

SOUTH WALTON FIRE DISTRICT
FIREFIGHTERS' RETIREMENT SYSTEM

SECTION 112.664, FLORIDA STATUTES COMPLIANCE
DETERMINED AS OF THE
OCTOBER 1, 2020 VALUATION DATE



March 31, 2021

VIA E-MAIL

Carole Martin
South Walton Fire District
Firefighters' Retirement
System 911 North County Road
393 Santa Rosa Beach, FL

Re: South Walton Fire District Firefighters' Retirement System
Section 112.664, Florida Statutes Compliance

Dear Carole:

Please find enclosed the annual disclosures that satisfy the October 1, 2020 financial reporting requirements made under Section 112.664.

Our office will submit this information electronically to the Department of Management Services. However, it is important for you to be aware that this report must also be made available on the Plan or Plan Sponsor's website, if such website exists. A deadline for this website publication is not made clear in the law.

In addition to the enclosed report, the Plan or Plan Sponsor's website must provide a link to the Division of Retirement's Actuarial Summary Fact Sheet for the Plan, and also report the previous five years' assumed and actual rates of return, along with their respective asset allocations. The Board should contact its Investment Consultant for this information.

With respect to the reporting standards for defined benefit retirement plans or systems contained in Section 112.664(1), F.S., the actuarial disclosures required under this section were prepared and completed by me or under my direct supervision and I acknowledge responsibility for the results. To the best of my knowledge, the results are complete and accurate, and in my opinion, meet the requirements of Section 112.664(1), Florida Statutes, and Rule 60T-1.0035, Florida Administrative Code.

If there are any questions, concerns, or comments about any of the items contained in this report, please feel free to contact me.

Respectfully submitted,

Foster & Foster, Inc.

By: 

Drew D. Ballard, EA, MAAA
Enrolled Actuary #20-8193

Enclosures

cc via email: Stu Kaufman, Board Attorney

When reviewing the following schedules, please note the following:

- 1) The purpose of producing this report is solely to satisfy the requirements set forth by Section 112.664, Florida Statutes, and is mandatory for every Florida public pension fund, excluding the Florida Retirement System (FRS).
- 2) None of the schedules shown have any impact on the funding requirements of the Plan. These schedules are for statutory compliance purposes only.
- 3) In the schedules that follow, the columns labeled “ACTUAL” represent the final recorded GASB 67/68 results. The columns labeled “HYPOTHETICAL” illustrate what the results would have been if different assumptions were used.
- 4) It is our opinion that the Plan’s actual assumptions utilized in the October 1, 2020 Actuarial Valuation Report, as adopted by the Board of Trustees, are reasonable individually and in the aggregate, and represent our best estimate of future Plan experience.
- 5) The “Number of Years Expected Benefit Payments Sustained” calculated in Section II: Asset Sustainability should not be interpreted as the number of years the Plan has left until it is insolvent. This calculation is required by 112.664, Florida Statutes, but the numeric result is irrelevant, since in its calculation we are to assume there will be no further contributions to the Fund. As long as the Actuarially Determined Contribution is made each year the Plan will never become insolvent.

PROJECTION OF THE NUMBER OF YEARS ASSETS WILL SUSTAIN BENEFIT PAYMENTS

Table 1
Plan Assumptions: 7.25%

Fiscal Year Beginning 10/1	Projected Beginning Fiduciary Net Position	Projected Total Contributions	Projected Benefit Payments*	Projected Administrative Expense	Projected Investment Earnings	Projected Ending Fiduciary Net Position
2073	388,766,624	-	699,913	-	28,160,208	416,226,919
2074	416,226,919	-	606,782	-	30,154,456	445,774,593
2075	445,774,593	-	522,427	-	32,299,720	477,551,886
2076	477,551,886	-	446,603	-	34,606,322	511,711,605
2077	511,711,605	-	378,942	-	37,085,355	548,418,018
2078	548,418,018	-	318,972	-	39,748,744	587,847,790
2079	587,847,790	-	266,211	-	42,609,315	630,190,894
2080	630,190,894	-	220,142	-	45,680,860	675,651,612
2081	675,651,612	-	180,241	-	48,978,208	724,449,579
2082	724,449,579	-	146,029	-	52,517,301	776,820,851
2083	776,820,851	-	117,011	-	56,315,270	833,019,110
2084	833,019,110	-	92,692	-	60,390,525	893,316,943
2085	893,316,943	-	72,561	-	64,762,848	958,007,230
2086	958,007,230	-	56,106	-	69,453,490	1,027,404,614
2087	1,027,404,614	-	42,831	-	74,485,282	1,101,847,065
2088	1,101,847,065	-	32,274	-	79,882,742	1,181,697,533
2089	1,181,697,533	-	24,002	-	85,672,201	1,267,345,732
2090	1,267,345,732	-	17,612	-	91,881,927	1,359,210,047
2091	1,359,210,047	-	12,749	-	98,542,266	1,457,739,564
2092	1,457,739,564	-	9,105	-	105,685,788	1,563,416,247
2093	1,563,416,247	-	6,417	-	113,347,445	1,676,757,275
2094	1,676,757,275	-	4,462	-	121,564,741	1,798,317,554
2095	1,798,317,554	-	3,060	-	130,377,912	1,928,692,406
2096	1,928,692,406	-	2,068	-	139,830,124	2,068,520,462
2097	2,068,520,462	-	1,375	-	149,967,684	2,218,486,771
2098	2,218,486,771	-	899	-	160,840,258	2,379,326,130
2099	2,379,326,130	-	576	-	172,501,124	2,551,826,678
2100	2,551,826,678	-	362	-	185,007,421	2,736,833,737
2101	2,736,833,737	-	222	-	198,420,438	2,935,253,953
2102	2,935,253,953	-	133	-	212,805,907	3,148,059,727
2103	3,148,059,727	-	78	-	228,234,327	3,376,293,976
2104	3,376,293,976	-	44	-	244,781,312	3,621,075,244
2105	3,621,075,244	-	24	-	262,527,954	3,883,603,174
2106	3,883,603,174	-	13	-	281,561,230	4,165,164,391
2107	4,165,164,391	-	7	-	301,974,418	4,467,138,802
2108	4,467,138,802	-	4	-	323,867,563	4,791,006,361
2109	4,791,006,361	-	2	-	347,347,961	5,138,354,320
2110	5,138,354,320	-	1	-	372,530,688	5,510,885,007
2111	5,510,885,007	-	-	-	399,539,163	5,910,424,170

*All DROP and Share Balances paid in 2020.

Number of Years Expected Benefit Payments Sustained: 999.99

This projection assumes no further contributions, assumes no further benefit accruals, and assumes Market Value of Assets earn 7.25% interest.

It is important to note that as long as the Actuarially Determined Contribution is made each year, the Plan will never become insolvent. Furthermore, State and local laws mandate that the Actuarially Determined Contribution be made each year.

