

- 2A. The Administrative Manager recommends approval of the Retirement Board meeting minutes for May 12, 2025.
- 2B. The Administrative Manager recommends approval of the following invoices:
 - 1. City of Coral Gables invoice due G/L January 1, 2025 through March 31, 2025 in the amount of \$459.00.
 - 2. Gabriel Roeder Smith invoice #493860 for administrative services during the month of May 2025 in the amount of \$19,033.29.
- 2C. The Administrative Manager recommends approval of DROP Benefit Certification for Eddie Coard (General Non-Excludable Employee).

A motion to approve the Consent Agenda was made by Mr. Easley and seconded by Mr. Nunez. Motion unanimously approved (9-0).

- 3. Comments from Retirement Board Chairperson.

Chairperson Diana Gomez welcomed Mr. Derrek Space, new trustee. Mr. Space provided background: his father previously served 12–14 years on the Board, and his family relocated to Argentina. He himself has experience with the Property Advisory Board and economic development efforts.

- 4. Items from the Board Attorney.

Mr. Garcia-Linares Reported a quiet month. An ongoing issue involved responding to a retiree’s inquiries concerning spousal employment and related benefits. Additionally, the office is currently awaiting an updated agreement for benefits payments from the custodian bank.

- 5. Items from the third-party Pension Administrator.

Ms. Estrada provided updates on several administrative items. She reported progress on the Northern Trust transition with PensionSoft, file integration underway, updates expected by September 2025, and parallel testing planned for October 2025. Trustees were reminded that Form 1, Statement of Financial Interests, is due July 1, 2025. She noted that there will be no July meeting, the September meeting will be rescheduled due to the meeting falling on September 11, and a joint meeting with the City Commission is anticipated in October. Ms. Estrada also clarified requirements for ethics and conflict forms: only the electronic Form 1 is required for this Board.

6. Investment Issues.

Dave West provided an update on investments. In May 2025, the portfolio benefited from strong equity performance, with the S&P 500 up 6.29% and international equities leading with a 17% year-to-date gain. Fixed income lagged as long-term yields rose, while a weakening dollar supported international returns.

Following the domestic equity rally, allocations reached policy limits. The Board approved rebalancing by reducing U.S. equities by 3% (~\$15 million) via the Winslow Large-Cap Growth strategy and reallocating proceeds to the Northern Trust Money Market Suite, yielding ~4.5%. Trustees considered Treasury laddering but agreed the money market provided attractive yield and greater flexibility.

As of May-end, the portfolio returned +3.47% fiscal year-to-date, with total assets of \$521.8 million, ahead of policy expectations despite market volatility.

A motion to rebalance as recommended and move \$15 million from Winslow to Northern Trust Money Market was made by Mr. Juan Lucas Alvarez and seconded by Mr. Nunez. Motion unanimously approved (10-0).

7. Old Business.

There was no old business.

8. New Business

There was no new business.

9. Public Comments.

Mr. Martin Barros thanked the trustees for their service and requested clarification on recent pension funding discussions. Chairperson Diana Gomez explained that since 2015 the City has made extra annual contributions to reduce the pension system's unfunded liability. In FY 2025, the City contributed \$9.5 million. However, a 4% COLA effective January 1, 2025 added approximately \$15 million to the unfunded liability and increased annual required contributions by \$1.87 million. As a result, extra contributions will be reduced to about \$7.5 million going forward. This adjustment extends the projected full funding horizon from roughly six years to eight years, with full funding now expected by 2033, assuming all actuarial assumptions hold.

10. Adjournment.

Meeting was adjourned at 9:00 a.m.

APPROVED ON: _____