Finance and Administration Committee

Agenda Item 4d

September 15, 2026

Item Name: Prefunding Programs Annual Status Report

Program: CERBT & CEPPT Prefunding Programs

Item Type: Information Consent

Executive Summary

This agenda item provides annual updates on the following prefunding programs. The California Employers' Retiree Benefit Trust (CERBT) program provides prefunding services to participating employers for Other Post-Employment Benefits (OPEB). The California Employers' Pension Prefunding Trust (CEPPT) program provides prefunding services to participating employers for pension benefits.

The table below provides the programs' assets by fiscal year and percent changed.

Fiscal Year (FY)	CERBT	CEPPT
FY 2024 – 2025	$25.2 billion	$312.6 million
FY 2025 – 2026	$29.8 billion	$389.8 million
Percent Change	18%	25%

Strategic Plan

This agenda item supports the 2022–27 Strategic Plan pension sustainability goal to strengthen the long-term sustainability of the pension fund.

Background

The FY 2025–26 Prefunding Programs Annual Status Report provides updates for the CERBT and CEPPT prefunding programs. The report includes information on program demographics, investments, and strategies.

Analysis

The report provides program updates, retention efforts, enrollment statistics, and contributions. It also includes an update on the investment performance for the asset classes.

Budget and Fiscal Impacts

Not Applicable.

Benefits and Risks

Not Applicable.

Attachments

Attachment 1 – CERBT & CEPPT Prefunding Programs Annual Status Report PowerPoint

Attachment 2 – CERBT & CEPPT Prefunding Programs Annual Status Report

____

Melody Benavides, Chief
Pension Contracts and Prefunding Programs

____

Michele L. Nix
Chief Financial Officer