

# Important Dates and Annual Reporting

## JANUARY

Annual Good Time Service Credit Certification form emailed to fire chief and a governing body representative for completion by March 31.

Annual financial report provided to governing body and fire chief. The report summarizes prior calendar year investment activity.

## FEBRUARY

PERA submits Department of Revenue Supplemental Benefit Reimbursement form on behalf of department, as applicable.

## MARCH

PERA receives reimbursement funds from Department of Revenue and deposits in department plan account, as applicable.

Deadline for governing body and fire chief to submit completed *Annual Good Time Service Credit Certification* form.

March and ongoing: PERA to prepare GASB 68 reporting schedules for GAAP-reporting municipalities. Completion timeline is based on timing of receipt of Annual Good Time Service Credit Certification form.

## JULY

PERA to determine the annual funding requirement for each department plan account and will certify the contribution requirement to the governing body.

## OCTOBER

Department of Revenue releases fire state aid and supplemental aid to PERA. The monies are deposited in department plan accounts.

## DECEMBER

Deadline for resolution of a service pension level increase to be effective the following January 1.

# SVF Plan Account Performance

The Volunteer Firefighter Account is a diversified portfolio that has an asset allocation target of 35 percent Domestic Equity, 15 percent International Equity, 45 percent Fixed Income, and 5 percent Cash. Below is the performance of the Volunteer Firefighter Account along with the underlying fund returns as of June 30, 2021.

### Annualized Returns (%) as of June 30, 2021

	Quarter	Year	3 Year	5 Year
U.S. Stock Index Fund	8.5	44.7	19.0	18.0
Broad International Equity Fund	5.2	36.8	9.8	11.3
Bond Fund	2.1	2.1	6.4	4.0
Money Market Fund	0.0	0.2	1.4	1.3
<b>Total Volunteer Firefighter Account</b>	<b>4.7</b>	<b>20.8</b>	<b>11.5</b>	<b>10.2</b>



**Public Employees Retirement Association of Minnesota**

60 Empire Drive, Suite 200  
St. Paul, MN 55103-2088  
Phone: 651-296-7460 or 1-800-652-9026  
Website: [www.mnpera.org](http://www.mnpera.org)



July 19, 2021

PERA ID:  
7016-00

Governing Body and Fire Chief  
Princeton Fire Department

[tpeters@princetonmn.org](mailto:tpeters@princetonmn.org); [pfrdchief1@princetonfiremn.com](mailto:pfrdchief1@princetonfiremn.com)

In accordance with Minnesota Statutes 353G.08, I have determined the 2022 required contribution to cover your volunteer firefighters enrolled in the statewide volunteer firefighter plan. Any amount payable is due to PERA before December 31, 2022. Please refer to attached schedules for detailed information regarding the calculations.

Service Pension Level:	\$4,100
Overall Funding Balance For Current Calendar Year	\$542,583
Funding Ratio	131%
This account is considered to have:	Surplus Over Full Funding

Financial Requirement at 12/31/2022	\$100,355
Reductions to the Financial Requirement:	(\$220,048)

**Required Contribution Due by 12/31/2022**

**None**

Contributions to the statewide volunteer firefighter plan above and beyond any required contributions may be made at any time. Please contact me if you would like to make a voluntary contribution to your plan account.

On behalf of the statewide volunteer firefighter plan advisory board, I hereby direct you to distribute this report to your membership.

If you have any questions, please do not hesitate to contact me by phone (651-201-2666) or by email ([sharyn.north@mnpera.org](mailto:sharyn.north@mnpera.org)).

Sincerely,

Sharyn North  
Accounting Officer Principal, PERA

**Financial Requirement: Surplus Over Full Funding****\$4,100**

Increase in total liability	\$ 153,413	Annual pension cost
Administrative fees	\$ 1,200	\$30/member
Credit one-tenth of surplus if third year	<u>\$ (54,258.30)</u>	10% Surplus Credit

**Financial Requirement at 12/31/2022** \$ 100,355 Net annual cost to be in the SVF

**3. Required Contribution of the Sponsoring Entity****Determination of the required contribution due by 12/31/2022**

Financial Requirement at 12/31/2022	\$ 100,355	
<b>Reductions</b> to the financial requirement:		Funding for SVF Financial Requirement
Fire State Aid Current Year @ 1.035	\$ (68,928)	
Supplemental State Aid Current Year	\$ (14,203)	
6% Interest on Projected Present Assets	<u>\$ (136,917)</u>	

**Required Contribution Due by 12/31/2022** NONE Financial Requirement less Funding

Reduction allowances greater than Financial Requirement \$ 119,693 Funding available fo benefit/surplus

% of Interest allowance dedicated to benefits	17%
Decrease in asset value to attain Required Contribution	-35%

**This account is considered to have: Surplus Over Full Funding**

**Funding Ratio 131%**  
**Service Pension Level: \$4,100**

**Financial Requirement: Surplus Over Full Funding****\$4,300**

Increase in total liability	\$ 160,787	Annual pension cost
Administrative fees	\$ 1,200	\$30/member
Credit one-tenth of surplus if third year	<u>\$ (46,255.35)</u>	10% Surplus Credit

**Financial Requirement at 12/31/2022** \$ 115,732 Net annual cost to be in the SVF

**3. Required Contribution of the Sponsoring Entity****Determination of the required contribution due by 12/31/2022**

Financial Requirement at 12/31/2022	\$ 115,732	
<b>Reductions</b> to the financial requirement:		Funding for SVF Financial Requirement
Fire State Aid Current Year @ 1.035	\$ (68,928)	
Supplemental State Aid Current Year	\$ (14,203)	
6% Interest on Projected Present Assets	<u>\$ (136,917)</u>	

**Required Contribution Due by 12/31/2022** NONE Financial Requirement less Funding

Reduction allowances greater than Financial Requirement \$ 104,316 Funding available fo benefit/surplus

**% of Interest allowance dedicated to benefits** **28%**

**Decrease in asset value to attain Required Contribution** **-30%**

**This account is considered to have: Surplus Over Full Funding**

**Funding Ratio** **125%**

**Service Pension Level:** **\$4,300**

<b>Financial Requirement: Surplus Over Full Funding</b>		<b>\$4,800</b>
Increase in total liability	\$ 179,155	Annual pension cost
Administrative fees	\$ 1,200	\$30/member
Credit one-tenth of surplus if third year	<u>\$ (26,236.66)</u>	10% Surplus Credit
<b>Financial Requirement at 12/31/2022</b>	<u><u>\$ 154,118</u></u>	Net annual cost to be in the SVF

### 3. Required Contribution of the Sponsoring Entity

#### Determination of the required contribution due by 12/31/2022

Financial Requirement at 12/31/2022	\$ 154,118	
<b>Reductions</b> to the financial requirement:		Funding for SVF Financial Requirement
Fire State Aid Current Year @ 1.035	\$ (68,928)	
Supplemental State Aid Current Year	\$ (14,203)	
6% Interest on Projected Present Assets	<u>\$ (136,917)</u>	

<b>Required Contribution Due by 12/31/2022</b>	<u><u>NONE</u></u>	Financial Requirement less Funding
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Reduction allowances greater than Financial Requirement	<u><u>\$ 65,930</u></u>	Funding available fo benefit/surplus
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% of Interest allowance dedicated to benefits	<b>46%</b>
Decrease in asset value to attain Required Contribution	<b>-20%</b>

This account is considered to have: **Surplus Over Full Funding**

Funding Ratio	<b>113%</b>
Service Pension Level:	<b>\$4,800</b>