

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chair*

JOHN W. PARSONS, ESQ., *Executive Director*

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## MEMORANDUM

TO: Reading Retirement Board

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

RE: Approval of Funding Schedule

DATE: August 16, 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 in equal installments on August 1 and December 31 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 reflects a reduction in the investment return assumption from 7.0% to 6.75%.

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

JWP/jfb

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## SECTION 3 - CHAPTER 32 OF M.G.L. APPROPRIATIONS

### Exhibit 3.1 - 30-Year Forecast of Annual Appropriations

Fiscal Year Ending	Employer Normal Cost	Amortization Payment of UAL	Net 3(8)(c) Transfers	Total Employer Cost	Increase over Prior Year	Unfunded Actuarial Accrued Liability
2024	\$2,908,403	\$6,147,106	-	\$9,055,509		\$53,066,965
2025	2,957,025	6,847,375	-	9,804,400	8.27%	50,417,080
2026	3,033,410	7,581,813	-	10,615,223	8.27%	46,878,399
2027	3,117,292	8,375,810	-	11,493,102	8.27%	42,356,286
2028	3,205,856	9,237,726	-	12,443,582	8.27%	36,723,980
2029	3,295,715	10,176,951	-	13,472,666	8.27%	29,837,687
2030	3,400,728	11,186,126	-	14,586,854	8.27%	21,534,388
2031	3,503,210	12,264,536	-	15,767,746	8.10%	11,647,519
2032	3,587,539	-	-	3,587,539	-77.25%	-
2033	3,701,579	-	-	3,701,579	3.18%	-
2034	3,812,074	-	-	3,812,074	2.99%	-
2035	3,925,895	-	-	3,925,895	2.99%	-
2036	4,057,473	-	-	4,057,473	3.35%	-
2037	4,166,074	-	-	4,166,074	2.68%	-
2038	4,291,874	-	-	4,291,874	3.02%	-
2039	4,414,032	-	-	4,414,032	2.85%	-
2040	4,565,844	-	-	4,565,844	3.44%	-
2041	4,696,751	-	-	4,696,751	2.87%	-
2042	4,851,526	-	-	4,851,526	3.30%	-
2043	4,994,825	-	-	4,994,825	2.95%	-
2044	5,161,797	-	-	5,161,797	3.34%	-
2045	5,330,433	-	-	5,330,433	3.27%	-
2046	5,492,327	-	-	5,492,327	3.04%	-
2047	5,690,861	-	-	5,690,861	3.61%	-
2048	5,877,751	-	-	5,877,751	3.28%	-
2049	6,059,216	-	-	6,059,216	3.09%	-
2050	6,259,752	-	-	6,259,752	3.31%	-
2051	6,474,344	-	-	6,474,344	3.43%	-
2052	6,676,365	-	-	6,676,365	3.12%	-
2053	6,908,895	-	-	6,908,895	3.48%	-