



January 30, 2025

Ms. Karen Logue
City of Fort Pierce / Finance
100 N. U.S. Highway 1
Fort Pierce, Florida 34950-4205

**Re: City of Fort Pierce Police Officers' Retirement Trust Fund
GASB No. 67 Disclosure Information for Fiscal Year Ending September 30, 2024**

Dear Karen:

We have prepared the actuarial disclosure information required under Governmental Accounting Standards Board (GASB) Statement No. 67 for the City of Fort Pierce Police Officers' Retirement Trust Fund for the fiscal year ending September 30, 2024.

The following exhibits were based upon financial information as of September 30, 2024, which was provided by the City of Fort Pierce, as well as information furnished by the Plan Administrator. If any of this information changes during the auditing process (including benefit payments, contributions, administrative expenses, or the actual market value of assets as of September 30, 2024), then the following exhibits will need to be revised:

- Statement of Changes in Employer's Net Pension Liability and Ratios
- Schedule of the Employer's Net Pension Liability
- Notes to Net Pension Liability
- Schedule of Contributions
- Notes to Schedule of Contributions
- Sensitivity Analysis

The actuarial valuation of the liabilities has been determined as of the beginning of the year, October 1, 2023 (based on the actuarial valuation results reported in the October 1, 2023 actuarial valuation report dated March 15, 2024), and "rolled forward" to the measurement date, September 30, 2024. Using beginning of the year valuation of liabilities allows for timelier reporting at the end of the year. If significant changes occur during the year, such as benefit changes or changes in assumptions or methods, these may need to be reflected in the process.

Please note that there are other items not listed above that will be required in the Plan's financial statements and/or the City's Annual Comprehensive Financial Report (ACFR) to fully comply with GASB No. 67 standards. This additional information will need to be provided by the Plans' investment consultants, accountants or other financial statement preparers.

Required Disclosures

This information is intended to assist in preparation of the financial statements of the Plan. Financial statements are the responsibility of management, subject to the auditor's review. Please let us know if the auditor recommends any changes.

Our actuarial calculations for this report were prepared for the purpose of complying with the requirements of GASB Statement No. 67. These calculations have been made on a basis that is consistent with our understanding of this Statement.

Our calculation of the liability associated with the benefits described in this report was performed for the purpose of satisfying the requirements of GASB Statement No. 67. The Net Pension Liability is not an appropriate measure for measuring the sufficiency of plan assets to cover the estimated cost of settling the employer's benefit obligation. The Net Pension Liability is not an appropriate measure for assessing the need for or amount of future employer contributions. A calculation of the plan's liability for purposes other than satisfying the requirements of GASB Statement No. 67 may produce significantly different results. This report may be provided to parties other than the City or Board only in its entirety and only with the permission of the City or Board. GRS is not responsible for unauthorized use of this report.

This report is based upon information, furnished to us by the City of Fort Pierce and the Plan Administrator, concerning Plan benefits, active members, deferred vested members, retirees and beneficiaries, and financial data. This information was checked for internal consistency, but it was not otherwise audited. We are not responsible for the accuracy or completeness of the information provided by the City or the Plan Administrator.

This report complements the actuarial valuation report that was provided to the Board and should be considered in conjunction with that report. Please see the actuarial valuation report as of October 1, 2023 dated March 15, 2024 for additional discussion of the nature of actuarial calculations and information related to participant data, economic and demographic assumptions, and benefit provisions.

The findings in this report are based on data through October 1, 2023 and financial information through September 30, 2024. Future actuarial measurements may differ significantly from the current measurements presented in this report due to such factors as the following: plan experience differing from that anticipated by the economic or demographic assumptions; changes in economic or demographic assumptions; increases or decreases expected as part of the natural operation of the methodology used for these measurements (such as the end of an amortization period or additional cost or contribution requirements based on the Plan's funded status); and changes in plan provisions or applicable law.

This report was prepared using our proprietary valuation model and related software which in our professional judgment has the capability to provide results that are consistent with the purposes of the valuation and has no material limitations or known weaknesses. We performed tests to ensure that the model reasonably represents that which is intended to be modeled.



To the best of our knowledge, the information contained with this report is accurate and fairly represents the actuarial position of the Plan. All calculations have been made in conformity with generally accepted actuarial principles and practices as well as with the Actuarial Standards of Practice issued by the Actuarial Standards Board.

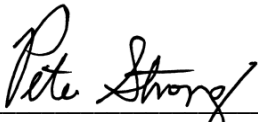
The signing actuaries are independent of the plan sponsor.

Peter N. Strong and Jennifer Cagasan are members of the American Academy of Actuaries (MAAA) and meet the Qualification Standards of the American Academy of Actuaries to render the actuarial opinions contained herein.

This actuarial valuation and/or cost determination was prepared and completed by us or under our direct supervision, and we acknowledge responsibility for the results. To the best of our knowledge, the results are complete and accurate. In our opinion, the techniques and assumptions used are reasonable and are based on generally accepted actuarial principles and practices. There is no benefit or expense to be provided by the Plan and/or paid from the Plan's assets for which liabilities or current costs have not been established or otherwise taken into account in the valuation. All known events or trends which may require a material increase in plan costs or required contribution rates have been taken into account in the valuation.

We welcome your questions and comments.

Respectfully submitted,
Gabriel, Roeder, Smith & Company



Peter N. Strong, FSA, EA, MAAA, FCA
Senior Consultant and Actuary



Jennifer Cagasan, EA, MAAA, FCA
Consultant and Actuary

PS/vm

Enclosures



SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS
GASB Statement No. 67

Fiscal year ending September 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability										
Service Cost	\$ 711,724	\$ 679,091	\$ 567,124	\$ 592,564	\$ 582,493	\$ 565,351	\$ 548,415	\$ 492,850	\$ 498,450	\$ 498,038
Interest	1,454,287	1,359,272	1,319,136	1,265,102	1,206,126	1,154,457	1,067,784	1,000,403	952,685	916,626
Benefit Changes	-	-	-	-	-	-	-	-	-	-
Difference between actual & expected experience	496,684	540,886	(253,745)	(148,313)	508,292	(213,853)	297,338	206,823	(66,499)	(158,912)
Assumption Changes	-	-	535,607	-	65,003	-	-	(155,930)	-	-
Benefit Payments	(1,063,390)	(1,016,855)	(768,656)	(896,499)	(719,495)	(697,198)	(637,505)	(566,773)	(540,270)	(561,863)
Refunds	(207,423)	(120,838)	(68,690)	(90,165)	(164,491)	(39,638)	(95,647)	(40,689)	(293,992)	(121,468)
Other	-	-	-	-	-	-	-	-	-	-
Net Change in Total Pension Liability	1,391,882	1,441,556	1,330,776	722,689	1,477,928	769,119	1,180,385	936,684	550,374	572,421
Total Pension Liability - Beginning	21,468,674	20,027,118	18,696,342	17,973,653	16,495,725	15,726,606	14,546,221	13,609,537	13,059,163	12,486,742
Total Pension Liability - Ending (a)	\$22,860,556	\$21,468,674	\$20,027,118	\$18,696,342	\$17,973,653	\$16,495,725	\$15,726,606	\$14,546,221	\$13,609,537	\$13,059,163
Plan Fiduciary Net Position										
Contributions - Employer (City)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions - Employer (State)	574,934	544,239	453,086	435,343	412,335	402,063	367,113	329,933	302,837	265,449
Contributions - Non-Employer Contributing Entity	-	-	-	-	-	-	-	-	-	-
Contributions - Employee	680,864	621,127	567,708	533,239	536,158	569,137	502,051	487,044	471,774	452,740
Net Investment Income	3,797,419	1,277,095	(3,011,089)	3,164,372	1,018,217	723,841	780,019	1,130,702	1,000,576	(232,886)
Benefit Payments	(1,063,390)	(1,016,855)	(768,656)	(896,499)	(719,495)	(697,198)	(637,505)	(566,773)	(540,270)	(561,863)
Refunds	(207,423)	(120,838)	(68,690)	(90,165)	(164,491)	(39,638)	(95,647)	(40,689)	(293,992)	(121,468)
Administrative Expense	(62,043)	(37,352)	(35,570)	(32,581)	(39,628)	(39,355)	(35,078)	(34,525)	(36,110)	(30,114)
Other	-	-	-	-	-	-	-	-	-	-
Net Change in Plan Fiduciary Net Position	3,720,361	1,267,416	(2,863,211)	3,113,709	1,043,096	918,850	880,953	1,305,692	904,815	(228,142)
Plan Fiduciary Net Position - Beginning	18,334,524	17,067,108	19,930,319	16,816,610	15,773,514	14,854,664	13,973,711	12,668,019	11,763,204	11,991,346
Plan Fiduciary Net Position - Ending (b)	\$22,054,885	\$18,334,524	\$17,067,108	\$19,930,319	\$16,816,610	\$15,773,514	\$14,854,664	\$13,973,711	\$12,668,019	\$11,763,204
Net Pension Liability - Ending (a) - (b)	805,671	3,134,150	2,960,010	(1,233,977)	1,157,043	722,211	871,942	572,510	941,518	1,295,959
Plan Fiduciary Net Position as a Percentage										
of Total Pension Liability	96.48 %	85.40 %	85.22 %	106.60 %	93.56 %	95.62 %	94.46 %	96.06 %	93.08 %	90.08 %
Covered Payroll*	\$ 9,726,625	\$ 8,873,242	\$ 8,110,116	\$ 7,617,698	\$ 7,659,401	\$ 8,130,527	\$ 7,172,157	\$ 6,957,771	\$ 6,739,629	\$ 6,450,909
Net Pension Liability as a Percentage										
of Covered Payroll	8.28 %	35.32 %	36.50 %	(16.20)%	15.11 %	8.88 %	12.16 %	8.23 %	13.97 %	20.09 %

*Covered Payroll was calculated based on actual member contributions for the fiscal year divided by the employee contribution rate.

SCHEDULE OF THE EMPLOYER'S NET PENSION LIABILITY
GASB Statement No. 67

<u>FY Ending September 30,</u>	<u>Total Pension Liability</u>	<u>Plan Net Position</u>	<u>Net Pension Liability</u>	<u>Plan Net Position as a % of Total Pension Liability</u>	<u>Covered Payroll</u>	<u>Net Pension Liability as a % of Covered Payroll</u>
2015	\$13,059,163	\$11,763,204	\$ 1,295,959	90.08%	\$ 6,450,909	20.09%
2016	13,609,537	12,668,019	941,518	93.08%	6,739,629	13.97%
2017	14,546,221	13,973,711	572,510	96.06%	6,957,771	8.23%
2018	15,726,606	14,854,664	871,942	94.46%	7,172,157	12.16%
2019	16,495,725	15,773,514	722,211	95.62%	8,130,527	8.88%
2020	17,973,653	16,816,610	1,157,043	93.56%	7,659,401	15.11%
2021	18,696,342	19,930,319	(1,233,977)	106.60%	7,617,698	(16.20)%
2022	20,027,118	17,067,108	2,960,010	85.22%	8,110,116	36.50 %
2023	21,468,674	18,334,524	3,134,150	85.40%	8,873,242	35.32 %
2024	22,860,556	22,054,885	805,671	96.48%	9,726,625	8.28 %

NOTES TO NET PENSION LIABILITY
GASB Statement No. 67

Valuation Date: October 1, 2023
Measurement Date: September 30, 2024

Methods and Assumptions Used to Determine Net Pension Liability:

Actuarial Cost Method	Entry Age Normal
Inflation	2.5%
Salary Increases	3.5% to 6.5%, depending on completed years of service, including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition.
Mortality	PUB-2010 Headcount Weighted Safety Healthy Employee Mortality Table (for pre-retirement mortality) and the PUB-2010 Headcount Weighted Safety Healthy Retiree Mortality Table (for post-retirement mortality), with separate rates for males and females and ages set forward one year, with mortality improvements projected to all future years after 2010 using Scale MP-2018. For males, the base mortality rates for both pre-retirement and post-retirement mortality are based on the Below Median Healthy tables. These are the same rates currently in use for Special Risk Class members of the Florida Retirement System (FRS). Florida Statutes Chapter 112.63(1)(f) mandates the use of the mortality tables used in either of the two most recently published actuarial valuation reports of FRS.

Other Information:

Notes See Discussion of Valuation Results in the October 1, 2023 Actuarial Valuation Report dated March 15, 2024.

SCHEDULE OF CONTRIBUTIONS
GASB Statement No. 67

<u>FY Ending September 30,</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Actual Contribution as a % of Covered Payroll</u>
2015	\$ 198,688	\$ 265,449	\$ (66,761)	\$ 6,450,909	4.11%
2016	173,208	302,837	(129,629)	6,739,629	4.49%
2017	186,468	329,933	(143,465)	6,957,771	4.74%
2018	200,820	367,113	(166,293)	7,172,157	5.12%
2019	256,925	402,063	(145,138)	8,130,527	4.95%
2020	280,334	412,335	(132,001)	7,659,401	5.38%
2021	254,431	435,343	(180,912)	7,617,698	5.71%
2022	266,012	453,086	(187,074)	8,110,116	5.59%
2023	304,352	544,239	(239,887)	8,873,242	6.13%
2024	360,858	574,934	(214,076)	9,726,625	5.91%

NOTES TO SCHEDULE OF CONTRIBUTIONS
GASB Statement No. 67

Valuation Date: October 1, 2023
Notes Actuarially determined contribution rates are calculated as of October 1, which is the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percent of Payroll, Closed
Remaining Amortization Period	30 years
Asset Valuation Method	4-year smoothed market
Inflation	2.50%
Salary Increases	3.5% to 6.5% depending on completed years of service, including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition.
Mortality	PUB-2010 Headcount Weighted Safety Healthy Employee Mortality Table (for pre-retirement mortality) and the PUB-2010 Headcount Weighted Safety Healthy Retiree Mortality Table (for post-retirement mortality), with separate rates for males and females and ages set forward one year, with mortality improvements projected to all future years after 2010 using Scale MP-2018. For males, the base mortality rates for both pre-retirement and post-retirement mortality are based on the Below Median Healthy tables. These are the same rates currently in use for Special Risk Class members of the Florida Retirement System (FRS). Florida Statutes Chapter 112.63(1)(f) mandates the use of the mortality tables used in either of the two most recently published actuarial valuation reports of FRS.

Other Information:

Notes See Discussion of Valuation Results in the October 1, 2023 Actuarial Valuation Report dated March 15, 2024.

SINGLE DISCOUNT RATE
GASB Statement No. 67

A single discount rate of 6.75% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.75%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments (6.75%) was applied to all periods of projected benefit payments to determine the total pension liability.

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 6.75%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher:

Sensitivity of the Net Pension Liability to the Single Discount Rate Assumption

1% Decrease	Current Single Discount	1% Increase
5.75%	Rate Assumption	7.75%
	6.75%	
\$3,652,982	\$805,671	(\$1,551,227)