1,611,205	3,291,272	14,512,361	5.6%
2026	1,651,169	100,000	1,675,654	3,426,823	13,739,731	4.1%
2027	1,725,472	100,000	1,742,680	3,568,152	12,848,242	4.1%
2028	1,803,118	100,000	1,812,387	3,715,505	11,827,424	4.1%
2029	1,884,258	100,000	1,884,882	3,869,141	10,666,014	4.1%
2030	1,969,050	100,000	1,960,278	4,029,328	9,351,905	4.1%
2031	2,057,657	100,000	2,038,689	4,196,346	7,872,083	4.1%
2032	2,150,252	100,000	2,120,236	4,370,488	6,212,565	4.1%
2033	2,247,013	100,000	2,205,046	4,552,059	4,358,330	4.2%
2034	2,348,129	100,000	2,293,248	4,741,376	2,293,248	4.2%
2035	2,453,794	100,000		2,553,794	0	-46.1%

Appropriation payments assumed to be made July 1 of each fiscal year

Normal cost assumed to increase 4.5% per year

Assumed expenses of \$420,000

FY24 amount maintained at level of current funding schedule