



**TOWN OF LOS GATOS**  
**TOWN PENSION AND OPEB TRUSTS**  
**OVERSIGHT COMMITTEE REPORT**

MEETING DATE: 9/3/2019

ITEM NO: 3

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DATE: August 21, 2019  
TO: Town Pension and OPEB Trusts Oversight Committee  
FROM: Laurel Prevetti, Town Manager  
SUBJECT: Accept Year-End Performance and Account Summary Reports for Period  
Ending June 30, 2019 for the Town of Los Gatos IRS Section 115 Pension Trust

**RECOMMENDATION:**

Accept Year-End Performance and Account Summary Reports for Period Ending June 30, 2019 for the Town of Los Gatos IRS Section 115 Pension Trust (Attachments 1 and 2).

**REMARKS:**

On August 15, 2017, Town Council approved Public Agency Retirement Services (PARS) as the administrator of the Town's Section 115 Pension Trust. On December 4, 2017, the Council Finance Committee recommended to invest in the PARS Capital Appreciation Index Plus. In addition, the Committee recommended that assets placed in the 115 Pension Trust be dollar cost averaged over the next year to mitigate risks associated with a single market entry point.

On December 19, 2017, the Town Pension and OPEB Trusts Oversight Committee affirmed the Committee recommendations. The initial \$300,000 was deposited into the PARS account in March 2018 with additional deposits programmed over the course of the year for a current total of \$5.0 million in assets as of June 30, 2019. As of June 30, 2019, the PARS account returned 5.92% gross of fees for the year. Attachment 3 continues a brief Q2 Market Summary.

**Attachments:**

1. PARS IRS 115 Pension Trust Year-End Account Summary for the Period Ending June 30, 2019
2. PARS IRS 115 Pension Trust Year-End Performance Summary for the Period Ending June 30, 2019
3. PARS Q2 Market Summary

**PREPARED BY:** Arn Andrews  
Assistant Town Manager

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Reviewed by: Town Manager and Finance Director

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