

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chair*

WILLIAM T. KEEFE, *Executive Director*

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MEMORANDUM

TO: Winchester Retirement Board

FROM: William T. Keefe, Executive Director

RE: Approval of Funding Schedule

DATE: December 5, 2025

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 FY26 (since the amount under the prior schedule was maintained in FY26) and is acceptable under Chapter 32.

The revised schedule maintains the 7.0% investment return assumption used in the 2023 actuarial valuation and reflects an increase in the COLA base from \$14,000 to \$16,000.

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

WTK/jfb

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Enc.



Winchester Retirement System
January 1, 2025 Actuarial Valuation

Total Cost Increasing 5.0% to FY27 with Final Amortization Payment in FY28

<u>Fiscal Year</u>	<u>Normal Cost</u>	<u>Net 3(8)(c)</u>	<u>Amort. of UAL</u>	<u>Total Cost</u>	<u>Unfunded Act. Liab.</u>	<u>Increase in Total Cost</u>
2026	3,097,269	185,000	4,240,120	7,522,389	10,023,465	
2027	3,236,646	185,000	4,476,863	7,898,508	6,238,750	5.00%
2028	3,382,295	185,000	1,960,466	5,527,761	1,938,613	-30.02%
2029	3,534,498	185,000		3,719,498	0	-32.71%

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

FY26 Normal Cost includes assumed expenses of \$810,000 and is assumed to increase 4.5% per year.

FY26 appropriation was maintained at the same level as the current schedule.