



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

MEETING DATE: 08/04/2020

**Minutes of the Pension and OPEB Trust Oversight Committee Meeting
April 21, 2020**

The Pension and OPEB Trust Oversight Committee of the Town of Los Gatos conducted a regular meeting via Teleconference, due to COVID-19 Shelter in Place guidelines on Tuesday, April 21, 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 March 3, 2019.

MOTION: Motion by Council Member Sayoc to approve the Consent Item. **Seconded by Vice Mayor Spector.**

VOTE: Motion passed unanimously.

VERBAL COMMUNICATIONS

No one spoke.

OTHER BUSINESS

2. Provide Modified Direction to Staff Not to Make a Payment to CalPERS Prior to May 1, 2020 Given the CalPERS Methodology Explained in this Report and Instead, Direct Staff to Make a Payment After July 1, 2020 to Receive a Unique Market Exposure for the Additional Amortization Base Payment.

Arn Andrews, Assistant Town Manager, presented the staff report.

The Mayor acknowledged written communication from Mr. Jak Van Nada and asked Mr. Andrews to comment. Mr. Andrews described the correlation between additional discretionary payments (ADPs), Actuarial Assets, Actuarial Liabilities, and Unfunded Actuarial Liability.

PAGE 2 OF 2

SUBJECT: Minutes of the April 21, 2020 Pension and OPEB Trust Oversight Committee Meeting

DATE: July 23, 2020

Councilmembers asked questions regarding public communications, actuarial savings associated with ADPs, asset allocation market risk, CalPERS allocation methodology, difference of unique market exposures between years, and diversification of market exposures.

Opened Public Comment.

No one spoke.

Closed Public Comment.

MOTION: Motion by Mayor Jensen to adopt the recommendation of staff to delay the payment of the 2015 amortization base until after July 1, 2020 and asked the Finance Committee to make a recommendation on a methodology going forward, including a recommendation of the appropriate vehicle for assets prior to transfer to CalPERS. **Seconded by Council Member Rennie.**

VOTE: Motion passed unanimously.

ADJOURNMENT

The meeting adjourned at 6:57 p.m.

Respectfully Submitted:

Jenna De Long, Deputy Clerk