

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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## MEMORANDUM

TO: Northampton Retirement Board

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

RE: Approval of Funding Schedule and Revised Appropriation for Fiscal Year 2024

DATE: April 4, 2023

Revised Appropriation for FY24: **\$7,896,069**

This Commission is hereby furnishing you with the revised amount to be appropriated for your retirement system for Fiscal Year 2024, which commenced July 1, 2023.

This amount revises the figure shown in our November 21, 2022 memorandum based on the funding schedule recently adopted by the Board (copy enclosed). The Board revised the funding schedule to reflect the payment of a 5% COLA in FY23.

The breakout by governmental unit is as follows:

City	\$7,480,027
Housing Authority	416,042

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

JWP/jfb

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Enclosure



**NORTHAMPTON RETIREMENT SYSTEM**  
**FUNDING SCHEDULE with 3(8)(C) - 12 years: 3.45 % amortization**  
**MP-2021, 6.90% Discount Rate, 5% COLA retro to 7/1/22**

Fiscal Year	Normal Cost	Unfunded Liability	Funding Amortization of UAAL	Net 3(8)(c) Payments	Schedule Contribution
2024	2,334,659	53,572,444	5,508,093	53,317	7,896,069
2025	2,439,719	51,380,791	5,702,018	53,317	8,195,054
2026	2,549,506	48,830,609	5,902,808	53,317	8,505,631
2027	2,664,234	45,889,819	6,110,709	53,317	8,828,260
2028	2,784,124	42,523,868	6,325,974	53,317	9,163,415
2029	2,909,410	38,695,549	6,086,537	53,317	9,049,264 #
2030	3,040,333	34,859,034	6,296,522	53,317	9,390,173
2031	3,177,148	30,533,325	6,513,752	53,317	9,744,218
2032	3,320,120	25,676,923	6,738,477	53,317	10,111,914
2033	3,469,525	20,245,199	6,970,954	53,317	10,493,797
2034	3,625,654	14,190,168	7,211,452	53,317	10,890,423
2035	3,788,808	7,460,247	7,460,247	53,317	11,302,373
2036	3,959,305	-	-	53,317	4,012,622

**Amortization of Unfunded Liability as of July 1, 2023**

Year	Type	Original Amort. Amount	Percentage Increasing	Original # of Years	Current Amort. Amount	Years Remaining
2005	ERI-Housing	7,992	4.50%	24	17,966	5
2006	ERI-City	164,100	4.50%	23	353,030	5
2024	Fresh Start	5,137,097	3.45%	12	5,137,097	12

# Contribution amount violates Section 22F