

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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MEMORANDUM

TO: Winchester Retirement Board

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

RE: Approval of Funding Schedule

DATE: December 2, 2021

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 September 1 of each fiscal year. The schedule is effective in FY22 (since the amount under the prior schedule was maintained in FY22) and is acceptable under Chapter 32.

The revised schedule reflects a slight revision to the fully generational mortality assumption.

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

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Winchester Retirement System
January 1, 2021 Actuarial Valuation

Total Cost Increasing 7.7% to FY28 with Final Amortization Payment in FY29

<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>Total</u> <u>Cost</u>	<u>Unfunded</u> <u>Act. Liab.</u>	<u>Increase in</u> <u>Total Cost</u>
2022	2,572,990	285,000	3,024,291	5,882,281	25,975,104	
2023	2,688,775	285,000	3,361,442	6,335,217	24,593,440	7.70%
2024	2,809,770	285,000	3,728,259	6,823,028	22,758,330	7.70%
2025	2,936,209	285,000	4,127,192	7,348,401	20,406,642	7.70%
2026	3,068,339	285,000	4,560,890	7,914,228	17,468,235	7.70%
2027	3,206,414	285,000	5,032,210	8,523,624	13,865,257	7.70%
2028	3,350,703	285,000	5,544,240	9,179,943	9,511,378	7.70%
2029	3,501,484	285,000	4,359,556	8,146,040	4,310,962	-11.26%
2030	3,659,051	285,000		3,944,051	0	-51.58%

Appropriation payments assumed to be made September 1 of each fiscal year.

FY22 Normal Cost includes assumed expenses of \$650,000 and is assumed to increase 4.5% per year.

FY22 appropriation was maintained at the same level as the current schedule.