



A G E N D A

TECHNICAL ADVISORY COMMITTEE #5 “PROACTIVE FINANCIAL MANAGEMENT”

FEBRUARY 21, 2025 AT 11:00 A.M.
Board Chambers
981 H Street, Suite 100
Crescent City, CA 95531

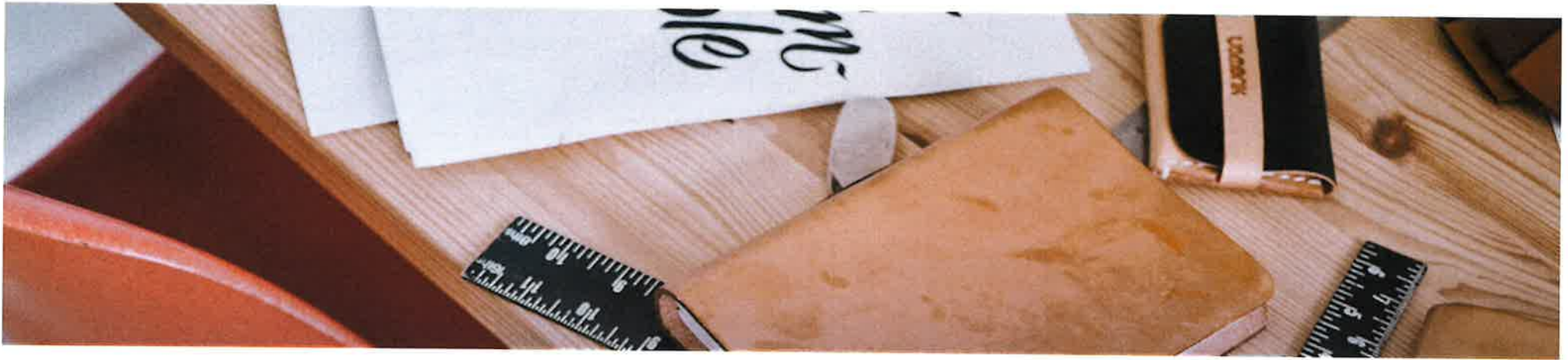
1. Call to order.
2. Public comment period.
3. Receive a presentation from Public Agency Retirement Services (PARS) and Portfolio Manager PFM Asset Management (PFMAM) on the Investment Selection process for the newly established 115 Combination Trust (Pension and OPEB), the Public Agencies Post-Employment Benefits Trust.
4. Discuss and take possible action as designated by the Board of Supervisors at the January 14th, 2025 regularly scheduled Board meeting on selecting an investment strategy and initial investment amount with Investment and Portfolio Manager PFM Asset Management (PFMAM) for the Pension side of the newly established 115 Combination Trust (Pensions and OPEB), the Public Agencies Post-Employment Benefits Trust, administered by Public Agency Retirement Services (PARS).
5. Discuss and take possible action as designated by the Board of Supervisors at the February 11th, 2025 regularly scheduled Board meeting on selecting an investment strategy for the monies from the Trustee-to-Trustee transfer from CalPERS' CERBT program to PARS' OPEB Trust Program with Investment and Portfolio Manager PFM Asset Management (PFMAM) for the OPEB side of the newly established 115 Combination Trust (Pensions and OPEB), the Public Agencies Post-Employment Benefits Trust, administered by Public Agency Retirement Services (PARS).

Adjournment

Chairpersons: Supervisor Howard, Borges

Staff: CAO Lopez, Asst. CAO Hooper, Auditor-Controller Clinton Schaad, Treasurer Tax Collector Barbara Lopez, Assessor Jennifer Perry and County Counsel Jacqueline Roberts

DATE POSTED: February 13, 2025



SIMPLE INVESTMENT APPROACH

1. Input Phase

- Target discount rate
- Risk tolerance
- Investment philosophy
- Asset allocation
- Timing on use of funds

2. Model Portfolios

Strategy	Equity	10-YR Returns*
Capital Appreciation	65-85%	8.09%
Balanced	50-70%	7.23%
Moderate	40-60%	6.39%
Moderately Conservative	20-40%	4.67%
Conservative	5-20%	3.37%
vs. LAIF	0%	1.58%**

3. Dedicated Portfolio Manager

- Makes recommendation
- Fiduciary responsibility
- Drafts investment policy
- Annual on-site reviews
- Cell phone access

*10-Year Active Portfolio annualized returns as of September 30, 2024 (Gross of Investment Management Fees, but Net of Embedded Fund Fees). Please see complete Investment Strategy Sheets (enclosed) for more information.
 **Avg. LAIF apportionment rate (released quarterly) over the 10-Year period ending September 30, 2024

The advisor to the PARS portfolios is U.S. Bank, and PFM Asset Management serves as sub-advisor to U.S. Bank to manage these portfolios. Prior to January 1st, 2024 HighMark Capital Management, Inc. ("HighMark") acted as sub-advisor to the PARS portfolios. HighMark, including clients and investment personnel, was consolidated into its affiliate, PFM Asset Management LLC (PFMAM) on January 1st, 2024.

Please see important additional disclosures to the PARS portfolios included in the individual strategy fact sheets at the end of this presentation.