



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

MEETING DATE: 04/21/2020

ITEM NO: 1

**Minutes of the Pension and OPEB Trust Oversight Committee Meeting
March 3, 2020**

The Pension and OPEB Trust Oversight Committee of the Town of Los Gatos conducted a regular Meeting on Tuesday, March 3, 2020, at 6:00 p.m.

MEETING CALLED TO ORDER AT 6:04 P.M.

ROLL CALL

Present: Mayor Marcia Jensen, Vice Mayor Barbara Spector, Council Member Rob Rennie, Council Member Marico Sayoc.

Absent: None

CONSENT ITEMS (TO BE ACTED UPON BY A SINGLE MOTION)

1. Approve the Town Pension and OPEB Trusts Oversight Committee Meeting Minutes of December 3, 2019.

MOTION: **Motion by Council Member Sayoc to approve the Consent Item.
Seconded by Council Member Rennie.**

VOTE: **Motion passed unanimously.**

VERBAL COMMUNICATIONS

No one spoke.

OTHER BUSINESS

2. Adopt the Recommendation of the Council Finance Committee to Invest Additional Discretionary Payment Assets in the California Employers' Pension Prefunding Trust (CEPPT) Strategy 2 and Provide Direction on an Asset Transfer Methodology.

Arn Andrews, Assistant Town Manager, presented the staff report and suggested an additional recommendation.

Opened Public Comment.

Terry Duryea

- Commented on the two recommendations made by the Council Finance Committee and suggested adding the following provision: *"The intended use of the CEPPT Strategy 2 is a temporary stop before transferring funds to CalPERS or another preferred fund, and no funds should be held in the CEPPT for more than one year."*

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SUBJECT: Minutes of the March 3, 2020 Pension and OPEB Trust Oversight Committee Meeting

DATE: April 13, 2020

Other Business Item #2 – continued

Closed Public Comment.

Council discussed the matter.

MOTION: Motion by Council Member Sayoc to adopt the recommendation of the Council Finance Committee to invest additional discretionary payment (ADP) assets in the California Employers' Pension Prefunding Trust (CEPPT) Strategy 2, implement the strategy outlined on page 4 of the staff report to move \$3.6M in April and the remaining in July, and move future assets from monthly to quarterly. **AMENDED:** to remove the movement of future allocations from the motion. **Seconded** by Mayor Marcia Jensen.

VOTE: Motion passed 3/1. Council Member Rennie voting no.

MOTION: Motion by Council Member Sayoc that the methodology for future allocations be referred to the Finance Committee for its recommendation and guidance. **Seconded** by Vice Mayor Spector.

VOTE: Motion passed unanimously.

ADJOURNMENT

The meeting adjourned at 6:39 p.m.

Respectfully Submitted:

/s/ Shelley Neis, Town Clerk