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

FROM: Elissa Nagy, Finance Director

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

DATE: November 22, 2019

SUBJECT: Quarterly OPEB Trust Report for Quarter Ending 9/30/2019

Attached please find a summary report consisting of the composition and investment return of the OPEB Trust for the fourth quarter of this fiscal year. These funds are held in trust by our custodian BNY/Mellon. This report was reviewed by our investment advisory committee on November 21, 2019.

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 September 30, 2019**

| | 6/30/19 value | Purchases | Income/Mk to Mkt | Withdrawals | Transfers | 9/30/19 Value | Current Allocation |
|--|----------------------|-------------------|---------------------|-----------------------|-------------------|----------------------|-----------------------|
| Investment Activity: | | | | | | | |
| SHORT TERM PORTION (Near-Term Disbursement Needs) | | | | | | | |
| 100% Cash Equivalents | | | | | | | |
| 100% Fidelity Treasury Money Market | \$ 1,827,787 | \$ 549,500 | \$ 8,757 | \$ (2,239,053) | \$ (767) | \$ 146,224 | 100.0% |
| Short-Term Portion Total | \$ 1,827,787 | \$ 549,500 | \$ 8,757 | \$ (2,239,053) | \$ (767) | \$ 146,224 | 100.0% |
| LONG TERM PORTION (Future Obligations) | | | | | | | |
| 50% Equities | | | | | | | |
| 22.5% Vanguard 500 Index | 6,795,161 | - | 79,822 | - | (93,218) | 6,781,765 | 22.3% |
| 20.0% Vanguard FTSE All-World | 6,064,670 | - | (97,912) | - | 114,323 | 6,081,081 | 20.0% |
| 5.0% Vanguard Mid Cap Index | 1,522,025 | - | 1,687 | - | (16,369) | 1,507,343 | 5.0% |
| 2.5% Vanguard Small Cap Index | 770,290 | - | (14,804) | - | (9,316) | 746,170 | 2.5% |
| 50.0% 50% Equities Subtotal | \$ 15,152,146 | \$ - | \$ (31,207) | \$ - | \$ (4,580) | \$ 15,116,359 | 49.8% |
| 40% Fixed Debt Securities | | | | | | | |
| 30.0% Vanguard Short Term Treasury | 9,061,320 | - | 67,307 | - | 20,638 | 9,149,265 | 30.1% |
| 10.0% Vanguard Intermediate Treasury | 3,023,290 | - | 47,405 | - | (18,701) | 3,051,994 | 10.1% |
| 40.0% 40% Fixed Debt Securities Subtotal | \$ 12,084,610 | \$ - | \$ 114,712 | \$ - | \$ 1,937 | \$ 12,201,259 | 40.2% |
| 10% Cash Equivalents | | | | | | | |
| Vanguard Prime Money Market | 3,023,293 | - | 17,300 | - | 3,410 | 3,044,003 | 10.0% |
| 10.0% 10% Cash Equivalents Subtotal | \$ 3,023,293 | \$ - | \$ 17,300 | \$ - | \$ 3,410 | \$ 3,044,003 | 10.0% |
| 100.0% Long-Term Portion Total | \$ 30,260,049 | \$ - | \$ 100,805 | \$ - | \$ 767 | \$ 30,361,621 | 100.0% |
| Portfolio Total | \$ 32,087,636 | \$ 549,500 | \$ 109,562 | \$ (2,239,053) | \$ - | \$ 30,507,845 | 100.0% |

Performance:

| Security/Grouping | Return | Benchmark | Benchmark Timeframe | Benchmark Index |
|---|---------------|--------------|------------------------|-------------------------------------|
| Short-Term Portion: | | | | |
| Fidelity Treasury Money Market | 0.70% | 0.41% | 3 months | US Gov't Money Market Funds Avg. |
| Long-Term Portion: | | | | |
| Vanguard 500 Index | 1.18% | 1.70% | 3 months | S&P 500 Index |
| Vanguard FTSE All-World | -1.61% | -1.58% | 3 months | FTSE All-World ex US |
| Vanguard Mid Cap Index | 0.11% | 0.62% | 3 months | Spliced Mid Cap index |
| Vanguard Small Cap Index | -1.92% | -1.47% | 3 months | Spliced Small Cap index |
| Total - 50% Equities (Blended) | -0.21% | 0.12% | 3 months | |
| Vanguard Short Term Treasury | 0.74% | 0.76% | 3 months | BloomBarc US 1-5 Yr Treasury Index |
| Vanguard Intermediate Treasury | 1.57% | 2.12% | 3 months | BloomBarc US 5-10 Yr Treasury Index |
| Total - 40% Fixed Debt (Blended) | 0.95% | 1.10% | 3 months | |
| Vanguard Prime Money Market | 0.57% | 0.46% | 3 months | Money Market Funds Avg. |
| Total - 10% Cash Equivalents (Blended) | 0.57% | 0.46% | 3 months | |
| Total Long-Term (Blended) | 0.33% | 0.54% | 3 months | |
| Total Portfolio (Blended) | 0.35% | 0.54% | 3 months | |