

Navarre Beach Fire Rescue District Firefighters' Pension Trust Fund

GASB Disclosure Information

Statements 67/68

Measurement Date: September 30, 2026
GASB 68 Expense
Reporting Date: September 30, 2026

FOSTER & FOSTER
ACTUARIES AND CONSULTANTS

FOSTER & FOSTER
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November 10, 2026

Board of Trustees
Navarre Beach Fire Rescue District
Firefighters' Pension Trust Fund

Re: GASB 67/68 Disclosures – Navarre Beach Fire Rescue District Firefighters' Pension Trust Fund

Dear Board,

We are pleased to present this report of the disclosure information required by GASB Statements 67/68 measured as of September 30, 2026. GASB 68 Expense is determined for the reporting period ending September 30, 2026.

The calculation of the liability associated with the benefits referenced in this report was performed to satisfy the requirements of GASB 67/68 and is not applicable for other purposes, such as determining the plan's funding requirements. Use of the results for other purposes may not be applicable and may produce significantly different results.

The total pension liability, net pension liability, and certain sensitivity information shown in this report are based on an actuarial valuation performed as of October 1, 2025. The total pension liability was rolled forward from the valuation date to the plan's fiscal year ending September 30, 2026 using generally accepted actuarial principles. It is our opinion that the assumptions used for this purpose are internally consistent, reasonable, and comply with the requirements under GASB 67/68.

DATA AND ASSUMPTIONS

In conducting the valuation, we have relied on personnel, and plan design information supplied by the District and asset information supplied by the custodian bank. While we cannot verify the accuracy of all this information, the supplied information was reviewed for consistency and reasonableness. As a result of this review, we have no reason to doubt the substantial accuracy of the information and believe that it has produced appropriate results. This information, along with any adjustments or modifications, is summarized in various sections of this report. The actuarial assumptions and methods are described in the Assumptions section of this report.

DISCLOSURES AND LIMITATIONS

Future actuarial measurements may differ significantly from the current measurements presented in this report due to factors such 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); and changes in plan provisions or applicable law. Due to the limited scope of this report, we did not provide an analysis of these potential differences.

In performing the analysis, we used third-party software to model (calculate) the underlying liabilities and costs. These results are reviewed in the aggregate and for individual sample lives. The output from the software is either used directly or input into internally developed models to generate the results. All internally developed models are reviewed as part of the process. As a result of this review, we believe that the models have produced reasonable results. We do not believe there are any material inconsistencies among assumptions or unreasonable output produced due to the aggregation of assumptions.

ACTUARIAL CERTIFICATION

The valuation has been conducted in accordance with all applicable laws and regulations, as well as generally accepted actuarial principles and practices, including the applicable Actuarial Standards of Practice as issued by the Actuarial Standards Board.

The undersigned are familiar with the immediate and long-term aspects of pension valuations and meet the Qualification Standards of the American Academy of Actuaries necessary to render the actuarial opinions contained herein. All of the sections of this report are considered an integral part of the actuarial opinions.

To our knowledge, no associate of Foster & Foster, Inc. working on this report has any direct financial interest or indirect material interest in Navarre Beach Fire Rescue District Firefighters' Pension Trust Fund, nor does anyone at Foster & Foster, Inc. act as a member of the Board of Trustees of the Navarre Beach Fire Rescue District Firefighters' Pension Trust Fund. Thus, there is no relationship existing that might affect our capacity to prepare and certify this actuarial report.

Respectfully submitted,
Foster & Foster, Inc.



Joseph L. Griffin, ASA, EA, MAAA

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SUMMARY

Valuation Date	10/01/2025	10/01/2024
GASB 67/68 Measurement Date	09/30/2026	09/30/2025
GASB 68 Reporting Date	09/30/2026	09/30/2025
PLAN MEMBERSHIP		
Inactives Currently Receiving Benefits	0	0
Inactives Not Yet Receiving Benefits	3	2
Active Plan Members	11	11
Total	14	13
Covered Payroll	$ 837,141	$ 782,952
NET PENSION LIABILITY/(ASSET)		
Total Pension Liability	$ 2,061,116	$ 1,775,737
Plan Fiduciary Net Position	1,060,170	759,136
Net Pension Liability/(Asset)	$ 1,000,946	$ 1,016,601
Plan Fiduciary Net Position As a % of Total Pension Liability	51.44%	42.75%
Net Pension Liability/(Asset) As a % of Covered Payroll	119.57%	129.84%
Total Pension Expense/(Income)	$ 192,886	$ 157,118
DEVELOPMENT OF SINGLE DISCOUNT RATE		
Single Discount Rate	7.00%	7.00%
Long-Term Expected Rate of Return	7.00%	7.00%
High-quality Municipal Bond Rate	5.39%	4.50%
Number of Years Future Benefit Payments Are Expected to be Paid	All Years	All Years

FIDUCIARY NET POSITION

STATEMENT OF FIDUCIARY NET POSITION

	Market Value SEPTEMBER 30, 2026
ASSETS	
Cash and Cash Equivalents:	
Short Term Investments	116,703
Total Cash and Equivalents	116,703
RECEIVABLES:	
Member Contributions in Transit	2,890
Total Receivables	2,890
INVESTMENTS:	
Mutual Funds:	
Fixed Income	234,516
Equity	708,342
Total Investments	942,858
TOTAL ASSETS	1,062,451
LIABILITIES	
Payables:	
Investment Expenses	1,000
Administrative Expenses	1,281
Total Liabilities	2,281
NET ASSETS:	1,060,170

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

		Year Ended SEPTEMBER 30, 2026
ADDITIONS		
Contributions:		
Member	80,923	
District	149,899	
State	78,222	
Total Contributions		309,044
Investment Income:		
Net Increase in Fair Value of Investments	70,211	
Interest & Dividends	24,484	
Less Investment Expense[1]	(15,334)	
Net Investment Income		79,361
Total Additions		388,405
DEDUCTIONS		
Distributions to Members:		
Refunds of Member Contributions	49,106	
Total Distributions		49,106
Administrative Expense		38,265
Total Deductions		87,371
Net Increase in Net Position		301,034
NET POSITION RESTRICTED FOR PENSIONS		
Beginning of the Year		759,136
End of the Year		1,060,170

[1] Investment related expenses include investment advisory, custodial and performance monitoring fees.

GASB EXHIBITS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY

GASB 67/68 Measurement Date	09/30/2026	09/30/2025
GASB 68 Reporting Period Ending	09/30/2026	09/30/2025
TOTAL PENSION LIABILITY		
Service Cost	152,360	136,702
Interest	133,248	112,887
Changes in Benefit Terms	0	0
Experience (Gains)/Losses	48,877	0
Changes of Assumptions	0	51,559
Benefit Payments	(49,106)	(2,747)
Net Change in Total Pension Liability	285,379	298,401
Total Pension Liability – Beginning	1,775,737	1,477,336
Total Pension Liability – Ending (a)	$ 2,061,116	$ 1,775,737
PLAN FIDUCIARY NET POSITION		
Contributions – Employer	149,899	155,059
Contributions – State	78,222	45,042
Contributions – Other	0	0
Contributions – Employee	80,923	81,087
Net Investment Income	79,361	57,876
Benefit Payments	(49,106)	(2,747)
Administrative Expense	(38,265)	(24,055)
Other	0	0
Net Change in Plan Fiduciary Net Position	301,034	312,262
Plan Fiduciary Net Position – Beginning	759,136	446,874
Adjustment to beginning of year	0	0
Plan Fiduciary Net Position – Ending (b)	$ 1,060,170	$ 759,136
Net Pension Liability – Ending (a) – (b)	$ 1,000,946	$ 1,016,601
Plan Fiduciary Net Position As % of Total Pension Liability	51.44%	42.75%
Covered Payroll	$ 837,141	$ 782,952
Net Pension Liability As % of Covered Payroll	119.57%	129.84%

SENSITIVITY TO CHANGES IN DISCOUNT RATE

GASB 67/68 Measurement Date	09/30/2026	09/30/2025
GASB 68 Reporting Date	09/30/2026	09/30/2025
Discount Rate	7.00%	7.00%
+ 1% Discount Rate	8.00%	8.00%
- 1% Discount Rate	6.00%	6.00%
Net Pension Liability		
Current Discount Rate	$ 1,000,946	$ 1,016,601
1% Increase in Discount Rate	770,379	815,736
1% Decrease in Discount Rate	1,275,251	1,255,551

PENSION EXPENSE YEAR-END SEPTEMBER 30, 2026

For the year ended September 30, 2026, the Sponsor will recognize a Pension Expense/(Income) of $192,886. Below is a summary of the components of the Pension Expense.

Fiscal Year End		09/30/2026
Beginning of Measurement Period		10/01/2025
End of Measurement Period		09/30/2026
Service Cost	$	152,360
Interest on Total Pension Liability		133,248
Changes in Benefit Terms		0
Contributions – Employee		(80,923)
Projected Earnings on Investments		(60,898)
Administrative Expenses		38,265
Recognition of Deferred Outflows/(Inflows)		
Experience (Gains)/Losses		9,777
Assumption Changes		10,312
Investment Returns		(9,255)
Total Pension Expense	$	192,886

PENSION DEFERRED OUTFLOWS/INFLOWS - YEAR-END SEPTEMBER 30, 2026

On September 30, 2026, the Sponsor will report deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Actual and Expected Experience	39,100	0
Changes of Assumptions	30,936	0
Net Difference Between Projected and Actual Earnings on pension Plan Investments	0	29,438
Total	$ 70,036	$ 29,438

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year-Ended September 30:	
2027	$ 10,830
2028	10,830
2029	12,856
2030	6,082
2031	0
Thereafter	0

SUPPLEMENTARY GASB 68 EXPENSE DETAIL

AMORTIZATION SCHEDULE – EXPERIENCE

Year	Initial Base	Recognition Period	2026	2027	2028	2029	2030	Thereafter
2026	$ 48,877	5	$ 9,777	$ 9,775	$ 9,775	$ 9,775	$ 9,775	$ 0
Net Increase/(Decrease) in Pension Expense			$ 9,777	$ 9,775	$ 9,775	$ 9,775	$ 9,775	$ 0

AMORTIZATION SCHEDULE – CHANGES OF ASSUMPTIONS

Year	Initial Base	Recognition Period	2026	2027	2028	2029	2030	Thereafter
2025	$ 51,559	5	$ 10,312	$ 10,312	$ 10,312	$ 10,312	$ 0	$ 0
Net Increase/(Decrease) in Pension Expense			$ 10,312	$ 10,312	$ 10,312	$ 10,312	$ 0	$ 0

AMORTIZATION SCHEDULE – INVESTMENTS

Year	Initial Base	Recognition Period	2026	2027	2028	2029	2030	Thereafter
2026	$ (18,463)	5	$ (3,691)	$ (3,693)	$ (3,693)	$ (3,693)	$ (3,693)	$ 0
2025	(17,691)	5	(3,538)	(3,538)	(3,538)	(3,538)	0	0
2024	(10,132)	5	(2,026)	(2,026)	(2,026)	0	0	0
Net Increase/(Decrease) in Pension Expense			$ (9,255)	$ (9,257)	$ (9,257)	$ (7,231)	$ (3,693)	$ 0

ADDITIONAL EXHIBITS

SCHEDULE OF CONTRIBUTIONS

Plan Year Ended	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contrib. as % of Covered Payroll
09/30/2026	$ 219,866	$ 228,121	$ (8,255)	$ 837,141	27.25%
09/30/2025	$ 200,101	$ 200,101	$ 0	$ 782,952	25.56%

The following assumptions were used to determine the Actuarially Determined Contribution for the plan year ended September 30, 2026:

Calculation Timing	The Actuarially Determined Contribution is calculated using a October 1, 2024 valuation date.
Interest Rate	7.00%
Assumptions	All other assumptions and methods used for determining the Actuarially Determined Contribution can be found in the October 1, 2024 Actuarial Valuation Report for the Navarre Beach Fire Rescue District Firefighters' Pension Trust Fund prepared by Foster & Foster Actuaries and Consultants.

INVESTMENT DISCLOSURES

SCHEDULE OF INVESTMENT RETURNS

For the year ended September 30, 2026, the annual money-weighted rate of return on Pension Plan investments, net of pension plan investment expense, was 9.46 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Fiscal Year Ended	Annual Money-Weighted Rate of Return Net of Investment Expense
09/30/2026	9.46%
09/30/2025	10.62%

SUPPORT FOR LONG-TERM EXPECTED RATE OF RETURN

The Long-Term Expected Rate of Return on Pension Plan investments can be determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of Pension Plan investment expenses and inflation) are developed for each major asset class.

These ranges are combined to produce the Long-Term Expected Rate of Return by weighting the expected future real rates of return by target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in the Pension Plan's target asset allocation adopted as of September 30, 2026, as provided by Mariner, are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Domestic Equity	52.5%	7.50%
International Equity	15.0%	8.50%
Fixed Income (Non-Core)	20.0%	2.50%
Domestic Fixed Income	12.5%	2.50%
Total	100.0%	

Inflation rate of investment advisor	2.50%

CONCENTRATIONS

The Plan did not hold investments in any one organization that represent 5 percent or more of the Pension Plan's fiduciary net position.

ASSUMPTIONS

Valuation Date	October 1, 2025
GASB 67/68 Measurement Date	September 30, 2026
GASB 68 Reporting Date	September 30, 2026
Discount Rate	7.00%
Long-Term Rate of Return	7.00%
Cost Method	Entry Age Normal
Latest Experience Study Date	N/A
Mortality	
Healthy Active Lives	Female: PubS-2010 for Employees Male: PubS-2010 for Employees, set forward 1 year
Healthy Retiree Lives	Female: PubS-2010 for Healthy Retirees Male: PubS-2010 for Healthy Retirees, set forward 1 year
Beneficiary Lives	Female: PubG.H-2010 for Healthy Retirees Male: PubG.H-2010 for Healthy Retirees, set back 1 year
Disabled Lives	PubG.H-2010 for Disabled Retirees, set forward four years. All healthy rates are projected generationally with Mortality Improvement Scale MP-2021. The previously described mortality assumption rates were mandated by Chapter 2015-157, Laws of Florida. This law mandates the use of the assumptions used in either of the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in Milliman's July 1, 2024 FRS valuation report for special risk employees, with appropriate adjustments made based on plan demographics.
Salary Scale	5% per year
Inflation	2.50%

A summary of other assumptions reflected in the valuation can be found in the October 1, 2025 Actuarial Valuation report for the Navarre Beach Fire District prepared by Foster & Foster Actuaries and Consultants.

CHANGES IN ASSUMPTIONS

Total Pension Liability as of the September 30, 2026 measurement date reflects no assumption changes.

DEVELOPMENT OF THE DISCOUNT RATE

The projection of cash flows used to determine the Discount Rate assumed that current Plan Member contributions will be made at the current contribution rate and that Sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the Member rate.

Based on those 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 (7.00 percent) was applied to all periods of projected benefit payments to determine the Total Pension Liability.

No projected benefit payments were discounted using a high-quality municipal bond rate of 5.39 percent. The high-quality municipal bond rate was based on the daily rate closest to, but not later than the measurement date of the S&P Municipal Bond 20-Year High Grade Rate Index.

The single equivalent Discount Rate was 7.00 percent.

SUMMARY OF CURRENT PLAN

PLAN DESCRIPTION

The Plan is a single-employer defined benefit pension plan administered by the Plan's Board of Trustees comprised of: two District appointees, two Members of the System elected by the Membership, and a fifth Member elected by other 4 and appointed by the District.

BENEFITS PROVIDED

The Plan provides retirement, termination, disability and death benefits.

A summary of the benefit provisions can be found in the Actuarial Valuation as of October 1, 2025 for the Navarre Beach Fire Rescue District Firefighters' Pension Trust Fund prepared by Foster & Foster Actuaries and Consultants.

BENEFIT CHANGES

No benefit changes have been reflected since the prior year.