Item 5.b.iv.

Cash Projection,
How to Invest State and City Contributions

City of Delray Beach *Human Resources - Pension*

M E M O R A N D U M

TO: City of Delray Beach Firefighters' Retirement System Board of Trustees

FROM: Lisa Castronovo, Pension Administrator

SUBJECT: Incoming State and City contributions

DATE: August 13, 2026

ISSUE:

Where to invest incoming State and City contributions

EXPLANATION:

In the next few weeks, the Plan will receive $2,070,631.80 from the State of Florida, and on October 1, 2026, $10,846,535 from the City. Salem Trust needs direction on where to invest the incoming funds.

RECOMMENDATION:

Determine how to invest the incoming funds

DISCUSSION OF VALUATION RESULTS

Comparison of Required Employer Contributions

The required employer contribution this year compared with the preceding year is as follows:

	For FYE 9/30/2027 Based on 10/1/2025 Valuation	For FYE 9/30/2026 Based on 10/1/2024 Valuation	Increase (Decrease)
Required Contribution	$ 12,434,234	$ 11,825,068	$ 609,166
As % of Contr. Year Payroll	78.06 %	80.95 %	(2.89) %
Estimated State Contribution	1,206,994	1,206,994	0
As % of Contr. Year Payroll	7.58 %	8.26 %	(0.68) %
Net Employer Contribution *	11,227,240	10,618,074	609,166
As % of Contr. Year Payroll	70.48 %	72.69 %	(2.21) %

Payment of Required Contribution

The contribution developed in this valuation has been calculated as though payments are made at the end of each biweekly pay period. **If the full contribution for the fiscal year ending September 30, 2027 is paid on October 1, 2026, the net required employer contribution is $10,846,535 or 68.09% of covered payroll.**

Further, the required Employer contribution has been computed with the assumption that the amount to be received from the State in 2026 and 2027 will be at least equal to the amount received in 2025 of $1,206,994. If the actual payment from the State falls below this amount, then the Employer must increase its contribution by the difference.

Actual contributions for the fiscal year ending September 30, 2025 were 9,766,980 from the City plus $1,206,994 of annual State revenue, for a total of $10,973,974. The total annual required contribution was $10,973,974.

Revisions in Benefits

There were no revisions in benefits since the prior valuation.

Revisions in Actuarial Assumptions and Methods

The mortality and improvement scales were updated to reflect the updated mortality assumptions used in the July 1, 2024 Florida Retirement System (FRS) Actuarial Valuation. Florida Statutes Chapter 112.63 mandates that local municipal pension plans use the mortality rates in either of the last two published

CITY OF DELRAY BEACH
HUMAN RESOURCES - PENSION
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Delray Beach Florida
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September 25, 2026

Ms. Karen Russo
Salem Trust
1715 N. Westshore Blvd, Suite 750
Tampa, FL 33607

SUBJECT: **City of Delray Beach Firefighters' Retirement System**
Account #

Dear Karen:

This is to inform you that on or about October 1, 2026, the City of Delray Beach will wire the City's fiscal year end September 30, 2027, pension contribution of $10,846,535.00 as follows:

Bank of America, N.A.
222 Broadway; New York, NY 10038
ABA#
FBO Argent Institutional Trust Company
Credit to Account #
For further credit to: DELRAY FF-R-D,

A letter of direction regarding how to invest these funds will be forthcoming.

If there are any problems receiving the wire, please contact Sherry Dungey at (561) 243-7103 / dungey@mydelraybeach.com.

Sincerely,
CITY OF DELRAY BEACH FIREFIGHTERS' RETIREMENT SYSTEM

Lisa Castronovo
Pension Administrator

cc: Sherry Dungey, Treasury Analyst
Tawanda Gay, Treasury Specialist
Henry Dachowitz, CFO
Carmen Aleman, Deputy CFO
Brendon Vavrica, Mariner Institutional

Firefighter's 2025 Premium Tax Distribution Calculation

City Code	City Name	Unadjusted Premium Tax	Reallocate	Adj. Premium Tax	Service Charge	IPT Database Expense	Maximum Net Available to City	Payroll Limitations 2025 Calendar Year Payroll	Payroll Limitations 6% of Calendar Year Payroll	Minimum 50% of Net Available to City	Due From City	Distribution Amount	FF Suppl. Trust Fund
		A	B	C = A + B	D = C * 8%	E	F = C - D - E	G	H = G *6%	I = F*50%	J	K = (F,H, or I) - J	L = F - K
251	CLEARWATER	$2,105,322.30	$0.00	$2,105,322.30	$168,425.78	$579.82	$1,936,316.70	$32,262,343.44	$1,935,740.61	$968,158.35	$0.00	$1,935,740.61	$576.09
253	CLERMONT	$616,177.77	$0.00	$616,177.77	$49,294.22	$169.70	$566,713.85	$15,207,644.54	$912,458.67	$283,356.92	$0.00	$566,713.85	$0.00
255	CLEWISTON	$73,048.17	$0.00	$73,048.17	$5,843.85	$20.12	$67,184.20	$533,109.99	$31,986.60	$33,592.10	$0.00	$33,592.10	$33,592.10
257	COCOA	$244,038.80	$0.00	$244,038.80	$19,523.10	$67.21	$224,448.49	$7,066,613.57	$423,996.81	$112,224.24	$0.00	$224,448.49	$0.00
258	COCOA BEACH	$338,149.26	$0.00	$338,149.26	$27,051.94	$93.13	$311,004.19	$5,281,137.51	$316,868.25	$155,502.10	$0.00	$311,004.19	$0.00
265	COOPER CITY	$780,933.33	$0.00	$780,933.33	$62,474.67	$215.07	$718,243.59	$0.00	$0.00	$359,121.80	$0.00	$359,121.80	$359,121.79
268	CORAL GABLES	$1,843,373.26	$0.00	$1,843,373.26	$147,469.86	$507.68	$1,695,395.72	$32,325,920.00	$1,939,555.20	$847,697.86	$0.00	$1,695,395.72	$0.00
270	CORAL SPRINGS	$2,461,604.07	$1,059,477.92	$3,521,081.99	$281,686.56	$969.73	$3,238,425.70	$37,155,281.57	$2,229,316.89	$1,619,212.85	$0.00	$2,229,316.89	$1,009,108.81
278	CRESCENT CITY	$19,114.71	$0.00	$19,114.71	$1,529.18	$5.26	$17,580.27	$79,367.05	$4,762.02	$8,790.14	$0.00	$8,790.14	$8,790.13
279	CRESTVIEW	$323,550.91	$0.00	$323,550.91	$25,884.07	$89.11	$297,577.73	$5,740,800.21	$344,448.01	$148,788.86	$0.00	$297,577.73	$0.00
287	DADE CITY	$114,872.94	$0.00	$114,872.94	$9,189.84	$31.64	$105,651.46	$415,116.82	$24,907.01	$52,825.73	$0.00	$52,825.73	$52,825.73
288	DANIA BEACH	$527,570.36	$0.00	$527,570.36	$42,205.63	$145.30	$485,219.43	$2,005,746.00	$120,344.76	$242,609.72	$0.00	$242,609.72	$242,609.71
290	DAVENPORT	$176,791.12	$0.00	$176,791.12	$14,143.29	$48.69	$162,599.14	$1,974,143.82	$118,448.63	$81,299.57	$0.00	$118,448.63	$44,150.51
292	DAVIE	$1,856,931.85	$0.00	$1,856,931.85	$148,554.55	$511.41	$1,707,865.89	$27,761,416.19	$1,665,684.97	$853,932.94	$0.00	$1,665,684.97	$42,180.92
293	DAYTONA BEACH	$956,029.73	$0.00	$956,029.73	$76,482.38	$263.30	$879,284.05	$15,732,382.24	$943,942.93	$439,642.02	$0.00	$879,284.05	$0.00
296	DEERFIELD BEACH	$1,582,939.33	$87,554.26	$1,670,493.59	$133,639.49	$460.07	$1,536,394.03	$4,861,086.36	$291,665.18	$768,197.02	$0.00	$768,197.02	$768,197.01
298	DELAND	$457,560.68	$0.00	$457,560.68	$36,604.85	$126.02	$420,829.81	$9,891,951.13	$593,517.07	$210,414.90	$0.00	$420,829.81	$0.00
301	DELRAY BEACH	$1,838,538.00	$412,822.69	$2,251,360.69	$180,108.85	$620.04	$2,070,631.80	$38,367,395.00	$2,302,043.70	$1,035,315.90	$0.00	$2,070,631.80	$0.00
303	DELTONA	$1,053,107.83	$0.00	$1,053,107.83	$84,248.63	$290.03	$968,569.17	$12,429,290.17	$745,757.41	$484,284.58	$0.00	$745,757.41	$222,811.76
316	DUNEDIN	$682,233.61	$0.00	$682,233.61	$54,578.69	$187.89	$627,467.03	$7,605,053.35	$456,303.20	$313,733.52	$0.00	$456,303.20	$171,163.83
326	EATONVILLE	$24,589.43	($24,589.43)	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00
331	EDGEWATER	$356,712.02	$0.00	$356,712.02	$28,536.96	$98.24	$328,076.82	$5,544,417.22	$332,665.03	$164,038.41	$0.00	$328,076.82	$0.00