

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: Milford Retirement Board

FROM: William T. Keefe, Executive Director

RE: Approval of Funding Schedule

DATE: October 29, 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 October 1 of each fiscal year. The schedule is effective in FY26 (since the amount under the prior schedule was maintained in FY26) and is acceptable under Chapter 32.

The revised schedule maintains the 7.25% investment return assumption used in the 2023 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.



**Milford Retirement System
January 1, 2025 Actuarial Valuation**

Total Cost Increasing 7.0% per year until FY35 with final amortization payment in FY36

<u>Fiscal</u> <u>Year</u>	<u>Normal</u> <u>Cost</u>	<u>Net</u> <u>3(8)(c)</u>	<u>Amort. of</u> <u>UAL</u>	<u>Amort. of</u> <u>2002 ERI</u>	<u>Amort. of</u> <u>2003 ERI</u>	<u>Total</u> <u>Cost</u>	<u>Unfunded</u> <u>Act. Liab.</u>	<u>% Increase</u> <u>Total Cost</u>
2026	2,827,391	175,000	5,109,658	287,825	37,982	8,437,856	57,137,444	
2027	2,954,624	175,000	5,558,414	300,777	39,691	9,028,506	55,550,584	7.0%
2028	3,087,582	175,000	6,042,130	314,312	41,477	9,660,501	53,360,205	7.0%
2029	3,226,523	175,000	6,935,213			10,336,736	50,485,007	7.0%
2030	3,371,716	175,000	7,513,591			11,060,308	46,835,015	7.0%
2031	3,523,443	175,000	8,136,086			11,834,529	42,310,752	7.0%
2032	3,681,998	175,000	8,805,948			12,662,946	36,802,331	7.0%
2033	3,847,688	175,000	9,526,664			13,549,352	30,188,472	7.0%
2034	4,020,834	175,000	10,301,973			14,497,807	22,335,429	7.0%
2035	4,201,772	175,000	11,135,882			15,512,654	13,095,814	7.0%
2036	4,390,852	175,000	2,347,693			6,913,544	2,307,335	-55.4%
2037	4,588,440	175,000				4,763,440	0	-31.1%

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

Normal Cost includes assumed expenses of \$675,000 and is assumed to increase 4.5% each year
FY26 appropriation maintained at same level as current schedule.