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TO: Board of County Commissioners (acting as Board of Trustees of OPEB Trust)

FROM: Elissa Nagy, Chief Deputy of Finance

THRU: Jeffrey R. Smith, Clerk of the Circuit Court and Comptroller

DATE: August 5, 2022

SUBJECT: Quarterly OPEB Trust Report for Quarter Ending 06/30/2022

Attached please find a summary report consisting of the composition and investment return of the OPEB Trust for the third quarter of fiscal year 2022. These funds are held in trust by our custodian BNY/Mellon. This report was reviewed by our investment advisory committee on August 4, 2022.

RECOMMENDATION

Staff recommends that the Board of County Commissioners accept the attached Quarterly OPEB Trust Report.

**Indian River County
Other Post Employment Benefits Trust
Quarter Ended June 30, 2022**

| | 3/31/22 value | Purchases | Income/Mk to Mkt | Withdrawals | Transfers | 6/30/22 Value | Current Allocation |
|--|----------------------|-------------------|-----------------------|-----------------|-----------------------|----------------------|-----------------------|
| Investment Activity: | | | | | | | |
| SHORT TERM PORTION (Near-Term Disbursement Needs) | | | | | | | |
| 100% Cash Equivalents | | | | | | | |
| 100% Fidelity Treasury Money Market | \$ 567,637 | \$ 277,830 | \$ 501 | \$ (622) | \$ 2,000,000 | \$ 2,845,346 | 100.0% |
| Short-Term Portion Total | <u>\$ 567,637</u> | <u>\$ 277,830</u> | <u>\$ 501</u> | <u>\$ (622)</u> | <u>\$ 2,000,000</u> | <u>\$ 2,845,346</u> | <u>100.0%</u> |
| LONG TERM PORTION (Future Obligations) | | | | | | | |
| 50% Equities | | | | | | | |
| 22.5% Vanguard 500 Index | 7,850,759 | - | (1,240,696) | - | 178,493 | 6,788,556 | 22.5% |
| 20.0% Vanguard FTSE All-World | 6,984,803 | - | (921,521) | - | (82,217) | 5,981,065 | 19.9% |
| 5.0% Vanguard Mid Cap Index | 1,750,850 | - | (290,117) | - | 56,455 | 1,517,188 | 5.0% |
| 2.5% Vanguard Small Cap Index | 871,268 | - | (144,028) | - | 29,745 | 756,985 | 2.5% |
| 50.0% 50% Equities Subtotal | <u>\$ 17,457,680</u> | <u>\$ -</u> | <u>\$ (2,596,362)</u> | <u>\$ -</u> | <u>\$ 182,476</u> | <u>\$ 15,043,794</u> | <u>49.9%</u> |
| 40% Fixed Debt Securities | | | | | | | |
| 30.0% Vanguard Short Term Treasury | 10,464,338 | - | (90,203) | - | (1,330,893) | 9,043,242 | 30.0% |
| 10.0% Vanguard Intermediate Treasury | 3,492,213 | - | (101,497) | - | (352,454) | 3,038,262 | 10.1% |
| 40.0% 40% Fixed Debt Securities Subtotal | <u>\$ 13,956,551</u> | <u>\$ -</u> | <u>\$ (191,700)</u> | <u>\$ -</u> | <u>\$ (1,683,347)</u> | <u>\$ 12,081,504</u> | <u>40.1%</u> |
| 10% Cash Equivalents | | | | | | | |
| Vanguard Cash Reserve Money Market | 3,498,410 | - | 2,607 | - | (499,129) | 3,001,888 | 10.0% |
| 10.0% 10% Cash Equivalents Subtotal | <u>\$ 3,498,410</u> | <u>\$ -</u> | <u>\$ 2,607</u> | <u>\$ -</u> | <u>\$ (499,129)</u> | <u>\$ 3,001,888</u> | <u>10.0%</u> |
| 100.0% Long-Term Portion Total | <u>\$ 34,912,641</u> | <u>\$ -</u> | <u>\$ (2,785,455)</u> | <u>\$ -</u> | <u>\$ (2,000,000)</u> | <u>\$ 30,127,186</u> | <u>100.0%</u> |
| Portfolio Total | <u>\$ 35,480,278</u> | <u>\$ 277,830</u> | <u>\$ (2,784,954)</u> | <u>\$ (622)</u> | <u>\$ -</u> | <u>\$ 32,972,532</u> | <u>100.0%</u> |

Performance:

| Security/Grouping | Return | Benchmark | Benchmark Timeframe | Benchmark Index |
|---|----------------|----------------|------------------------|--|
| Short-Term Portion: | | | | |
| Fidelity Treasury Money Market | 0.03% | 0.07% | 3 months | US Gov't Money Market Funds Avg. |
| Long-Term Portion: | | | | |
| Vanguard 500 Index | -16.15% | -16.10% | 3 months | S&P 500 Index |
| Vanguard FTSE All-World | -13.52% | -13.68% | 3 months | FTSE All-World ex US |
| Vanguard Mid Cap Index | -16.91% | -16.95% | 3 months | Spliced Mid Cap index |
| Vanguard Small Cap Index | -16.87% | -16.88% | 3 months | Spliced Small Cap index |
| Total - 50% Equities (Blended) | <u>-15.21%</u> | <u>-15.26%</u> | <u>3 months</u> | |
| Vanguard Short Term Treasury | -0.89% | -0.85% | 3 months | Bloomberg US 1-5 Yr Treasury Index |
| Vanguard Intermediate Treasury | -3.00% | -3.41% | 3 months | Bloomberg US 5-10 Yr Treasury Index |
| Total - 40% Fixed Debt (Blended) | <u>-1.42%</u> | <u>-1.49%</u> | <u>3 months</u> | |
| Vanguard Cash Reserves Federal Money Market | 0.08% | 0.07% | 3 months | Spliced US Gov't Money Market Funds Avg. |
| Total - 10% Cash Equivalents (Blended) | <u>0.08%</u> | <u>0.07%</u> | <u>3 months</u> | |
| Total Long-Term (Blended) | <u>-8.21%</u> | <u>-8.26%</u> | <u>3 months</u> | |
| Total Portfolio (Blended) | <u>-7.81%</u> | <u>-7.86%</u> | <u>3 months</u> | |