



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

MEETING DATE: 06/02/2026

ITEM NO: 3

DATE: May 20, 2026
TO: Town Pension and OPEB Trusts Oversight Committee
FROM: Chris Constantin, Town Manager
SUBJECT: **Receive the California Employer's Retiree Benefit Trust (CERBT) Strategy 1 Market Value Summary Report for the Period Ending March 31, 2026, and the Performance Report as of March 31, 2026**

RECOMMENDATION: Receive California Employer's Retiree Benefit Trust (CERBT) Strategy 1 Market Value Summary Report for the Period Ending March 31, 2026, and the Performance Report as of March 31, 2026.

FISCAL IMPACT:

There is no fiscal impact related to receiving this report.

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 March 31, 2026, was \$32,549,667.02 compared to \$32,526,434.78 as of December 31, 2025 (Attachment 1). As of March 31, 2026, the CERBT Strategy 1 fund had a net return of -5.23% for the month and 7.48% as of Fiscal Year to Date (Attachment 2).

The Town Finance Commission will receive this information at its regular meeting on June 8, 2026.

PREPARED BY: Diane M. Howard
Finance Division Manager

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

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Market Value Summary Report for the Period Ending March 31, 2026, and the
Performance Report as of March 31, 2026

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Attachments:

1. OPEB 115 Trust Market Value Summary Report as of March 31, 2026
2. CERBT Strategy 1 Performance Report March 31, 2026