

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: Wellesley Retirement Board
FROM: William T. Keefe, Executive Director *WTK*
RE: Appropriation for Fiscal Year 2026
DATE: December 2, 2024

Required Fiscal Year 2026 Appropriation: **\$10,968,194**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2026 which commences July 1, 2025.

Attached please find the portion of the Fiscal Year 2026 appropriation to be paid by each of the governmental units within your system. The allocation by governmental unit was developed by Segal as part of their January 1, 2023 actuarial valuation.

The current schedule is due to be updated by Fiscal Year 2026.

As we indicated in PERAC Memo #29/2024, 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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Section 3: Supplemental Information

Exhibit E: Department results as of January 1, 2023

	Housing	Water	Sewer	Light	School	Veteran	All Other	Total
1. Participant counts								
a. Active employees	7	21	5	28	254	1	340	656
b. Inactive members entitled to a return of their employee contributions	4	0	0	2	334	0	52	392
c. Inactive members with a vested right to a deferred or immediate benefit	0	1	0	0	15	0	24	40
d. Retired members ¹	6	16	2	36	122	1	253	436
e. Total members: (a) + (b) + (c) + (d)	17	38	7	66	725	2	669	1,524
2. Projected payroll for calendar year 2023	\$449,777	\$1,495,957	\$392,774	\$2,928,175	\$12,165,745	\$71,060	\$26,949,722	\$44,453,210
3. Normal cost								
a. Total normal cost	\$54,523	\$219,048	\$57,714	\$700,122	\$1,840,754	\$9,400	\$5,118,121	\$7,999,682
b. Expense allowance	1,874	7,530	1,984	24,068	63,278	323	175,943	275,000
c. Employee contributions	-45,275	-147,836	-36,296	-299,817	-1,185,217	-7,217	-2,714,727	-4,436,385
d. Employer normal cost: (a) + (b) + (c)	\$11,122	\$78,742	\$23,402	\$424,373	\$718,815	\$2,506	\$2,579,337	\$3,838,297
4. Total actuarial accrued liability	\$2,560,117	\$11,935,614	\$3,568,290	\$29,965,813	\$54,195,029	\$285,534	\$204,003,905	\$306,514,302
5. Actuarial value of assets	2,311,061	10,774,482	3,221,156	27,050,650	48,922,776	257,756	184,157,804	276,695,685
6. Unfunded actuarial accrued liability: (4) - (5)	\$249,056	\$1,161,132	\$347,134	\$2,915,163	\$5,272,253	\$27,778	\$19,846,101	\$29,818,617
7. Projected Employer Normal Cost, adjusted for timing	11,439	80,988	24,070	436,481	739,324	2,577	2,652,929	3,947,808
8. Projected unfunded actuarial accrued liability	256,419	1,195,459	357,396	3,001,344	5,428,117	28,599	20,432,811	30,700,145
9. Payment on projected unfunded actuarial accrued liability, adjusted for timing	61,580	219,292	65,702	580,247	1,170,318	9,834	4,283,794	6,390,767
10. Budgeted contribution for fiscal 2024: (7) + (9)	\$73,019	\$300,280	\$89,772	\$1,016,728	\$1,909,642	\$12,411	\$6,936,723	\$10,338,575
11. Recommended contribution for fiscal 2025	66,796	339,775	101,421	1,092,844	1,925,930	8,792	7,113,174	10,648,732
12. Recommended contribution for fiscal 2026	68,835	350,005	104,462	1,125,367	1,984,296	9,063	7,326,166	10,968,194