



**TOWN OF LOS GATOS  
FINANCE COMMISSION REPORT**

MEETING DATE: 06/08/2026

ITEM NO: 3

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DATE: May 22, 2026  
TO: Finance Commission  
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.

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 7.05% for the month and 15.05% as of Fiscal Year to Date (Attachment 2).

This report was presented to the Town Pension and OPEB Trusts Oversight Committee at its regular meeting on June 2, 2026.

PREPARED BY: Diane M. Howard  
Finance Division Manager

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Reviewed by: Town Manager, Town Attorney, and Administrative Services Director

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PAGE 2 OF 2

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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