

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chair*

WILLIAM T. KEEFE, *Executive Director*

Auditor DIANA DIZOGLIO | KATHLEEN M. FALLON | KATE FITZPATRICK | JAMES J. GUIDO | RICHARD MACKINNON, JR. | JENNIFER F. SULLIVAN, ESQ.

## MEMORANDUM

TO: Watertown Retirement Board  
FROM: William T. Keefe, Executive Director *WTK*  
RE: Appropriation for Fiscal Year 2027  
DATE: November 4, 2025

Required Fiscal Year 2027 Appropriation: **\$4,107,191**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2027 which commences July 1, 2026.

Attached please find the portion of the Fiscal Year 2027 appropriation to be paid by each of the governmental units within your system. The allocation by governmental unit was determined by Sherman Actuarial Services as part of their January 1, 2025 actuarial valuation.

The current schedule is due to be updated by Fiscal Year 2028.

As we indicated in PERAC Memo #27/2025, we are sending this letter only to the Retirement Board. Upon receipt, please forward this letter to the appropriate governmental bodies.

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

WTK/jfb  
Attachment

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## Breakouts

	<u>Total</u>	<u>All Others</u>	<u>Housing</u>
(1) Participants			
(a) Actives	625	606	19
(b) Retirees	366	354	12
(c) Inactives	228	220	8
(d) Disabled Retirees	<u>57</u>	<u>56</u>	<u>1</u>
(e) Total	1276	1236	40
(2) Payroll of Active Participants	\$50,526,021	\$48,828,958	\$1,697,063
(3) Normal Cost			
(a) Total Normal Cost	5,544,287	5,345,780	198,507
(b) Expected Employee Contributions	4,763,833	4,603,557	160,276
(c) Administrative Expenses	<u>420,000</u>	<u>404,962</u>	<u>15,038</u>
(d) Net Employer Normal Cost (a) - (b)	780,454	742,223	38,231
(4) Actuarial Accrued Liability	284,399,599	277,753,076	6,646,523
(5) Assets*	<u>278,476,942</u>	<u>271,968,833</u>	<u>6,508,108</u>
(6) Unfunded Actuarial Accrued Liability (4) - (5)	5,922,657	5,784,243	138,415
(7) Amortizations*	3,012,398	2,941,997	70,401
(8) Total Required Employer Contributions (3d) + (7)	3,792,852	3,684,221	108,631
(9) Fiscal 2026 Cost	\$3,999,814	\$3,885,255	\$114,559
(10) Fiscal 2027 Cost	\$4,107,191	\$3,989,557	\$117,634
(11) Fiscal 2028 Cost	\$1,132,434	\$1,100,000	\$32,434
(12) Fiscal 2029 Cost	\$1,132,434	\$1,100,000	\$32,434
(13) Fiscal 2030 Cost	\$1,132,434	\$1,100,000	\$32,434
(14) Fiscal 2031 Cost	\$1,132,434	\$1,100,000	\$32,434
Percentage of Total Cost	100.0%	97.1359%	2.8641%

\* Allocation is based on the ratio of the Unfunded Actuarial Accrued Liability