

CITY OF DAVENPORT  
GENERAL EMPLOYEES' PENSION TRUST FUND

SECTION 112.664, FLORIDA STATUTES COMPLIANCE  
DETERMINED AS OF THE  
OCTOBER 1, 2022 VALUATION DATE



June 30, 2023

VIA E-MAIL

Ms. Susy Pita, Plan Administrator  
233 Seaside Landings Dr. S.  
Flagler Beach, FL 32136

Re: City of Davenport  
General Employees' Pension Trust Fund

Dear Susy:

Please find enclosed the annual disclosures that satisfy the October 1, 2022 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.

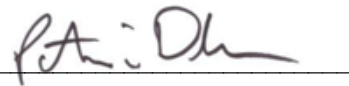
In addition to the enclosed report, the Plan or Plan Sponsor's website must provide a link to the Division of Retirement's Actuarial Summary Fact Sheet for the Plan, and also report the previous five years' assumed and actual rates of return, along with their respective asset allocations. The Board should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

Patrick T. Donlan, EA, ASA, MAAA  
Enrolled Actuary #23-6595

Enclosures

cc: Stuart Kaufman, Plan 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, 2022 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.

SCHEDULE OF CHANGES IN NET PENSION LIABILITY  
FISCAL YEAR SEPTEMBER 30, 2022

	<u>ACTUAL</u>	<u>HYPOTHETICAL</u>
Discount Rate:	7.50%	5.50%
<u>Total Pension Liability</u>		
Service Cost	240,778	336,538
Interest	67,666	67,609
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience	75,425	101,635
Changes of Assumptions	-	-
Benefit Payments, Including Refunds of Employee Contributions	(4,551)	(4,551)
Net Change in Total Pension Liability	379,318	501,231
Total Pension Liability - Beginning	663,712	894,989
Total Pension Liability - Ending (a)	<u>\$ 1,043,030</u>	<u>\$ 1,396,220</u>
<u>Plan Fiduciary Net Position</u>		
Contributions - Employer	308,065	308,065
Contributions - Employee	111,921	111,921
Net Investment Income	(184,890)	(184,890)
Benefit Payments, Including Refunds of Employee Contributions	(4,551)	(4,551)
Administrative Expenses	(26,085)	(26,085)
Net Change in Plan Fiduciary Net Position	204,460	204,460
Plan Fiduciary Net Position - Beginning	785,430	785,430
Plan Fiduciary Net Position - Ending (b)	<u>\$ 989,890</u>	<u>\$ 989,890</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ 53,140</u>	<u>\$ 406,330</u>

## PROJECTION OF THE NUMBER OF YEARS ASSETS WILL SUSTAIN BENEFIT PAYMENTS

Table 1  
Plan Assumptions: Discount Rate = 7.50%

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
2022	989,890	-	46,082	-	72,514	1,016,322
2023	1,016,322	-	45,947	-	74,501	1,044,876
2024	1,044,876	-	34,560	-	77,070	1,087,386
2025	1,087,386	-	40,876	-	80,021	1,126,531
2026	1,126,531	-	41,339	-	82,940	1,168,132
2027	1,168,132	-	42,197	-	86,028	1,211,963
2028	1,211,963	-	45,456	-	89,193	1,255,700
2029	1,255,700	-	45,800	-	92,460	1,302,360
2030	1,302,360	-	50,024	-	95,801	1,348,137
2031	1,348,137	-	50,272	-	99,225	1,397,090
2032	1,397,090	-	53,576	-	102,773	1,446,287
2033	1,446,287	-	55,877	-	106,376	1,496,786
2034	1,496,786	-	57,451	-	110,105	1,549,440
2035	1,549,440	-	57,707	-	114,044	1,605,777
2036	1,605,777	-	59,543	-	118,200	1,664,434
2037	1,664,434	-	60,648	-	122,558	1,726,344
2038	1,726,344	-	63,194	-	127,106	1,790,256
2039	1,790,256	-	72,570	-	131,548	1,849,234
2040	1,849,234	-	74,868	-	135,885	1,910,251
2041	1,910,251	-	73,295	-	140,520	1,977,476
2042	1,977,476	-	71,581	-	145,626	2,051,521
2043	2,051,521	-	69,847	-	151,245	2,132,919
2044	2,132,919	-	68,468	-	157,401	2,221,852
2045	2,221,852	-	66,594	-	164,142	2,319,400
2046	2,319,400	-	65,544	-	171,497	2,425,353
2047	2,425,353	-	65,754	-	179,436	2,539,035
2048	2,539,035	-	65,224	-	187,982	2,661,793
2049	2,661,793	-	63,369	-	197,258	2,795,682
2050	2,795,682	-	60,803	-	207,396	2,942,275
2051	2,942,275	-	59,159	-	218,452	3,101,568
2052	3,101,568	-	56,818	-	230,487	3,275,237
2053	3,275,237	-	54,274	-	243,608	3,464,571
2054	3,464,571	-	51,698	-	257,904	3,670,777
2055	3,670,777	-	49,914	-	273,437	3,894,300
2056	3,894,300	-	47,362	-	290,296	4,137,234
2057	4,137,234	-	44,775	-	308,613	4,401,072
2058	4,401,072	-	42,233	-	328,497	4,687,336
2059	4,687,336	-	39,746	-	350,060	4,997,650
2060	4,997,650	-	37,303	-	373,425	5,333,772
2061	5,333,772	-	34,903	-	398,724	5,697,593
2062	5,697,593	-	32,572	-	426,098	6,091,119
2063	6,091,119	-	30,302	-	455,698	6,516,515
2064	6,516,515	-	28,096	-	487,685	6,976,104
2065	6,976,104	-	25,955	-	522,234	7,472,383
2066	7,472,383	-	23,892	-	559,533	8,008,024
2067	8,008,024	-	21,908	-	599,780	8,585,896
2068	8,585,896	-	20,010	-	643,192	9,209,078
2069	9,209,078	-	18,206	-	689,998	9,880,870

## PROJECTION OF THE NUMBER OF YEARS ASSETS WILL SUSTAIN BENEFIT PAYMENTS

Table 1  
Plan Assumptions: Discount Rate = 7.50%

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
2070	9,880,870	-	16,503	-	740,446	10,604,813
2071	10,604,813	-	14,905	-	794,802	11,384,710
2072	11,384,710	-	13,413	-	853,350	12,224,647
2073	12,224,647	-	12,025	-	916,398	13,129,020
2074	13,129,020	-	10,734	-	984,274	14,102,560
2075	14,102,560	-	9,540	-	1,057,334	15,150,354
2076	15,150,354	-	8,443	-	1,135,960	16,277,871
2077	16,277,871	-	7,443	-	1,220,561	17,490,989
2078	17,490,989	-	6,539	-	1,311,579	18,796,029
2079	18,796,029	-	5,729	-	1,409,487	20,199,787
2080	20,199,787	-	5,007	-	1,514,796	21,709,576
2081	21,709,576	-	4,369	-	1,628,054	23,333,261
2082	23,333,261	-	3,806	-	1,749,852	25,079,307
2083	25,079,307	-	3,310	-	1,880,824	26,956,821
2084	26,956,821	-	2,874	-	2,021,654	28,975,601
2085	28,975,601	-	2,491	-	2,173,077	31,146,187
2086	31,146,187	-	2,155	-	2,335,883	33,479,915
2087	33,479,915	-	1,857	-	2,510,924	35,988,982
2088	35,988,982	-	1,595	-	2,699,114	38,686,501
2089	38,686,501	-	1,365	-	2,901,436	41,586,572
2090	41,586,572	-	1,162	-	3,118,949	44,704,359
2091	44,704,359	-	984	-	3,352,790	48,056,165
2092	48,056,165	-	829	-	3,604,181	51,659,517
2093	51,659,517	-	694	-	3,874,438	55,533,261
2094	55,533,261	-	578	-	4,164,973	59,697,656
2095	59,697,656	-	478	-	4,477,306	64,174,484
2096	64,174,484	-	393	-	4,813,072	68,987,163
2097	68,987,163	-	321	-	5,174,025	74,160,867
2098	74,160,867	-	259	-	5,562,055	79,722,663
2099	79,722,663	-	207	-	5,979,192	85,701,648
2100	85,701,648	-	164	-	6,427,617	92,129,101
2101	92,129,101	-	128	-	6,909,678	99,038,651
2102	99,038,651	-	98	-	7,427,895	106,466,448
2103	106,466,448	-	74	-	7,984,981	114,451,355
2104	114,451,355	-	55	-	8,583,850	123,035,150
2105	123,035,150	-	40	-	9,227,635	132,262,745
2106	132,262,745	-	28	-	9,919,705	142,182,422
2107	142,182,422	-	19	-	10,663,681	152,846,084
2108	152,846,084	-	13	-	11,463,456	164,309,527
2109	164,309,527	-	8	-	12,323,214	176,632,733
2110	176,632,733	-	5	-	13,247,455	189,880,183
2111	189,880,183	-	3	-	14,241,014	204,121,194
2112	204,121,194	-	2	-	15,309,089	219,430,281
2113	219,430,281	-	1	-	16,457,271	235,887,551

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 PROJECTION OF THE NUMBER OF YEARS ASSETS WILL SUSTAIN BENEFIT PAYMENTS

 Table 1  
 Plan Assumptions: Discount Rate = 7.50%

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
2114	235,887,551	-	1	-	17,691,566	253,579,116
2115	253,579,116	-	-	-	19,018,434	272,597,550

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 7.50% 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.**

## PROJECTION OF THE NUMBER OF YEARS ASSETS WILL SUSTAIN BENEFIT PAYMENTS

Table 2  
Hypothetical Assumptions: Discount Rate = 5.50%

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
2022	989,890	-	46,082	-	53,177	996,985
2023	996,985	-	45,947	-	53,571	1,004,609
2024	1,004,609	-	34,560	-	54,303	1,024,352
2025	1,024,352	-	40,876	-	55,215	1,038,691
2026	1,038,691	-	41,339	-	55,991	1,053,343
2027	1,053,343	-	42,197	-	56,773	1,067,919
2028	1,067,919	-	45,456	-	57,486	1,079,949
2029	1,079,949	-	45,800	-	58,138	1,092,287
2030	1,092,287	-	50,024	-	58,700	1,100,963
2031	1,100,963	-	50,272	-	59,170	1,109,861
2032	1,109,861	-	53,576	-	59,569	1,115,854
2033	1,115,854	-	55,877	-	59,835	1,119,812
2034	1,119,812	-	57,451	-	60,010	1,122,371
2035	1,122,371	-	57,707	-	60,143	1,124,807
2036	1,124,807	-	59,543	-	60,227	1,125,491
2037	1,125,491	-	60,648	-	60,234	1,125,077
2038	1,125,077	-	63,194	-	60,141	1,122,024
2039	1,122,024	-	72,570	-	59,716	1,109,170
2040	1,109,170	-	74,868	-	58,945	1,093,247
2041	1,093,247	-	73,295	-	58,113	1,078,065
2042	1,078,065	-	71,581	-	57,325	1,063,809
2043	1,063,809	-	69,847	-	56,589	1,050,551
2044	1,050,551	-	68,468	-	55,897	1,037,980
2045	1,037,980	-	66,594	-	55,258	1,026,644
2046	1,026,644	-	65,544	-	54,663	1,015,763
2047	1,015,763	-	65,754	-	54,059	1,004,068
2048	1,004,068	-	65,224	-	53,430	992,274
2049	992,274	-	63,369	-	52,832	981,737
2050	981,737	-	60,803	-	52,323	973,257
2051	973,257	-	59,159	-	51,902	966,000
2052	966,000	-	56,818	-	51,568	960,750
2053	960,750	-	54,274	-	51,349	957,825
2054	957,825	-	51,698	-	51,259	957,386
2055	957,386	-	49,914	-	51,284	958,756
2056	958,756	-	47,362	-	51,429	962,823
2057	962,823	-	44,775	-	51,724	969,772
2058	969,772	-	42,233	-	52,176	979,715
2059	979,715	-	39,746	-	52,791	992,760
2060	992,760	-	37,303	-	53,576	1,009,033
2061	1,009,033	-	34,903	-	54,537	1,028,667
2062	1,028,667	-	32,572	-	55,681	1,051,776
2063	1,051,776	-	30,302	-	57,014	1,078,488
2064	1,078,488	-	28,096	-	58,544	1,108,936
2065	1,108,936	-	25,955	-	60,278	1,143,259
2066	1,143,259	-	23,892	-	62,222	1,181,589
2067	1,181,589	-	21,908	-	64,385	1,224,066
2068	1,224,066	-	20,010	-	66,773	1,270,829
2069	1,270,829	-	18,206	-	69,395	1,322,018

## PROJECTION OF THE NUMBER OF YEARS ASSETS WILL SUSTAIN BENEFIT PAYMENTS

Table 2  
Hypothetical Assumptions: Discount Rate = 5.50%

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
2070	1,322,018	-	16,503	-	72,257	1,377,772
2071	1,377,772	-	14,905	-	75,368	1,438,235
2072	1,438,235	-	13,413	-	78,734	1,503,556
2073	1,503,556	-	12,025	-	82,365	1,573,896
2074	1,573,896	-	10,734	-	86,269	1,649,431
2075	1,649,431	-	9,540	-	90,456	1,730,347
2076	1,730,347	-	8,443	-	94,937	1,816,841
2077	1,816,841	-	7,443	-	99,722	1,909,120
2078	1,909,120	-	6,539	-	104,822	2,007,403
2079	2,007,403	-	5,729	-	110,250	2,111,924
2080	2,111,924	-	5,007	-	116,018	2,222,935
2081	2,222,935	-	4,369	-	122,141	2,340,707
2082	2,340,707	-	3,806	-	128,634	2,465,535
2083	2,465,535	-	3,310	-	135,513	2,597,738
2084	2,597,738	-	2,874	-	142,797	2,737,661
2085	2,737,661	-	2,491	-	150,503	2,885,673
2086	2,885,673	-	2,155	-	158,653	3,042,171
2087	3,042,171	-	1,857	-	167,268	3,207,582
2088	3,207,582	-	1,595	-	176,373	3,382,360
2089	3,382,360	-	1,365	-	185,992	3,566,987
2090	3,566,987	-	1,162	-	196,152	3,761,977
2091	3,761,977	-	984	-	206,882	3,967,875
2092	3,967,875	-	829	-	218,210	4,185,256
2093	4,185,256	-	694	-	230,170	4,414,732
2094	4,414,732	-	578	-	242,794	4,656,948
2095	4,656,948	-	478	-	256,119	4,912,589
2096	4,912,589	-	393	-	270,182	5,182,378
2097	5,182,378	-	321	-	285,022	5,467,079
2098	5,467,079	-	259	-	300,682	5,767,502
2099	5,767,502	-	207	-	317,207	6,084,502
2100	6,084,502	-	164	-	334,643	6,418,981
2101	6,418,981	-	128	-	353,040	6,771,893
2102	6,771,893	-	98	-	372,451	7,144,246
2103	7,144,246	-	74	-	392,931	7,537,103
2104	7,537,103	-	55	-	414,539	7,951,587
2105	7,951,587	-	40	-	437,336	8,388,883
2106	8,388,883	-	28	-	461,388	8,850,243
2107	8,850,243	-	19	-	486,763	9,336,987
2108	9,336,987	-	13	-	513,534	9,850,508
2109	9,850,508	-	8	-	541,778	10,392,278
2110	10,392,278	-	5	-	571,575	10,963,848
2111	10,963,848	-	3	-	603,012	11,566,857
2112	11,566,857	-	2	-	636,177	12,203,032
2113	12,203,032	-	1	-	671,167	12,874,198

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 PROJECTION OF THE NUMBER OF YEARS ASSETS WILL SUSTAIN BENEFIT PAYMENTS

 Table 2  
 Hypothetical Assumptions: Discount Rate = 5.50%

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
2114	12,874,198	-	1	-	708,081	13,582,278
2115	13,582,278	-	-	-	747,025	14,329,303

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 5.50% 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.**

ACTUAL AND HYPOTHETICAL CONTRIBUTIONS APPLICABLE TO THE FISCAL YEAR  
ENDING SEPTEMBER 30, 2024

Valuation Date: 10/1/2022

	<u>ACTUAL</u>	<u>HYPOTHETICAL</u>
Investment Rate of Return:	7.50%	5.50%
Minimum Required Contribution (Fixed \$)	\$383,120	\$538,961
Minimum Required Contribution (% of Payroll)	16.8%	23.6%
Expected Member Contribution	113,974	113,974
Expected Sponsor Contribution (Fixed \$)	\$269,146	\$424,987
Expected Sponsor Contribution (% of Payroll)	11.8%	18.6%

**ASSETS**

Actuarial Value <sup>1</sup>	1,141,215	1,141,215
Market Value <sup>1</sup>	989,890	989,890

**LIABILITIES**

Present Value of Benefits		
Active Members		
Retirement Benefits	2,538,443	3,859,285
Disability Benefits	176,977	255,342
Death Benefits	22,224	32,153
Vested Benefits	141,322	268,963
Refund of Contributions	114,682	118,680
Service Retirees	0	0
DROP Retirees <sup>1</sup>	0	0
Beneficiaries	0	0
Disability Retirees	0	0
Terminated Vested	13,653	13,653
Total:	<u>3,007,301</u>	<u>4,548,076</u>
Present Value of Future Salaries	13,109,219	14,555,979
Present Value of Future Member Contributions	655,461	727,799
Total Normal Cost	314,215	442,542
Present Value of Future Normal Costs (Entry Age Normal)	1,724,766	2,828,921
Total Actuarial Accrued Liability (EAN) <sup>1</sup>	1,282,535	1,719,155
Unfunded Actuarial Accrued Liability (UAAL)	141,320	577,940

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ACTUAL AND HYPOTHETICAL CONTRIBUTIONS APPLICABLE TO THE FISCAL YEAR  
ENDING SEPTEMBER 30, 2024

Valuation Date: 10/1/2022

	ACTUAL	HYPOTHETICAL
Investment Rate of Return:	7.50%	5.50%
<b><u>PENSION COST</u></b>		
Normal Cost (with interest)	325,998	454,712
Administrative Expenses (with interest)	41,500	41,100
Payment Required To Amortize UAAL (with interest)	15,622	43,149
Minimum Required Contribution	\$383,120	\$538,961

<sup>1</sup> The asset values and liabilities include accumulated DROP Balances as of 9/30/2022.