



TOWN OF LOS GATOS
FINANCE COMMISSION REPORT

MEETING DATE:03/11/2024

ITEM NO: 5

DATE: February 28, 2024
TO: Finance Commission
FROM: Laurel Prevetti, Town Manager
SUBJECT: Receive the California Employer's Retiree Benefit Trust (CERBT) Strategy 1 Market Value Summary Report for the Period Ending December 31, 2023 and the Performance Report as of January 31, 2024.

RECOMMENDATION:

Receive California Employer's Retiree Benefit Trust (CERBT) Strategy 1 Market Value Summary Report for the Period Ending December 31, 2023 and the Performance Report as of January 31, 2024.

BACKGROUND:

In 2009, the Council approved participating in the CERBT Fund. The CERBT Fund is an IRS Section 115 trust fund dedicated to the prefunding of other post-employment benefits ("OPEB"). The CERBT Strategy 1 is the single investment vehicle for the Town's OPEB Plan ("OPEB Plan").

DISCUSSION:

The ending OPEB 115 Trust account balance as of December 31, 2023, was \$25,858,130.65 compared to \$23,366,797 as of September 30, 2023 (Attachment 1). As of January 31, 2024, the CERBT Strategy 1 fund had a net return of negative 0.75% for the month and 5.54% for Fiscal Year to Date (Attachment 2).

The Town Pension and OPEB Trust Oversight Committee received this report at its March 5, 2024 regular meeting.

PREPARED BY: Gitta Ungvari
Finance Director

Reviewed by: Town Manager, Assistant Town Manager, and Town Attorney

PAGE 2 OF 2

SUBJECT: CERBT

DATE: February 28, 2024

Attachments:

1. OPEB 115 Trust Market Value Report as of December 31, 2023
2. CERBT Performance Report January 31, 2024