



December 3, 2020

Omaha School Employees' Retirement System

Audit Presentation to the Board of Trustees



SEIM JOHNSON

Presented by

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Deliverables

- **Report to the Board of Trustees**
 - Required Communications with those charged with governance
- **Audit Report**
 - Omaha School Employees' Retirement System (OSERS)
 - Includes Required Supplementary Information (RSI)

AU-C 260 Required Communications

- **Communication of significant matters related to the conduct of the audit**
 - Audits conducted in accordance with generally accepted auditing standards and *Government Auditing Standards*
 - Auditor’s responsibility under professional standards
 - We plan and perform our audit to obtain reasonable assurance, rather than absolute, about whether the financial statements are free from material misstatement.
 - Independent auditor’s report – clean / unmodified opinion
 - Emphasis of matter – Valuation of investments in LPs

AU-C 260 Required Communications

- **Communication of significant matters related to the conduct of the audit**
 - Accounting practices
 - No significant new or changes in accounting policies
 - No significant or unusual transactions
 - No alternative treatments discussed with management

AU-C 260 Required Communications

- **Communication of significant matters related to the conduct of the audit**
 - Management judgments and estimates
 - Fair value of investments
 - Audit adjustments
 - Four including one client provided entry to correct cash, investments, and due to/due from accounts
 - Four reclassifying entries made for financial statement presentation
 - Passed audit adjustments
 - To adjust the value of limited partnerships by \$734K
 - Financial statement disclosures
 - Litigation settled related to Atlantic Global Yield Opportunity Fund

AU-C 260 Required Communications

- **Communication of significant matters related to the conduct of the audit**
 - No management influence over audit process
 - Quality review

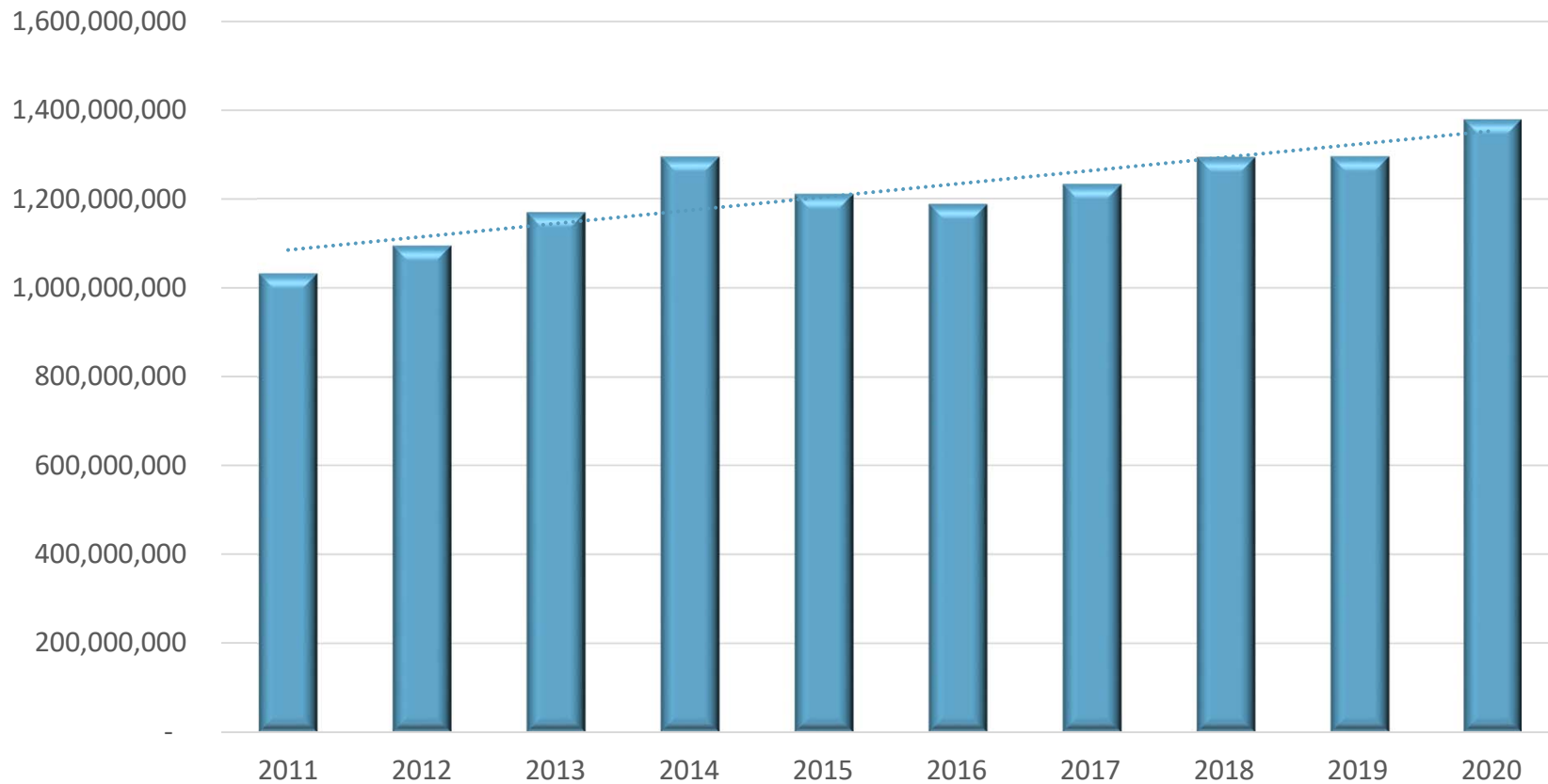
AU-C 265 Internal Control Matters

- **Significant deficiency** in internal control over financial reporting
 - Reportable Matter in accordance with *Government Auditing Standards*
 - Corrective action plan by management
- **Control deficiencies**
 - Internal reporting
 - Information provided to actuary

Financial Report

Net Position

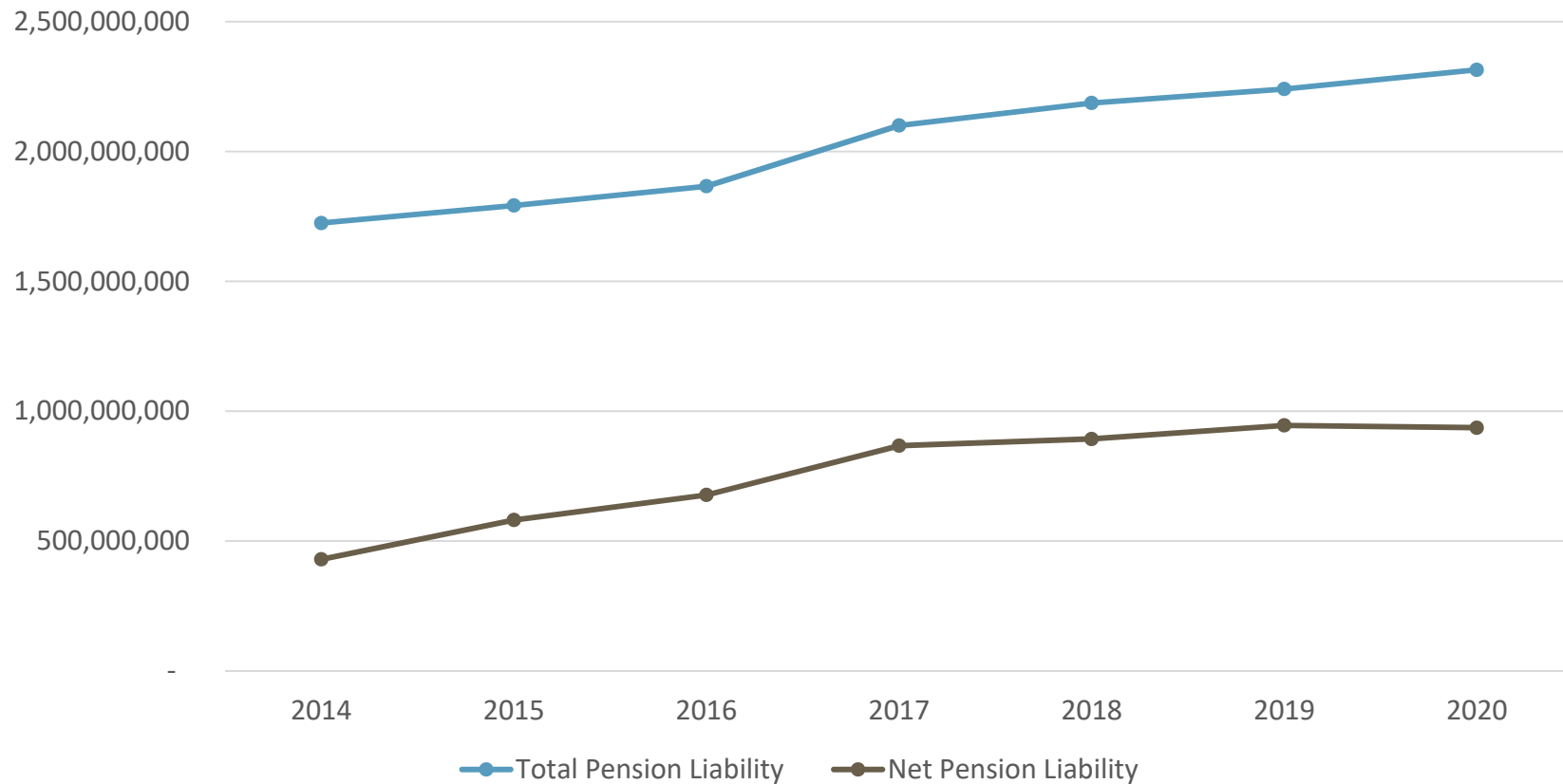
Compounded Annual Growth Rate = 3.26%



Financial Report

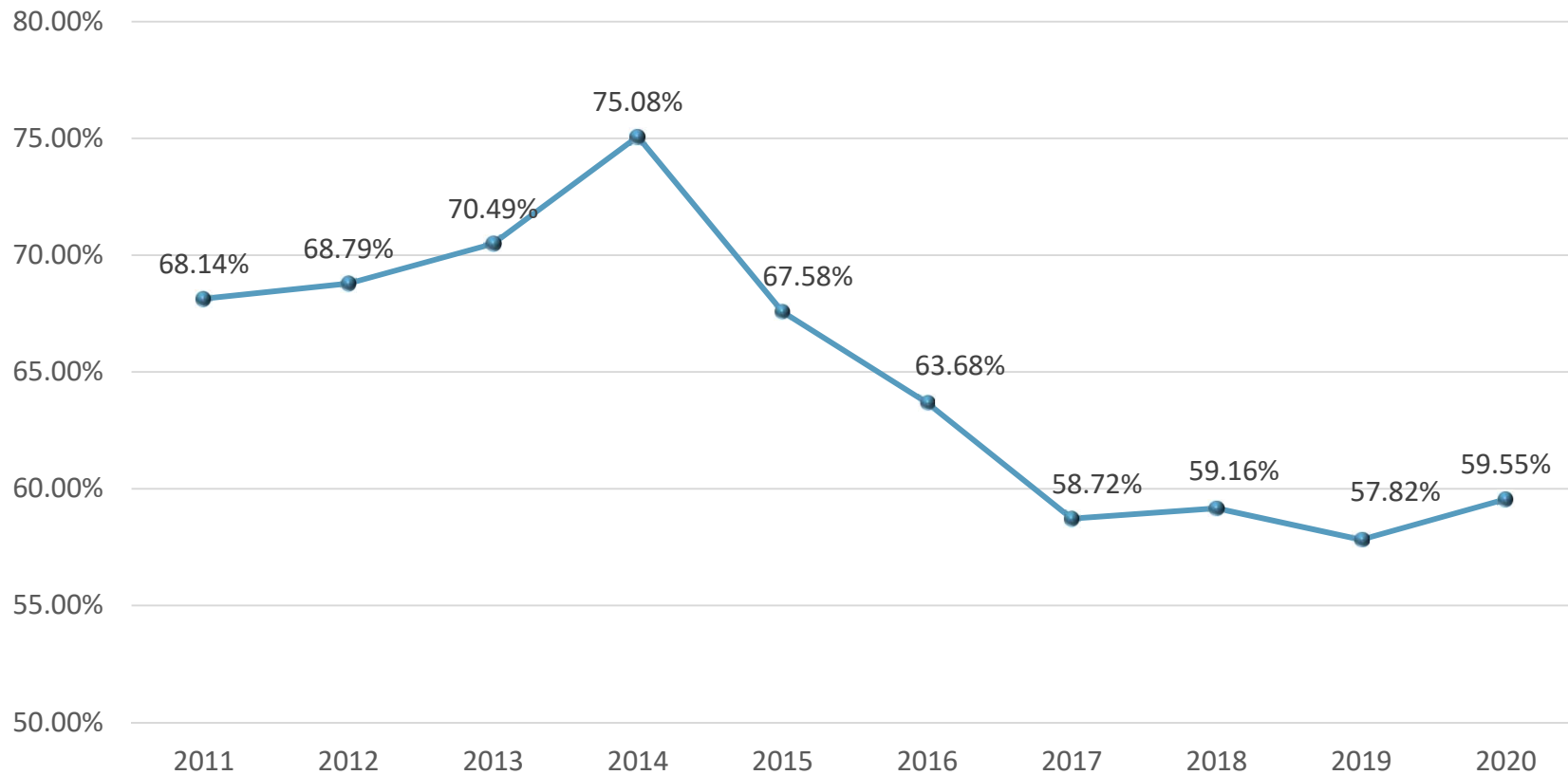
Total Pension Liability and Net Pension Liability

Compounded Annual Growth Rates = 5.03% (Total) and 13.86% (Net)



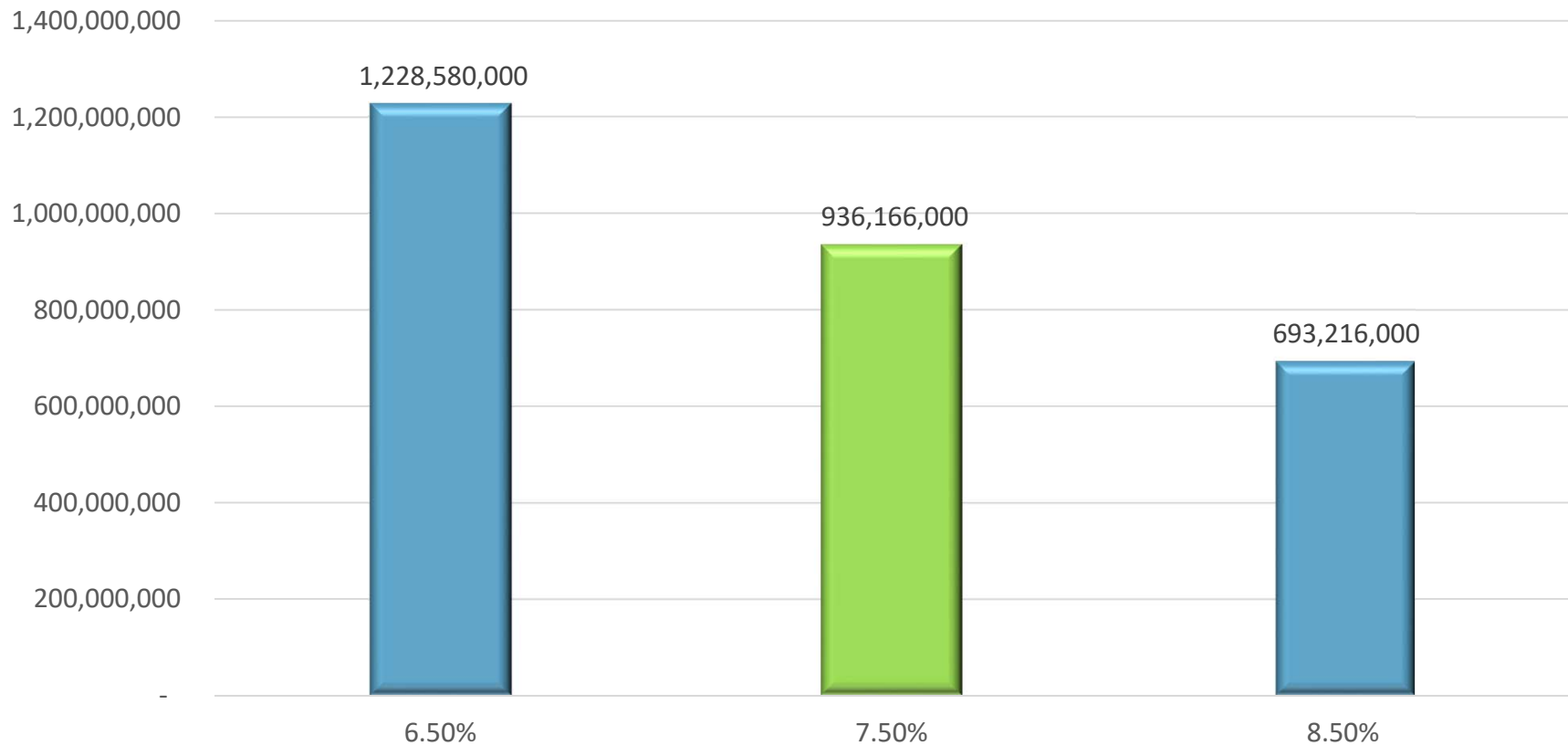
Financial Report

Funded Ratio: Fiduciary Net Position / Total Pension Liability

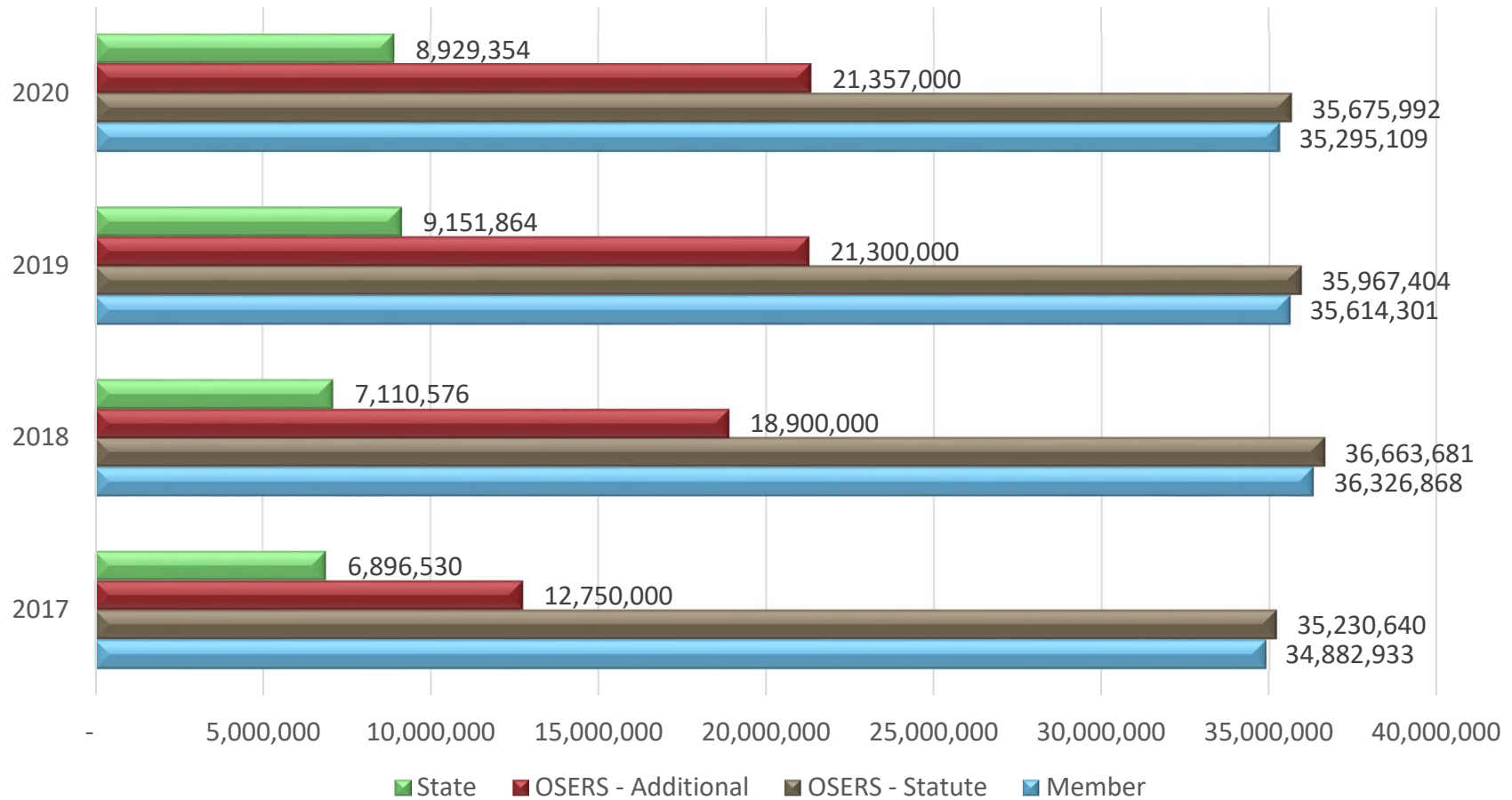


Financial Report

Sensitivity Analysis: Net Pension Liability - Discount Rate Sensitivity



Contribution Trends





Q&A

Data portrayed in the preceding graphic presentation was derived from OSERS' financial statements. The data should be read in conjunction with OSERS' financial statements and the auditor's reports thereon.