

**GENERAL EMPLOYEE PENSION COMMITTEE MEETING  
WEDNESDAY, AUGUST 5, 2020 3:00 P.M.  
CITY HALL, COUNCIL CHAMBERS, VERO BEACH, FLORIDA**

**A G E N D A**

- 1. CALL TO ORDER**
- 2. APPROVAL OF MINUTES**
  - A) May 6, 2020
- 3. AGENDA ADDITIONS, DELETIONS & ADOPTION**
- 4. PUBLIC COMMENT**
- 5. NEW BUSINESS**
  - A) Prudential Quarterly Investments
- 6. OLD BUSINESS**
- 7. ATTORNEY MATTERS**
- 8. NEXT MEETING DATE**
- 9. ADJOURNMENT**

This is a Public Meeting. Should any interested party seek to appeal any decision made by the Committee with respect to any matter considered at such meeting or hearing, he will need a record of the proceedings and that, for such purpose he may need to ensure that a record of the proceedings is made which record includes the testimony and evidence upon which the appeal is to be based. Anyone who needs a special accommodation for this meeting may contact the City's Americans with Disabilities Act (ADA) Coordinator at least 48 hours in advance of the meeting.

**GENERAL EMPLOYEE PENSION PLAN COMMITTEE MINUTES**  
**Wednesday, May 6, 2020 3:00 PM**  
**City Hall Council Chambers, Vero Beach, Florida**

**PRESENT:** Monte Falls, City Manager; Tammy Bursick, City Clerk; Cindy Lawson, Finance Director; John Turner, City Attorney. **Also Present:** Glenn Thomas, Committee Attorney (by phone); Dean Molinaro, Prudential (by phone); Pamela Herkes, Prudential (by phone); Kathy Taube, Risk & Benefits Administrator.

**1. CALL TO ORDER**

Mr. Falls called the meeting to order at 3:01 p.m.

**2. APPROVAL OF MINUTES**

Mrs. Bursick made a motion to approve the minutes of the February 26, 2020 meeting. Ms. Lawson seconded the motion and it passed unanimously.

**3. AGENDA ADDITIONS, DELETIONS & ADOPTIONS**

Ms. Lawson made a motion to adopt the agenda. Ms. Bursick seconded the motion, and it passed unanimously.

**4. PUBLIC COMMENT**

None

**5. NEW BUSINESS**

**A. Prudential – March 31, 2020 Quarterly Investment Review**

*Full report on file at City Clerk's Office.*

Mr. Dean Molinaro, Vice President, Investment Strategy of Prudential, presented the Quarterly Investment Review:

1<sup>st</sup> Calendar Quarter Return (2<sup>nd</sup> Fiscal Quarter) -14.25%  
Plan Year (Fiscal) Return -9.77%  
1 year return -5.69%  
3 year return 2.79%  
5 year return 3.75%  
10 year return 6.85%

Assets as of the end of March total \$84,899,669

Distribution of assets is overweight equities:

- 52.61% Traditional Equities (Diversified between Large, Mid & Small Cap US, and an allocation to Non-US Emerging Markets will develop)
- 4.49% Real Estate
- 42.91% Fixed Income

The following transfers will be implemented on May 1<sup>st</sup>, 2020 to rebalance the portfolio:

From:

\$3,905,000 Dryden S&P 500 Index

To:

\$1,500,000 Prudential Short-Term  
700,000 Dryden S&P 500 Index  
500,000 QMA Mid Cap Quantitative Core Equity Fund  
350,000 International Blend /AQR  
225,000 Small Cap Value / Silvercrest Asset Management Fund  
200,000 Real Estate / Cohen & Steers Fund  
180,000 Large Cap Value / Wellington  
150,000 Small Cap Growth / TimesSquare #  
100,000 Emerging Markets Equity / QMA Fund

All managers are in good standing and not on a watch list.

## 6. OLD BUSINESS

None

## 7. ATTORNEY'S MATTERS

### A. Discussion Regarding Recovery of Overpayment for Deceased Participants.

Pamela Herkes from Prudential discussed Prudential's process to avoid overpayments to deceased participants. She explained that on a monthly basis the pensioner census is bumped up against three different sources. Those being the Social Security, State Medical and Obituary Databases. There are instances where a participant's death only becomes apparent when their bank account is closed and no other notification is provided. In all cases, Prudential immediately attempts recovery of overpayments. The City is notified when recovery is unsuccessful.

Ms. Lawson asked if there was any action that we need to take other than formally adopting self correction in the case where an overpayment is made to a deceased retiree. Mr. Thomas indicated that no other action was necessary.

**8. NEXT MEETING DATE** – Wednesday, August 5, 2020 at 3:00 p.m.

**9. ADJOURNMENT**

The meeting was adjourned at 3:35 p.m.

/kft