



Article 14: OPEB Trust Fund Expense

Ms. Ackerman moves: that the Town vote to appropriate \$275,000 from the OPEB Trust Fund established under Mass. Gen. Laws c. 32B, §20, for FY23 expenses, and further to authorize the Trustee of the OPEB Trust to employ reputable and knowledgeable investment consultants to assist in determining appropriate investments and pay for those services from the OPEB Fund.



OPEB Trust Fund Expense

- Trust Fund expenditures may include:
 - Actuarial valuation: \$25,000
 - Performed annually, including reports needed for Town's annual audit
 - Annual review of funding plan
 - Investment Advisor Fees; Banking Fees: up to \$250,000
 - Advisor to be hired through Request for Proposal process
 - Estimated fee is up to 50 basis points
 - Trustee compensation: \$0
 - No compensation proposed at this time, but subject to change in future years



Article 14: Benefits of hiring an Investment Advisor

Acting as a fiduciary advisor to assist with the investment implementation, management & ongoing review of fund, including:

- Identification of short and long-term investment objectives, risk tolerance & cash flow needs
- Development of target asset allocation and custom benchmark
- Recommend individual security selection and timeline for strategic implementation; recommend changes based upon evolving market conditions
- Ensure compliance with Investment Policy Statement (IPS) and MGL; monitor performance against custom benchmark



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