

AGENDA: October 12, 2023

TO: Budget and Administration/Personnel (B&A/P) Committee

FROM: Tracy New, Director of Finance and Budget

RE: California Employers' Pension Prefunding Trust (CEPPT) Fund and California Employers' Retiree Benefit Trust (CERBT) Fund Account Update Summaries as of June 30, 2023.

RECOMMENDATIONS

Staff recommends that the Budget and Administration/Personnel Committee receive the California Employers' Pension Prefunding Trust (CEPPT) and the California Employers' Retiree Benefit Trust (CERBT) Fund and Fund account update summary reports for the period ending June 30, 2023.

BACKGROUND

In 2022, the RTC approved participating in the California Employers' Pension Prefunding Trust (CEPPT) Fund and California Employers' Retiree Benefit Trust (CERBT) Fund. The CEPPT Fund is an IRS Section 115 trust fund dedicated to the prefunding of the RTC's pension liability. The CERBT Fund is an IRS Section 115 trust fund dedicated to the prefunding of other post-employment benefits ("OPEB") also referred to as retiree health.

DISCUSSION

The RTC's pension trust assets are invested in the CEPPT Strategy 1 and are approximately \$62,958, the CEPPT account returned \$668 net of expenses in FY2022-23.

The RTC's OPEB trust assets are invested in the CERBT Strategy 2 and are approximately \$82,935, the CERBT account returned 1.24%, or \$963 net of expenses, in FY2022-23.

SUMMARY

This item is informational only. The attached CERBT and CEPPT fund reports provide the RTC with a summary of activity, total asset value and net rate of return during the reporting period.

Attachments:

1. California Employers' Retiree Benefit Trust (CERBT) Fund Account Update Summary as of June 30, 2022
2. California Employers' Pension Prefunding Trust (CEPPT) Fund Account Update Summary as of June 30, 2022

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