

# SBCERS

Santa Barbara County Employees' Retirement System

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**DATE:** April 24, 2024

**TO:** SBCERS BOARD OF RETIREMENT

**FROM:** SBCERS Investment Staff

**RE:** **Board Education – Tax: Relief at Source and Reclaim Updates**

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## **Recommendation**

That the Board of Retirement receive and file the Tax: Relief at Source and Reclaim Updates present by SBCERS Investment Associate James Hu.

## **Summary**

The education is an update to the presentation brought before the Board of Retirement on June 28<sup>th</sup>, 2023. In the original presentation James Hu explained that SBCERS receives different types of investment income in foreign markets which are subject to different tax laws. Depending on the relationship between the U.S. and the foreign country, treaties may apply that create various tax considerations for entities like SBCERS. The goal of SBCERS is to utilize all available tax incentives. Understanding how to apply for Tax Relief when applicable, or the process of Tax Reclaim when Tax Relief is unavailable, is important. In the initial presentation, James sighted that a potential of \$389 thousand in tax reclaims was available to SBCERS for the next 12 months.

This presentation will briefly revisit Tax Relief at Source and Tax Reclaim as a refresher before detailing the funds returned to SBCERS in 2023 and Year-to-Date in 2024.

## **Attachments**

- Tax Relief and Tax Reclaim Update Presentation