

California Employers' Retiree Benefit Trust Update

Annual Report

Finance & Administration Committee

September 17, 2019

California Employers' Retiree Benefit Trust (CERBT) Overview

- The CERBT Fund is an Internal Revenue Code (IRC) Section 115 trust fund dedicated to prefunding Other Post Employment Benefits (OPEB) for all eligible California public agencies.

CERBT customer retention

Three communication channels

Employer Rank by AUM	In-Person	1:1 Teleconference	E-mail	Total Completed
1-40	15	2	39	56
41-125	19	38	85	142
126-250	10	88	125	223
>250	14	9	288	311
Total	58	137	537	732

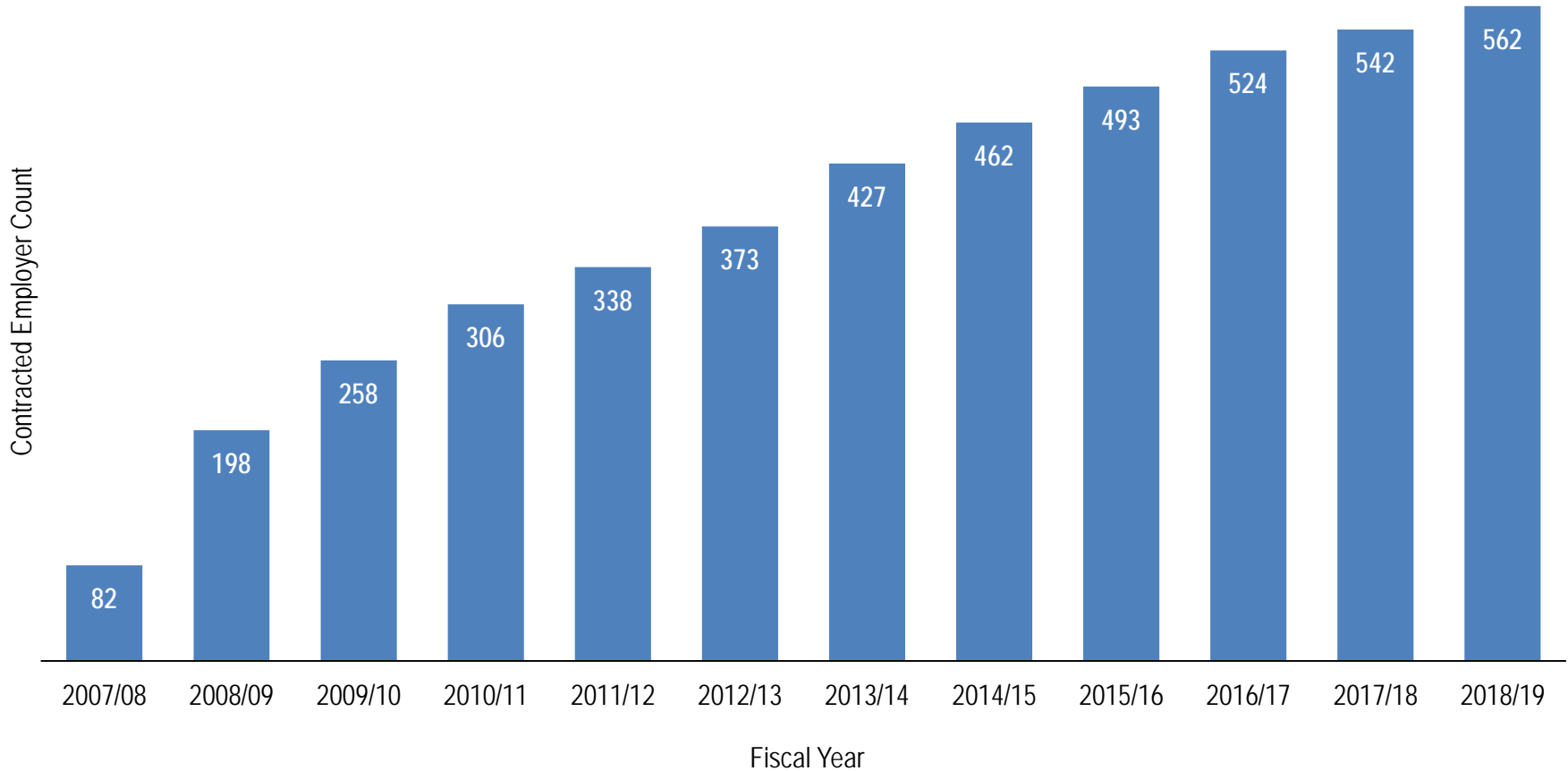
FY 2018-19

Prefunding Programs workshop attendance

Workshop Location	Employers Attended
Fresno Regional Office	23
Glendale Regional Office	21
Orange Regional Office	29
Sacramento Headquarters	34
San Bernardino Regional Office	26
San Diego Regional Office	21
San Jose Regional Office	25
Walnut Creek Regional Office	25
Totals	204

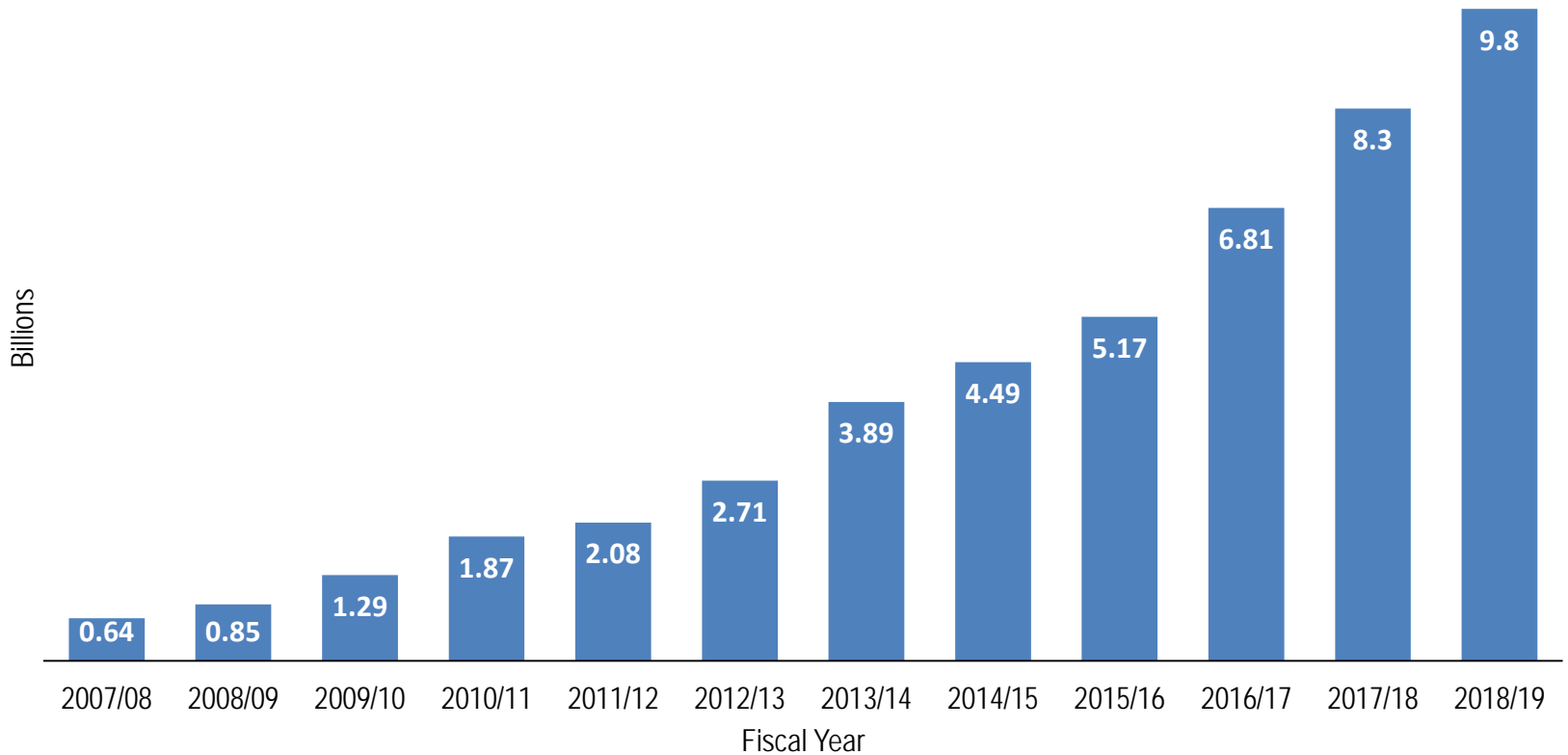
FY 2018-19

CERBT Cumulative Contracted Employer Growth



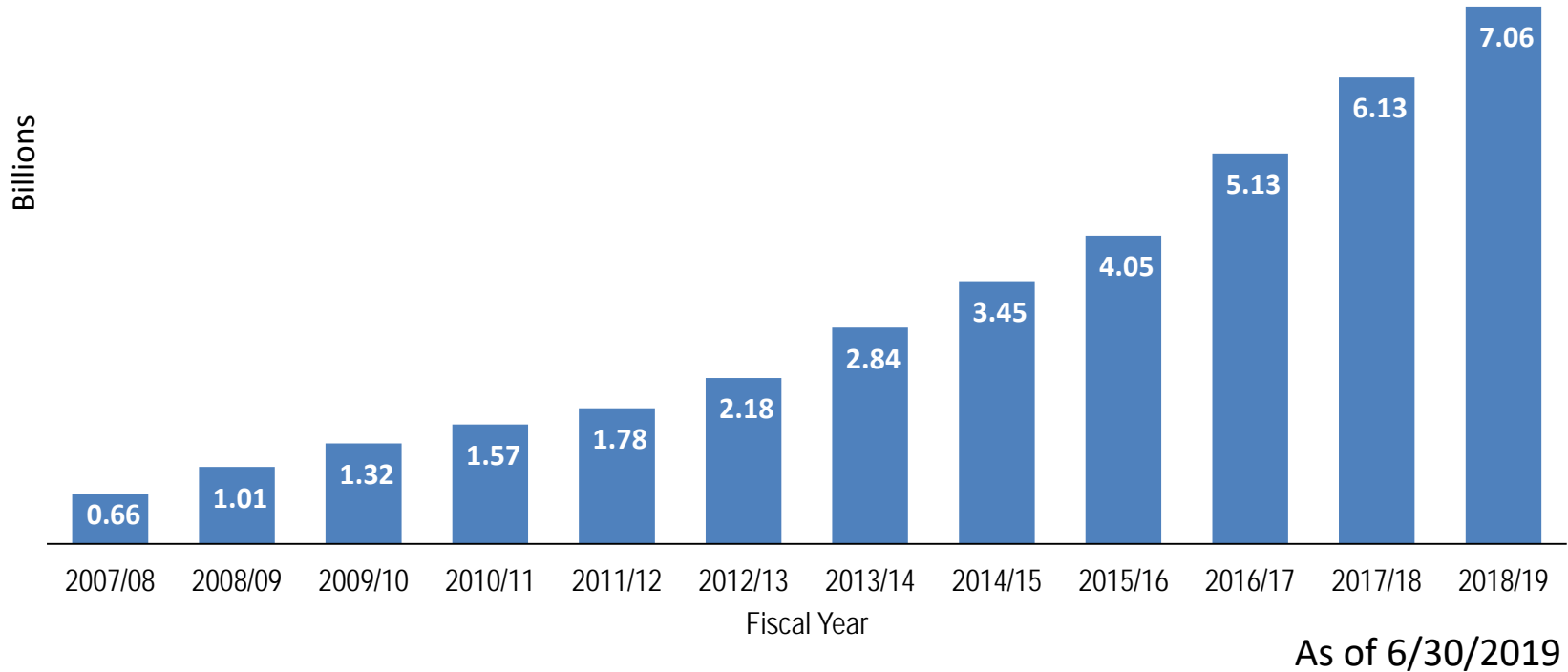
As of 6/30/2019

CERBT Cumulative Assets Under Management



As of 6/30/2019

CERBT Employer Cumulative Net Contributions



CERBT Investment Performance

Fund	Assets*	1 Year	3 Years**	5 Years**
Strategy 1 (Inception date 6/1/07)	\$7,902,645,083	6.13%	8.17%	4.98%
Benchmark		6.00%	7.83%	4.66%
Strategy 2 (Inception date 10/1/11)	\$1,308,106,460	6.98%	6.77%	4.50%
Benchmark		6.92%	6.43%	4.22%
Strategy 3 (Inception date 1/1/12)	\$625,664,391	7.15%	5.27%	3.93%
Benchmark		7.10%	4.98%	3.67%

*Assets do not reflect accruals

**Returns for periods greater than one year are annualized

Performance provided is net all expenses

As of 6/30/2019