



Ohio Retirement Study Council

30 East Broad Street, 2nd Floor
Columbus, Ohio 43215
PHONE: 614-228-1346
FAX: 614-228-0118

To: Members of the Ohio Retirement Study Council
From: Jeffery A. Bernard, Senior Research Associate, ORSC
Date: March 8, 2018 (*Updated March 14, 2019*)
Subject: ORSC 2018 Anticipated Activities

Voting Members

Senators

Hearcel Craig
Jay Hottinger
Kirk Schuring

Representatives

Rick Carfagna
Jack Cera
Derek Merrin

Governor's Appointees

Lora Miller
Angel Mumma
Vacant

Non-Voting Members

Mark Atkeson, *HPRS*
Karen Carraher, *PERS*
John Gallagher, *OP&F*
Mike Nehf, *STRS*
Richard Stensrud, *SERS*

Director/General Counsel

Bethany Rhodes

Find below a list of some major projects that ORSC staff began or completed in 2018. If you need further information on any particular item, please contact me at 228-4644. *This is an updated report from March 8, 2018.*

Report standardization project: At its November and December 2014 meetings, the ORSC approved an action plan for the standardization of a number of reports provided by the retirement systems to the Council. After comments from the Council, staff began with the more simple reports and moved forward with reports of increasing complexity. The schedule for review is:

- 1) Iran/Sudan Divestment Report (*completed*)
- 2) ~~Ohio Managers Report~~ (*eliminated by Am. Sub. H.B. 64*)
- 3) Annual Internal Audit Activities Report (*completed*)
- 4) Annual Budget Report (*completed*)
- 5) Annual Health Care Report (2018) (*completed*)
- 6) Annual Disability Report (2019 and 2020)

Adequacy of contribution rates in OP&F: Pursuant to R.C. 742.311 and a contract with PTA/KMS, a review of the adequacy of OP&F contribution rates to finance the benefits provided by OP&F for calendar year 2017 was completed in 2018. *The report is pending review by the ORSC.*

Actuarial audit of OP&F: Pursuant to R.C. 171.04, the ORSC is to complete an actuarial audit of the assumptions in each retirement system once each 10-year period. PTA/KMS was selected to provide the audit at the February 2016 ORSC meeting. The completed OP&F audit was reviewed at the October 12, 2017, meeting. The audit will be completed once PTA/KMS presents the review to the OP&F Board.

Fiduciary audit of PERS: Pursuant to R.C. 171.04, the ORSC is required to complete a 10-year fiduciary audit of each system. Aon Hewitt was selected to conduct this review at the November 9, 2017, meeting. *The audit is in the ORSC staff review process.*

Investment performance: As required by statute, ORSC receives two investment performance reports. These are typically reviewed at the April/May and October meetings. *Both of the reports were completed by RVK, the ORSC's investment performance consultant.*

Reselection/Extension of Investment Performance Consultant: The contract with RVK, the ORSC's investment consultant, ends in August of 2018. *The contract was extended by the ORSC until 2023.*

Reselection/Extension of ORSC Actuary: The contract with PTA/KMS, the ORSC's actuary, ends in August of 2018. *The contract was extended by the ORSC until 2023.*

2017 ORSC Annual Report: Pursuant to R.C. 171.04, ORSC staff provide an annual report to the Governor and General Assembly covering evaluations and recommendations regarding the retirement systems. *The report was issued in March of 2018.*