

2027 SIDE ACCOUNT EXPIRATION PROCESS

2026 COMMUNICATION AND PREPARATION

All year

PERS Actuarial Services (“Actuarial”) tracks balances of expiring side accounts.

If a side account amortizes (i.e., reaches zero or negative balance before the expiration date), its offset stops on 1st of the next month.

April

1. All side accounts receive 2025 earnings.
2. Actuarial notifies 143 employers that they have a side account or accounts expiring in 2027.

July

Actuarial emails the 143 employers to provide information and resources about the side account expiration process.

August

August 25. Actuarial holds the first online information session for employers.

September

September 25. Milliman presents new 2025-27 employer contribution rates to PERS Board for approval. Once approved, new rates are posted on [PERS website](#).

September 29. Actuarial holds the second online information session.

2027 SIDE ACCOUNT EXPIRATION PROCESS

2027 DECISIONS AND ACTION

April

By April 30:

1. All side accounts receive earnings/losses.
2. Actuarial conducts two calculations on expiring side accounts:
 - a. Actual 12/31/2026 balance.
 - b. Projected 06/30/2027 balance.

May

By May 31:

1. Employers are notified of their side account projected balance and options for credit or transfer to another side account.
2. Larger-balance employers inform Actuarial of their choice of credit or transfer to another side account.

June

By June 30:

1. If credit option applies: PERS Finance withdraws projected balance from side account; funds appear as a credit in Pension section of employer statement.
2. Employers are invoiced for any negative balance on which they received an offset.

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2027 DECISIONS AND ACTION

July

July 1. New 2027-29 contribution rates go into effect.

1. All 2027 expiring side accounts are expired.
2. Rate offsets cease.
3. Accounts that will be transferred to another side account retain funds until year-end; Actuarial shares the actual balances of those accounts with their owners.

September

September 30. Deadline for employers who are opening a new side account to request a new side account calculation from Milliman.



November

November 1. Milliman completes all new side account calculations.

November 10. Employers who are transferring side account funds to another account learn their new 2028 offset rates.

December

December 31. PERS Financial transfers balances into new and existing side accounts.

All 2027 expiring side accounts close.



2027 SIDE ACCOUNT EXPIRATION PROCESS

2028 FINAL RECONCILIATION

January

- **January 1.** Offsets begin on new side accounts.

April

- **By April 30.** Earnings crediting applied. All 12/31/2027 side account balances reconciled.

June

- Invoices or credits that result from earnings crediting and reconciliation are processed.

For details about this process, go to the [Side Accounts webpage](#), “Expiration of Side Accounts in 2027.”