

# Omaha School Employees' Retirement System

## Board of Trustees

### Meeting Digest

Wednesday, April 4, 2018

The following is a recap of the retirement board of trustees' meeting held Wednesday, April 4, 2018.

Seven board members were present at roll call.

#### Legislative Update

The Board engaged in discussion on [LB 548](#), AM 2595. [Amendment 2595](#) is an amendment introduced March 27, 2018 to permit school districts in Nebraska the ability to issue pension obligation bonds upon the vote of a majority of the entire school board or board of education. The OSERS Board of Trustees has throughout maintained a *neutral* position on LB 548. However, with the filing of Amendment 2595 the Board of Trustees revisited LB 548 and maintained its neutral position with the following Resolution, adopted April 4, 2018 by a vote of 6-1.

**RESOLUTION OF THE BOARD OF TRUSTEES  
OMAHA SCHOOL EMPLOYEES' RETIREMENT SYSTEM**

The following recitals and resolution were taken at a scheduled meeting of the Board of Trustees of Omaha School Employees' Retirement System on the 4th day of April, 2018.

R E C I T A L S

WHEREAS, the Board of Trustees of the Employees Retirement System for the School District of Douglas County 0001 (the "OSERS Board") is charged with the administration of the Omaha School Employees' Retirement System in a fiduciary capacity in accordance with Nebraska law; and

WHEREAS, the OSERS Board has reviewed Amendment 2595 filed in the Nebraska Legislature on March 27, 2018 to LB548 (the "Amendments") attached hereto and incorporated herein by this reference; and

WHEREAS, Section 6(2) of Amendment 2595 to LB 548 provides for the Omaha Public School District (the "District") to delay input of additional actuarial required contributions to the System until 2026; and

WHEREAS, the OSERS Board takes a neutral position with respect to Amendment 2595 other than its opposition to Section 6(2) thereof.

R E S O L U T I O N

NOW, THEREFORE, BE IT:

RESOLVED, that the OSERS Board, by majority vote, takes a neutral position with respect to Amendment 2595 except for its opposition to Section 6(2) thereof permitting the Omaha Public School District the ability to delay contributing additional employer contributions to the OSERS plan until the year 2026.

Dated this 4th day of April, 2018.

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/s/  
Board of Trustees  
Donald Erikson, President

## Pension Administration

The Board approved the following administrative matters affecting the OSERS plan:

- Retiree pension payroll for April 2018 in the amount of \$9,934,417.69 to 4,691 retirees
- Staff payroll
- New annuitants effective April 1, 2018
- Annuitants who died with last pension check issued March 2018
- Refunds to former OPS employees requesting distribution(s) in the amount of \$173,200.15
- Accounts/Payables for April

## Minutes

The Board approved the Minutes to the March 6, 2018 OSERS Board of Trustees meeting.

## Financial Statements & Budget Variance

The Board reviewed the OSERS financial statements for the months of January and February 2018

- OSERS net pension position as of January 31, 2018 was \$1.255 billion
- OSERS net pension position as of February 28, 2018 was \$1.251 billion

## OSERS 4<sup>th</sup> Quarter 2017 Portfolio Performance

As of December 31, 2017								
Asset Allocation & Performance								
	Allocation	Performance(%)						
	Market	1	1	3	5	10	Since	Inception
	Value	Quarter	Year	Years	Years	Years	Inception	Date
	(\$)							
OSERS	\$1,251,965,846	3.80%	13.50%	3.90%	5.70%	4.40%	9.30%	1-Dec-89
Policy Index		3.30%	13.50%	6.10%	8.10%	5.30%	n/a	
Through September 30, 2017								
Private Markets Manager IRR Summary								
	Vintage Years	Total	Periodic IRR as of 9/30/2017					
		Commitments	QTD	YTD	1-Year	3-Year	Inception	
Total Private Equity Portfolio	2001 - 2015	\$274,294,801	7.44%	11.96%	15.41%	6.36%	5.52%	
Total Real Assets Portfolio (Illiquid)	2004 - 2010	\$50,000,000	1.57%	4.72%	1.47%	-7.68%	0.06%	
Total Real Estate Portfolio	1995 - 2015	\$361,338,022	0.29%	2.34%	9.36%	7.59%	9.39%	

NOTE: inception date of 1989 indicates the historical data available to calculate returns

## 2018 Trustee Election

The Board received report of the nominations for the 2018 Trustee Election for the certificated board member. The nominated candidates (in alphabetical order) are:

- Mr. Lance Purdy
- Mr. Matthew J. Ray

After Board discussion, in concurrence with current board policy, because there is more than one candidate nominated, the board will conduct a 2018 election. The Board approved the engagement of an election service company to conduct the 2018 election process.

## Executive Director's Report

- Update on OSERS staff positions
- Update on PeopleSoft upgrade project with relation to the Pension Module
- Request from OSERS Member to move board meetings to afternoons
- Update on FOIA request
- Update on Trustee Fiduciary Liability insurance renewal for May 2018 / 2019
- Update on inquiry from media on historical minutes of OSERS

## Trustees' Report

- Update from Mr. Rea on interview with OWH in March

The next OSERS Board of Trustees meeting is scheduled for Wednesday, May 2, 2018 at 9:00 a.m.