



Rosemary Guillette  
Vice President  
T 931.359.8143  
M 617.447.1082  
rguillette@segalmarco.com

400 Galleria Parkway  
Suite 1470  
Atlanta, GA 30339-1700  
segalmarco.com

## Memorandum

**To:** Broward Health Pension Fund and Unrestricted Fund

**From:** Rosemary E. Guillette, Vice President and Robert Hungerbuhler, Senior Consultant

**Date:** February 8, 2022

**Re:** Recommendations in connection with our Structure Review Reports and New Asset Allocation

We are recommending rebalancing and terminations of money managers for the Pension Fund and Unrestricted Fund. These recommendations are the result of the new allocation adopted by the Pension Fund at the last meeting and the structure reviews performed for both funds for the February meeting. Our recommendations will more closely align the Total Funds with their respective target allocations and provide a more optimal mix of money managers and use of resources.

Our Pension Fund recommendations are as follows:

1. Hire SSgA to manage new TIPS allocation
2. Terminate Columbia (formerly BMO) – \$14M to new TIPS Allocation and remainder to existing manager Baird (~\$84K fee savings)
3. Terminate Brown – all assets to be moved to the existing SSgA Index Fund (~\$132K fee savings)
4. Terminate Vanguard International – \$14M to existing manager Wellington Int'l and remainder to existing manager Baird (fee increase ~\$85K)
5. Reduce Westfield by \$7M – assets to be contributed to existing manager Blackstone (fee increase ~\$25K)
6. Reduce Vanguard SMID by \$7M – assets to be split evenly between Vanguard Star and Vanguard Global Wellington Fund (fee increase ~\$19K)
7. Search at next meeting for replacement for SMID Value asset class to replace Vanguard SMID Fund

Our Unrestricted Fund recommendations are as follows:

1. Terminate Columbia (formerly BMO) – assets to move to SSgA (savings ~\$160K annually)
2. Terminate Brown – assets to move to SSgA (savings ~\$185K annually)
3. Terminate Vanguard International – assets to move to Wellington International (fee increase ~\$205K annually)
4. Search at next meeting for replacement for SMID Value asset class to replace Vanguard SMID Fund

If you have questions or concerns please do not hesitate to reach out.